# NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE WATER/SEWER UTILITY SERVICE IN TRAVIS COUNTY

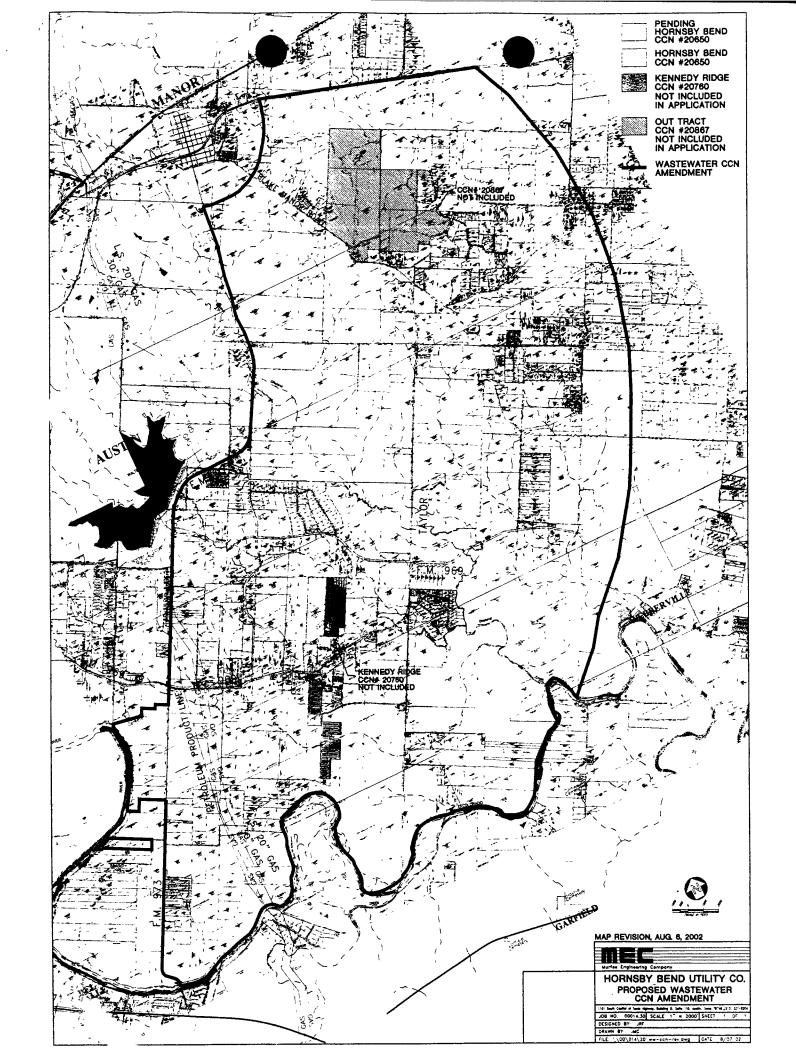
То:	(Neighbor 7200 Nor (Address)	Utility Compa ing System or on th MoPac Exponents	City)	Date Notice Mailed: August 15, 2002
	(City	State	Zip)	<del></del>
CCN	Name I No. <u>20650</u>	of Applicant		has filed an application to amend CCN No.11978 and ce Conservation Commission to provide water utility and
is ge <u>Burl</u>	nerally bound eson Manor I	ded on the nort Road; on the so	h by <u>Old Hwy. 2</u> uth and west by	oximately 15 miles east of downtown Austin, Texas, and 20; on the east by a line approximately 7,000 feet east of the Colorado River.  nately 350 acres and 0 current customers.
dayti to th the p	ime telephone is application ersons you re	e number; (2) the ; (3) the statement present, would	ne applicant's na lent, "I/we reque be adversely aff	ng. You must state (1) your name, mailing address, and me, application number or another recognizable reference est a public hearing"; (4) a brief description of how you or ected by the granting of the application for a CCN; and (5) CCN which would satisfy your concerns and cause you to

