

**DEPARTMENT OF PUBLIC SERVICE REGULATION
BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MONTANA**

IN THE MATTER OF the Consolidated)	REGULATORY DIVISION
Petition by Mountain Water Company)	
for Declaratory Rulings and Application)	
for Approval of Sale and Transfer of)	DOCKET NO. D2011.1.8
Stock in Park Water Company)	

**CLARK FORK COALITION'S
PRE-HEARING MEMORANDUM**

The Clark Fork Coalition (the "Coalition") submits this pre-hearing memorandum in accordance with the Commission's August 3, 2011 Procedural Order.

1. The issue in this proceeding is whether and under what conditions the Commission should approve Mountain Water Company's Application for Approval of Sale and Transfer of Stock in Park Water Company. The Coalition takes no position on the two issues identified by the Montana Consumer Counsel in its pre-hearing memorandum. Those issues appear to be the contested issues remaining in this proceeding.

2. Karen Knudsen will be called as a witness at the hearing. The Coalition has confirmed with all parties and with Commission staff that Mr. Charles Rial will not be called as a witness and will not be available for cross-examination at the hearing.

3. Ms. Knudsen's pre-filed direct testimony and additional issue testimony will be introduced as exhibits. The Coalition will submit as an exhibit, jointly with

Carlyle Infrastructure Partners and the City of Missoula, the Letter Agreement, dated September 22, 2011 for the Commission's consideration.

4. The Coalition may refer to Ms. Knudsen's pre-filed direct and additional issue testimony; pre-filed testimony of other parties; data responses and associated documents; and any exhibits introduced by other parties, by the Commission or Commission staff. The Coalition anticipates that data responses filed to date will be introduced into the record and has no objection.

5. The Coalition has no special needs with respect to witness sequence or scheduling.

Respectfully submitted this 23rd day of September, 2011.

CLARK FORK COALITION

By:  _____

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CERTIFICATE OF SERVICE

I hereby certify that on this, the 23rd day of September, 2011, the foregoing CLARK FORK COALITION'S PRE-HEARING MEMORANDUM was served via U.S. mail and electronic mail on:

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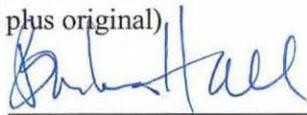
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