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IDAHO PUBLIC
UTILITIES COMMISSION

BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION

IN THE MATTER OF THE JOINT APPLICATION OF SUEZ WATER IDAHO AND EAGLE WATER COMPANY FOR THE ACQUISITION OF EAGLE WATER COMPANY Case Nos. SUZ-W-18-02 EAG-W-18-01

ANSWER TO PETITIONS FOR INTERVENTION

Pursuant to the Rules of Procedure of the Idaho Public Utilities Commission, IDAPA 37.01.01.075 & 37.01.01.57.03, SUEZ Water Idaho Inc. ("SUEZ") files this Answer to the Petitions to Intervene filed by Eagle Water Customer Group and Citizens Allied for Integrity and Accountability.

BACKGROUND

The Application. The Application seeks approval of SUEZ's acquisition of Eagle Water Company's water service assets, amendment of SEUZ's certificate of public convenience and necessity to incorporate Eagle Water Company's ("Eagle Water") service area and customers, approval of certain rate and ratemaking matters, and a rate increase for current Eagle Water customers.

City of Eagle. Many, if not all, of Eagle Water Company's customers reside within the City of Eagle. The City of Eagle asserts that it has requested intervention to assert and advance the interests of its residents. Petition to Intervene of City of Eagle at 2.

City of Boise. Many current SUEZ customers live in the City of Boise. The City of Boise asserts that it has requested intervention to ensure its SUEZ-served residents will not be impacted financially, and to ensure SUEZ's level of service is maintained. City of Boise City Petition to Intervene ("Boise Petition") at 2.

Community Action Partnership Association of Idaho. Community Action Partnership Association of Idaho ("CAPAI"), an established 501(c)(3) non-profit corporation and frequent participant in Commission proceedings, requested to intervene as an organization that "specifically represent[s] public utilities' low-income customers." CAPAI's Petition to Intervene at 2. CAPAI asserts, among other things, its interest in ensuring the transaction "will not be disproportionately burdensome to all low income customers affected," and that CAPAI's history as the "primary low income advocate appearing before the Commission" places it "in a favorable position to provide educated input regarding low income interests and the interests of the majority of joint applicant's ratepayers." *Id.* at 3.

Eagle Water Customer Group. Eagle Water Customer Group ("EWCG"), asserts that it is an "unincorporated nonprofit association" composed of "ratepayers, taxpayers, and concerned citizens, including customers of one of the Applicants, Eagle Water Company" that was formed specifically "to oppose and respond to the proposed acquisition." EWCG's Petition to Intervene ("EWCG Petition") at 2-3. EWCG alleges, without explanation, that "[n]o other party can adequately represent the interests of EWCG." *Id.* EWCG does not, however, identify how many members it has, the class of persons that it purports to represent (beyond "ratepayers, taxpayers, and concerned citizens"), or any contributions to the Commission's deliberations EWCG might provide, or beyond what the City of Eagle, the City of Boise, CAPAI, or Citizens Allied for Integrity and Accountability might provide (discussed below).

Citizens Allied for Integrity and Accountability. Citizens Allied for Integrity and Accountability ("CAIA") has petitioned to intervene. CAIA's Petition to Intervene ("CAIA Petition"). As with EWCG, CAIA alleges that it is composed of "ratepayers, taxpayers, and concerned citizens, including customers of one of the Applicants, Eagle Water Company." CAIA Petition at 2. CAIA asserts that it is a preexisting advocacy group whose mission "is broad enough to include the current Petition" because its members have an interest in maintaining high quality water resources that adequately support current users and future development in Eagle, in maintaining local control of resources, and protecting citizens from rate hikes. *Id.* at 2. In addition to its asserted "interest in maintaining high quality water resources," CAIA asserts its members stand to be impacted from "possible environmental harms stemming from the merger," and that the proposed phased-in rate increase threatens to impose substantial financial hardship on Eagle Water customers who are single parents, elderly or living with disabilities on fixed and limited incomes. Similarly, without support, CAIA asserts that "[n]o other party can adequately represent the interests of CAIA." Id. Like EWCG, CAIA does not identify how many members it has, the class of persons that it purports to represent (as with EWCG, beyond "ratepayers, taxpayers, and concerned citizens"), or what contributions it will provide that are different from the other intervenors.