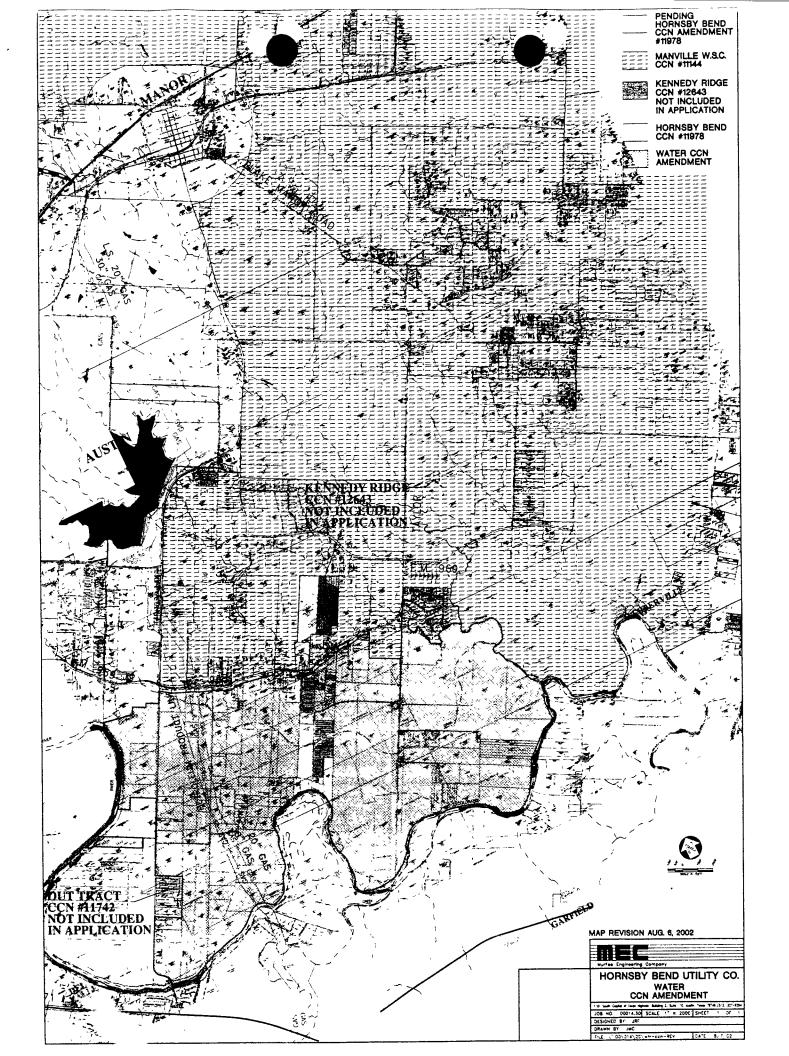
Persons who wish to intervene or comment should write the:

withdraw your request for a hearing.

Texas Natural Resource Conservation Commission
Water Permits and Resource Management Division
Utilities and Districts Section, MC-153
P. O. Box 13087
Austin, TX 78711-3087

within thirty (30) days from the date of this publication or notice. A public hearing will be held only if a legally sufficient hearing request is received or if the Commission on its own motion requests a hearing. Only those individuals who submit a written hearing request or a written request to be notified if a hearing is set will receive notice if a hearing is scheduled.





# NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE WATER/SEWER UTILITY SERVICE IN TRAVIS COUNTY

To:	Cottonwo	ood Creek MUI	) No. 1	Date Notice Mailed: August 15, 2002
	(Neighbor	ring System or	City)	
	c/o Armb	rust & Brown,	L.L.P	
	(Address)			_
	100 Cong	gress Avenue, S	uite 1300	
	Austin, T	exas 78701		
	(City	State	Zip)	
			- '	

HORNSBY BEND UTILITY COMPANY has filed an application to amend CCN No.11978 and
Name of Applicant

CCN No. <u>20650</u> with the Texas Natural Resource Conservation Commission to provide <u>water utility and sewer</u> service in <u>Travis</u> County.

The proposed utility service area is located approximately 15 miles <u>east</u> of downtown <u>Austin</u>, Texas, and is generally bounded on the north by <u>Old Hwy. 20</u>; on the east by <u>a line approximately 7,000 feet east of Burleson Manor Road</u>; on the south and west by <u>the Colorado River</u>.

