1	BEFORE THE PUBLIC UTILITY COMMISSION	
2	OF OREGON	
3	UW 179	
4	In the Matter of	
5	Shadow Wood Water Service, LLC	STIPULATION
6		
7	Request for a General Rate Revision	
8	Shadow Wood Water Service, LLC. (S	hadow Wood or Company), appearing by and
9	through its Secretary/Treasurer, Silas Olson of	Shadow Wood, and the Public Utility
10	Commission of Oregon Staff (Staff), appearing	g by and through its attorney, Elizabeth Uzelac,
11	Assistant Attorney General, hereafter collective	ely referred to as the Stipulating Parties, enter into
12	this Stipulation resolving all issues in this case	. At the time this Stipulation was filed there were
13	no other parties to this proceeding.	
14	1.	
15	The Stipulating Parties support entering	g into evidence, without requiring any Stipulating
16	Party to lay a foundation for their admission, the	his Stipulation and its Attachments A (revenue
17	requirement) and B (tariffs), Staff's written Te	stimony in Support of the Stipulation (Exhibit
18	Staff/100), and additional supporting exhibits	(Exhibit Staff/101, Exhibits Staff 102, and Exhibits
19	Staff 103).	
20	2	
21	The Stipulating Parties agree to suppor	t and recommend that the Commission adopt a
22	total revenue requirement of \$70,469, which in	ncludes a 9.50 percent rate of return on a total rate
23	base of \$267,365, and reflects an increase of 4	.47 percent over the 2018 test period revenues.
24	The stipulated revenue requirement is contained	ed in Attachment A to this Stipulation.
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1	3.
2	The Stipulating Parties agree to and support the rates, fees, rules, and regulations
3	contained in Attachment B to this Stipulation, which includes Shadow Wood's tariff sheets PUC
4	Oregon No. 5, Original Sheet Nos. 1 through 22.
5	4.
6	The Stipulating Parties agree to rates being effective for service rendered on and after
7	April 16, 2020, or three business days after the date the Public Utility Commission of Oregon
8	(Commission) enters an order adopting this Stipulation, whichever is later.
9	5.
0	The Stipulating Parties agree that Shadow Wood's rate design will apply a 70/30 split
1	between monthly base rates and commodity rates.
12	6.
13	The Stipulating Parties agree that Shadow Wood shall engage a minimum of three
14	financial institutions or sources of funding to attempt to obtain debt financing prior to using
15	shareholder equity to finance future capital projects that are greater than \$10,000. Shadow Wood
16	agrees to provide indicative quotes or other documentation, as necessary, to document its efforts
17	to obtain debt financing.
18	7.
19	The Stipulating Parties have negotiated this Stipulation in good faith and recommend that
20	the Commission adopt the Stipulation in its entirety.
21	8.
22	The Stipulating Parties agree that the Stipulation represents a compromise in the positions
23	of the Stipulating Parties. By entering into this Stipulation, no Stipulating Party shall be deemed
24	to have approved, accepted, or consented to the facts, principles, methods, or theories employed
25	by any other Stipulating Party in arriving at the terms of this Stipulation.
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9.

2	The Stipulating Parties agree that without the written consent of all Stipulating Parties,
3	evidence of conduct or statements, including but not limited to term sheets or other documents
4	created solely for use in settlement conferences in this docket, and conduct or statements made at
5	settlement conferences, are confidential and not admissible in this or any subsequent proceeding,
6	unless independently discoverable or offered for other purposes allowed under ORS 40.190.
7	10.
8	The Stipulating Parties understand that this Stipulation is not binding on the Commission
9	in deciding Shadow Wood's application for a general rate increase, and does not foreclose the
10	Commission from addressing any other issues.
11	11.
12	The Stipulating Parties have negotiated this Stipulation as an integrated document.
13	Accordingly, if the Commission rejects all or any material portion of this Stipulation, or adds any
14	material condition to any final order that is not consistent with this Stipulation, each Stipulating
15	Party reserves the right, upon written notice to the Commission and all parties to this proceeding
16	within 15 days of the date of the Commission's final order, to withdraw from the Stipulation and
17	to present additional evidence and argument on the record. However, prior to withdrawal, the
18	Stipulating Party who wishes to withdraw must engage in good faith negotiation with the other
19	Stipulating Party. No Party withdrawing from this Stipulation shall be bound to any position,
20	commitment, or condition of this Stipulation. Nothing in this paragraph provides any Stipulating
21	Party the right to withdraw from this Stipulation as a result of the Commission's resolution of
22	issues that this Stipulation does not resolve.
23	12.
24	The Stipulating Parties agree to support Commission approval of the Stipulation,
25	throughout this proceeding and any subsequent appeal, and to provide either witnesses to sponsor
26	testimony or legal representatives to support this Stipulation. If any other party to this

1	proceeding challenges this Stipulation or if any other interested person objects to this Stipulation
2	in comments, the Stipulating Parties agree to cooperate in responding to bench requests,
3	preparing supplemental testimony, participating in cross-examination, and to put on such a case
4	as they deem appropriate to respond fully to the issues presented, which may include addressing
5	issues incorporated in the settlements embodied in this Stipulation.
6	13.
7	This Stipulation may be executed in any number of counterparts, each of which will be an
8	original for all purposes, but all of which taken together will constitute one and the same
9	agreement.
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2	DATED this 25 day of February, 2020.
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5	Elizabeth B. Uzelac OSB # 170507 Assistant Attorney General
6	Of Attorneys for PUC Staff
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2	DATED this 25 <sup>th</sup> day of February, 2020.
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4	Dilus Obon
5	Silas Olson Secretary/Treasurer
6	Shadow Wood Water Service LLC
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