

**BEFORE THE WASHINGTON STATE  
UTILITIES AND TRANSPORTATION COMMISSION**

|                                     |   |                        |
|-------------------------------------|---|------------------------|
| In the Matter of the Application of | ) | DOCKET NO. UW-040651   |
|                                     | ) |                        |
| REQUEST OF CANTERWOOD               | ) | ORDER NO. 2            |
| WATER COMPANY, INC.                 | ) |                        |
|                                     | ) |                        |
|                                     | ) | ORDER MODIFYING ORDER  |
| For a Revision of its Inverted Rate | ) | AUTHORIZING ACCOUNTING |
| Structure                           | ) | TREATMENT              |
| .....                               | ) |                        |

**BACKGROUND**

- 1 On April 7, 2004, Canterwood Water Company, Inc. (Canterwood or Company) filed proposed tariff sheets with this Commission. On May 27, 2004, the Commission approved the proposal, creating a restructured inverted metered rate. The Company proposed to maintain an accounting of the effects of the changed rate structure in order to maintain revenue neutrality.
  
- 2 The Company also proposed to re-file rates to ensure its inverted rate structure maintained revenue neutrality based on data gathered over an eighteen month period.
  
- 3 An eighteen-month period, plus one month to allow for the evaluation of the collected data, would result in a required filing date of no later than December 31, 2005. Order No. 01 in this docket, approving the filing with modifications, directed the Company to file a revised tariff by January 31, 2005, a six-month period rather than an eighteen month period as proposed.
  
- 4 The January 31, 2005, date appears to be a typographical error. We find that the December 31, 2005, date appropriate and consistent with the findings of the

original order, paragraph (5), and we hereby modify the original order to reflect the correct date.

### FINDINGS AND CONCLUSIONS

- 5 (1) The Washington Utilities and Transportation Commission is an agency of the State of Washington vested by statute with the authority to regulate rates, rules, regulations, practices, accounts, securities, and transfers of public service rules, regulations, practices, accounts, securities, and transfers of public service companies, including water companies. *RCW 80.01.040; Chapter 80.04 RCW; and Chapter 80.28 RCW.*
- 6 (2) Canterwood is a water company and is a public service company subject to the jurisdiction of the Commission.
- 5 (3) The December 31, 2005, date for filing a revised tariff for metered rate service to ensure revenue neutrality is appropriate and consistent with the findings of the original order, paragraph (5). Order No. 01 in this docket is modified to state the correct date.
- 7 (4) This matter was brought before the Commission at its regularly scheduled meeting on January 26, 2005.

### ORDER

#### THE COMMISSION ORDERS:

- 8 (1) Consistent with the discussion in this order the Company shall file a revised tariff by December 31, 2005, rather than the January 31, 2005, stated in Order 01.

- 9       (2)     The Order shall in no way affect the authority of this Commission over rates, services, accounts, evaluations, estimates, or determination of costs on any matters whatsoever that may come before it, nor shall anything herein be construed as acquiescence in any estimate or determination of costs claimed or asserted.
- 10       (3)     Nothing in this Order is intended to modify any other provision of the Accounting Order.
- 11       (4)     The Commission retains jurisdiction to effectuate the provisions of this Order.

The Commissioners, having determined this Order to be consistent with the public interest, directed the Secretary to enter this Order.

DATED at Olympia, Washington, and effective this 26<sup>th</sup> day of January, 2005.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

CAROLE J. WASHBURN, Secretary