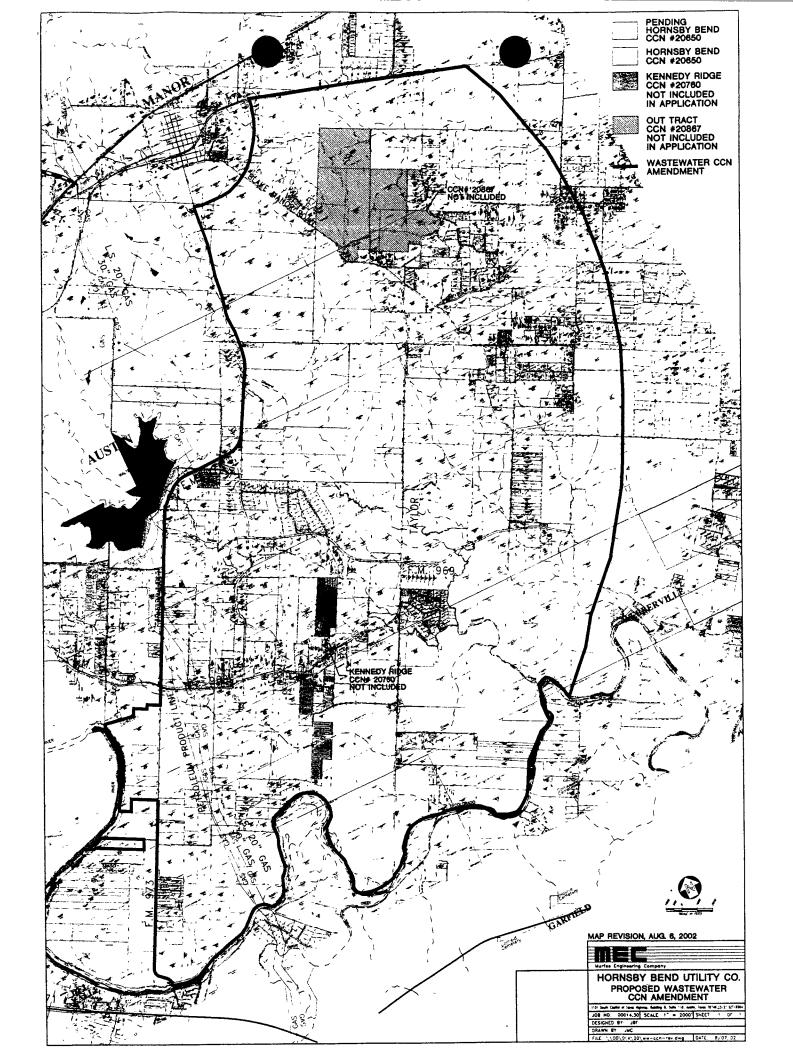
The total area being requested includes approximately 350 acres and 0 current customers.

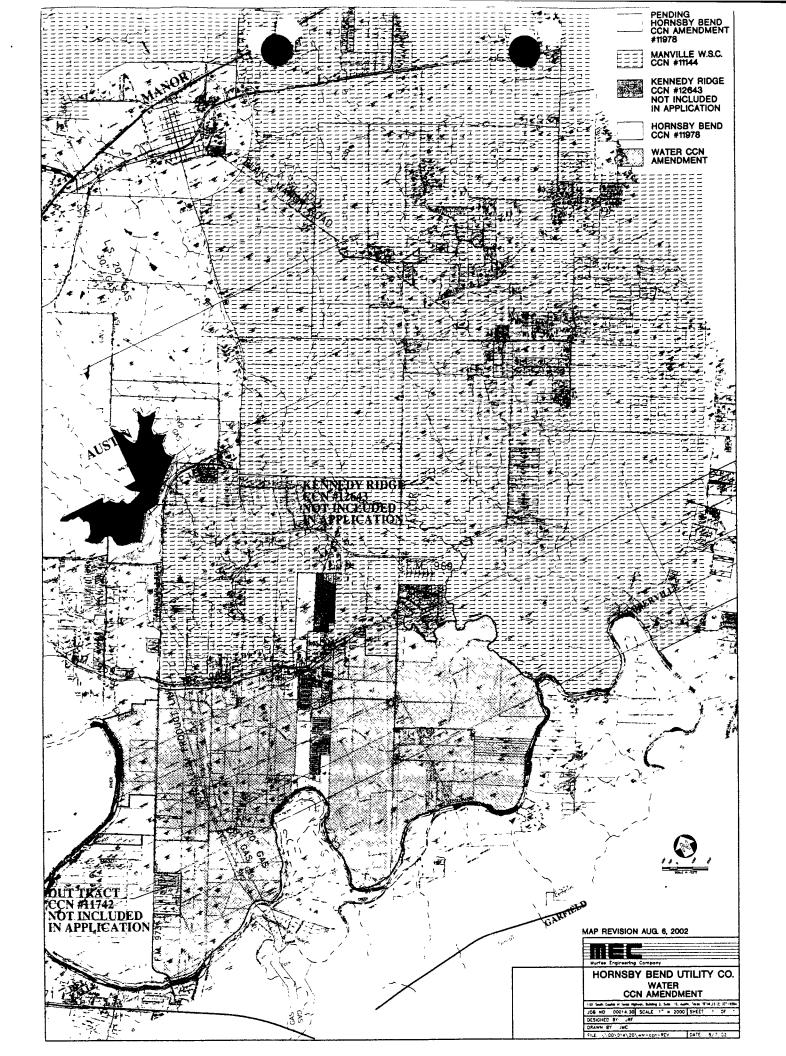
A request for a public hearing must be in writing. You must state (1) your name, mailing address, and daytime telephone number; (2) the applicant's name, application number or another recognizable reference to this application; (3) the statement, "I/we request a public hearing"; (4) a brief description of how you or the persons you represent, would be adversely affected by the granting of the application for a CCN; and (5) your proposed adjustment to the application or CCN which would satisfy your concerns and cause you to withdraw your request for a hearing.

