

STATE OF IOWA
DEPARTMENT OF COMMERCE
UTILITIES BOARD

IN RE: WATERLOO GAS TRANSPORT, LLC	DOCKET NO. P-867
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ORDER REGARDING SURETY BOND

(Issued February 7, 2007)

On September 28, 2006, Waterloo Gas Transport, LLC (WGT) filed a petition and exhibits for a pipeline permit to allow it to construct, operate, and maintain a gas pipeline in Black Hawk County, Iowa. On January 12, 2007, the undersigned administrative law judge issued a proposed decision and order granting the requested permit with a condition that WGT was required to file a surety bond that complied with the requirements of Iowa Code § 479.26 prior to beginning construction. The Utilities Board (Board) issued a permit to WGT that included the surety bond requirement on January 24, 2007.

On February 6, 2007, WGT filed the required surety bond with the Board. However, the bond states that it is for a one-year term beginning February 12, 2007, and ending February 12, 2008. The financial requirement of Iowa Code § 479.26 is an ongoing requirement that must be continuously satisfied by WGT during construction and operation of the pipeline.

Therefore, at least 60 days prior to expiration of the bond, on or before December 14, 2007, WGT must file evidence that satisfies the Board that WGT will

continue to comply with the financial requirement of Iowa Code § 479.26 after expiration of its current surety bond. The Board will issue an amended pipeline permit that includes this condition. If WGT fails to timely comply with this requirement, it will not be in compliance with the terms of its pipeline permit and will be subject to enforcement action and civil penalties.

IT IS THEREFORE ORDERED:

On or before December 14, 2007, WGT must file evidence that satisfies the Board that WGT will continue to comply with the financial requirement of Iowa Code § 479.26 after expiration of its current surety bond.

UTILITIES BOARD

/s/ Amy L. Christensen
Amy L. Christensen
Administrative Law Judge

ATTEST:

/s/ Judi K. Cooper
Executive Secretary

Dated at Des Moines, Iowa, this 7th day of February, 2007.