ANSWER

SUEZ does not object to the intervention of the City of Boise, the City of Eagle, or CAPAI, provided that their participation does not unduly broaden the scope of this proceeding.¹

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¹ While CAPAI is a seasoned and credible intervenor, CAPAI's Petition to Intervene suggests that it may attempt to re-examine existing low-income assistance programs. CAPAI's Petition to Intervene at 3. Any broad reexamination of SUEZ's low-income programs affecting all SUEZ customers would unduly broaden the issues in this case, and should instead take place in SUEZ's next general rate case. SUEZ intends to extend its existing low-income assistance programs to Eagle Water customers who become SUEZ customers as a result of the transaction at issue here.

EWCG and CAIA present a more difficult case. Each purports to represent the same "ratepayers, taxpayers, and concerned citizens, including customers of one of the Applicants, Eagle Water Company." EWCG Petition at 2-3; CAIA Petition at 2. Neither identifies a unique interest or class of ratepayers it seeks to represent; neither identifies how it will contribute to *relevant* issues in a manner distinct from the Cities or CAPAI; and neither backs up its assertion that no other party will adequately represent its interests. Further, there appears to be at least some overlap between the two groups' membership. For example, the business address for EWCG shown in the EWCG Petition is the address of CAIA's president. *Compare* EWCG Petition at 1 (listing its business address as 8770 W. Chaparral Road, Eagle Idaho 83616) *with* CAIA's Annual Report Form with the Idaho Secretary of State, attached as Exhibit 1 (listing Shelley Brock as President and Registered Agent with an address of 8770 W. Chaparral Road, Eagle Idaho 83616).

That said, at this time SUEZ does not have enough factual information to formally oppose EWCG or CAIA's requests. SUEZ reserves the right to seek dismissal of either or both of these groups if, at a later time, it appears that they do not have a direct or substantial interest, or that they will not uniquely contribute to the case. *See* IDAPA 31.01.01.074 ("If it later appears that an intervenor has no direct or substantial interest in the proceeding, or that the intervention is not in the public interest, the Commission may dismiss the intervenor from the proceeding."). SUEZ also notes that these groups' participation cannot be allowed to unduly broaden the proceeding. *Id.* ("If a petition to intervene shows direct and substantial interest in any part of the subject matter of a proceeding and does not unduly broaden the issues, the Commission or the presiding officer will grant intervention, subject to reasonable conditions.").

SUEZ also notes that costs of intervention are chargeable to the class of customers represented by the intervenors. IDAPA 31.01.01.165.03. Here, three groups of intervenors, that appear to have significant (if not complete) overlap of members and interests, would separately impose intervenor funding costs onto the approximately 4,200 EWC customers.

REQUEST FOR RELIEF

SUEZ respectfully requests that:

- 1) The Petitions to Intervene of the City of Eagle and the City of Boise City be granted;
- 2) The Petition to Intervene of CAPAI be granted, subject to the condition that any reexamination of SUEZ's low-income assistance program for all SUEZ customers is not an issue in this proceeding;
- 3) The Petitions of EWCG and CAIA be granted conditionally, subject to a later determination as to whether their intervention is in the public interest.

DATED this 3rd day of January, 2019.

SUEZ Water Idaho Inc.

By:

Michael C. Creamer Givens Pursley LLP

Attorneys for SUEZ Water Idaho Inc.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that on the 3rd day of January, 2019, a true and correct copy of the foregoing document was served on the following in the manner indicated:

Diane M. Hanian Commission Secretary Idaho Public Utilities Commission 472 West Washington Street Boise, Idaho 83702 IPUC	[] by U.S. Mail [X] by Personal Delivery [] by Facsimile [X] by E-Mail secretary@puc.idaho.gov diane.hanian@puc.idaho.gov
Brandon Karpen Deputy Attorney General Idaho Public Utilities Commission 472 West Washington Street Boise, Idaho 83702 Attorneys for IPUC	[] by U.S. Mail [] by Personal Delivery [] by Facsimile [X] by E-Mail <u>brandon.karpen@puc.idaho.gov</u>
Robert DeShazo Eagle Water Company, Inc. 188 W. State Street Eagle, Idaho 83616 Petitioner	[X] by U.S. Mail[] by Personal Delivery[] by Facsimile[] by E-Mail
N.L. Bangle 188 W. State Street Eagle, ID 83616 Petitioner	 [X] by U.S. Mail [] by Personal Delivery [] by Facsimile [X] by E-Mail nbangle@h2o-solutionsllc.net
Stan Ridgeway, Mayor City of Eagle 660 E. Civil Lane Eagle, ID 83616 Intervenor City of Eagle	 [X] by U.S. Mail [] by Personal Delivery [] by Facsimile [X] by E-Mail sridgeway@cityofeagle.org sbergmann@cityofeagle.org
Cherese D. McLain MSBT Law, Chtd. 7699 W. Riverside Drive Boise, Idaho 83714 Attorneys for Intervenor City of Eagle	[X] by U.S. Mail [] by Personal Delivery [] by Facsimile [X] by E-Mail cdm@msbtlaw.com
Norman M. Semanko Parsons Behle & Latimer 800 West Main Street, Suite 1300 Boise, Idaho 83702 Attorneys for Intervenor Eagle Water Customer Group	 [X] by U.S. Mail [] by Personal Delivery [] by Facsimile [X] by E-Mail NSemanko@parsonsbehle.com ecf@parsonsbehle.com