Persons who wish to intervene or comment should write the:

Texas Natural Resource Conservation Commission
Water Permits and Resource Management Division
Utilities and Districts Section, MC-153
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# NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE WATER/SEWER UTILITY SERVICE IN <u>TRAVIS</u> COUNTY

Го:	Cottonwood	l Creek WCI	D No. 2	Date Notice Mailed: August 15, 2002
	(Neighborin	g System or 0	City)	
	c/o James D	Oougherty		
	Cole & Dou	igherty		
	5120 Bayar	d Lane		
	(Address)			
	Houston, To	exas 77006		
	(City	State	Zip)	
Н	ORNSBY BEN	ND UTILITY	COMPANY	has filed an application to amend CCN No.11978 and

Name of Applicant
CCN No. 20650 with the Texas Natural Resource Conservation Commission to provide water utility and sewer service in Travis County.

The proposed utility service area is located approximately 15 miles <u>east</u> of downtown <u>Austin</u>, Texas, and is generally bounded on the north by <u>Old Hwy. 20</u>; on the east by <u>a line approximately 7,000 feet east of Burleson Manor Road</u>; on the south and west by <u>the Colorado River</u>.

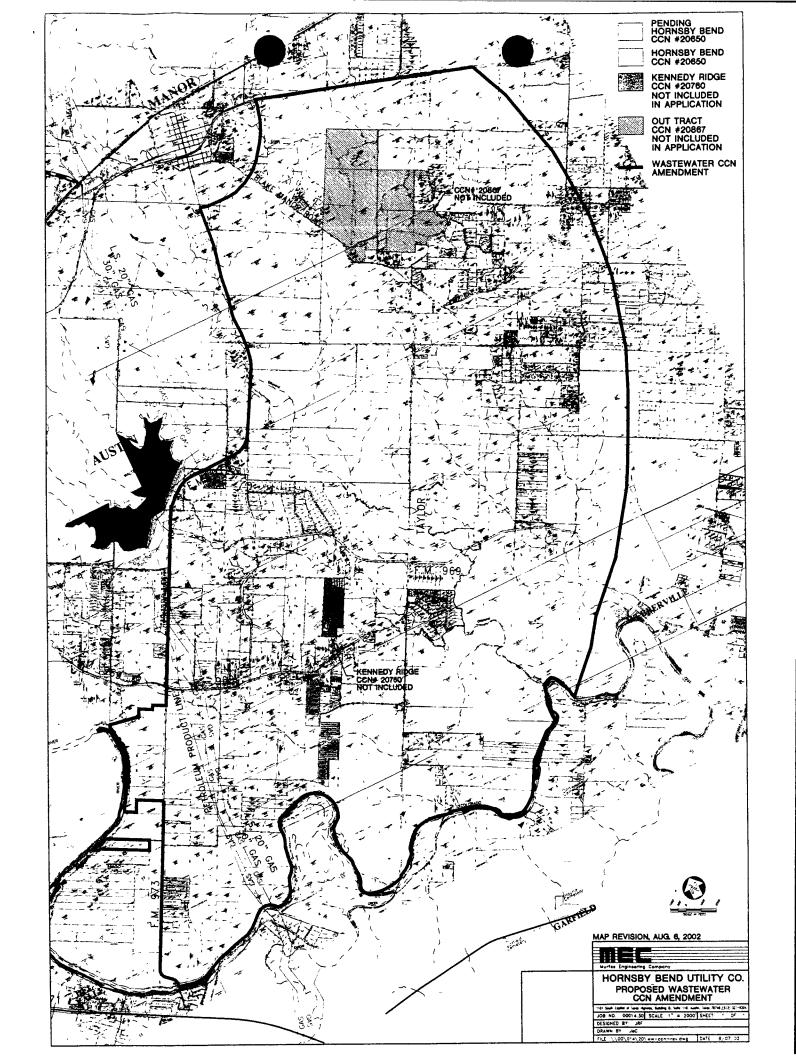
