

**BEFORE THE PUBLIC UTILITY COMMISSION
OF OREGON**

UW 99

In the Matter of)
)
SOUTH HILLS WATER SYSTEM) **PREHEARING**
) **CONFERENCE**
) **REPORT**
Request for Rate Increase.)

On June 10, 2004, a prehearing conference was held. The purpose of the prehearing conference was to identify issues, identify parties and interested persons, and establish a procedural schedule.

The South Hills Water System (Company) and Commission Staff (Staff) entered appearances. They agreed to the following procedural schedule, which was adopted:

EVENT	DATE
Petitions to Intervene due	June 24, 2004
Settlement Conference	August 11, 2004
Data Requests to Company due	August 18, 2004
Company Data Responses due	September 1, 2004
Staff & Intervenor Testimony due	September 22, 2004
Evidentiary Hearing	October 6, 2004

The parties also agreed that the issues in this docket are standard rate issues, including revenues and expenses, proposed adjustments, rate of return, rate spread and design, and rate base.

Staff will issue a notice for the settlement conference to interested persons and parties indicating the time and place of the conference.

Finally, I refer the parties to the Commission's procedural notes for contested case proceedings, located on the Commission's website (www.puc.state.or.us). Please look under Commission Overview, and then click on Administrative Hearings Procedures.

Dated this 14th day of June, 2004.

Kathryn A. Logan
Administrative Law Judge