Eagle Water Customer Group 8770 W. Chaparral Road Eagle, ID 83616 Intervenor Eagle Water Customer Group	[X] by U.S. Mail[] by Personal Delivery[] by Facsimile[] by E-Mail	
Abigail R. Germaine Deputy City Attorney Boise City Attorney's Office 150 N. Capitol Blvd. P.O. Box 500 Boise, Idaho 83701-0500 Attorneys for Intervenor, City of Boise	[X] by U.S. Mail[] by Personal Delivery[] by Facsimile[X] by E-Mail agermaine@cityofboise.org	
City of Boise City 150 N. Capitol Blvd. P.O. Box 500 Boise, ID 83701-0500 Intervenor City of Boise	[X] by U.S. Mail[] by Personal Delivery[] by Facsimile[] by E-Mail	
Charlene K. Quade Heather L. Conder Sean R. Beck Land M. Pounds C.K. Quade Law, PLLC 600 E. Riverpark Ln., Ste. 215 Boise, ID 83706 Attorneys for Intervenor Citizens Allied for Integrity and Accountability	[] by E-Mail [X] by U.S. Mail [] by Personal Delivery [] by Facsimile [X] by E-Mail efileidaho@charquadelaw.com	
Citizens Allied for Integrity and Accountability P.O. Box 2622 Eagle, Idaho 83616 Intervenor, Citizens Allied for Integrity and Accountability	[X] by U.S. Mail [] by Personal Delivery [] by Facsimile [] by E-Mail	
Brad M. Purdy Attorney at Law 2019 N. 17 th Street Boise, ID 83702 Attorney for Community Action Partnership Association of Idaho	[X] by U.S. Mail[] by Personal Delivery[] by Facsimile[X] by E-Mail bmpurdy@hotmail.com	

Michael C. Creamer

EXHIBIT 1

No. C 20610	5	Due no later than Jun 30, 2018		2. Registered Ag	2. Registered Agent and Address (NO PO BOX)			
Return to:		Annual Report Form			SHELLEY BROCK			
700 MECT TEEEDCON		1. Mailing Address: Correct in this box if needed.			8770 W CHAPPARRAL RD EAGLE ID 83616 3. New Registered Agent Signature:*			
		D FOR INTEGRITY AND ACCOUNTABILITY,						
		16	3. <u>New</u> Register					
4. Corporations: Enter Names and Business Addresses of President, Secretary, and Directors. Treasurer (optional).								
Office Held	Name		Street or PO Address	City	State	Country	Postal Code	
DIRECTOR	JULIE FUGATE		1861 NW 24TH ST.	FRUITLAND	ID	USA	83616	
DIRECTOR	ENT SHELLEY BROCK		1399 WEST NEWFIELD DR.	EAGLE	ID	USA	83616	
PRESIDENT			8770 CHAPARRAL RD	EAGLE	ID	USA	83616	
TREASURER ELIZABETH ROBERTS		1351 N MANSFIELD PL	EAGLE	ID	USA	83616		
SECRETARY	SHERRY GOI	RDON	PO BOX 1091	EMMETT	ID	USA	83617	
5. Organized Under the La	aws of:	6. Annual Report						
Signature: Elizabeth Roberts		Date: 04/24/2018						
C 206105 Name (type or print):		print): Elizabeth Roberts	Title: Treasurer					
Processed 04/24/2018 * Electronically provided signatures are accepted as original signatures.								