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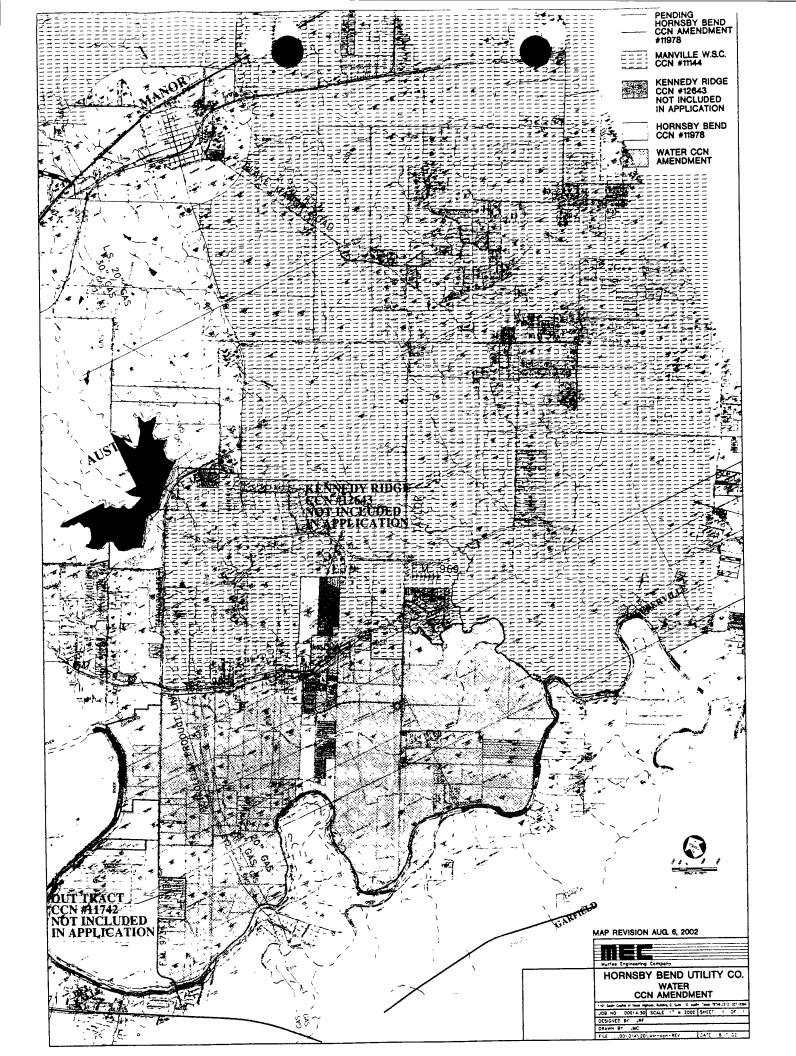
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Texas Natural Resource Conservation Commission
Water Permits and Resource Management Division
Utilities and Districts Section, MC-153
P. O. Box 13087
Austin, TX 78711-3087

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## NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE WATER/SEWER UTILITY SERVICE IN TRAVIS\_COUNTY

To:	Cottonwoo	d Creek WCI	D No. 3	Date Notice Mailed: August 15, 2002
	(Neighboria	ng System or	City)	
	c/o Armbri	ust & Brown,	L.L.P	
	100 Congr	ess Avenue, S	uite 1300	
	(Address)			<del>_</del>
	Austin, Te	xas 78701		
	(City	State	Zip)	
HC		ND UTILITY f Applicant	COMPANY	has filed an application to amend CCN No.11978 and
CCN		••	Natural Resource	ce Conservation Commission to provide water utility and
		avis County.	•	
The p	roposed utilit	y service area	is located appro	oximately 15 miles east of downtown Austin, Texas, and

is generally bounded on the north by Old Hwy. 20; on the east by a line approximately 7,000 feet east of

The total area being requested includes approximately 350 acres and 0 current customers.

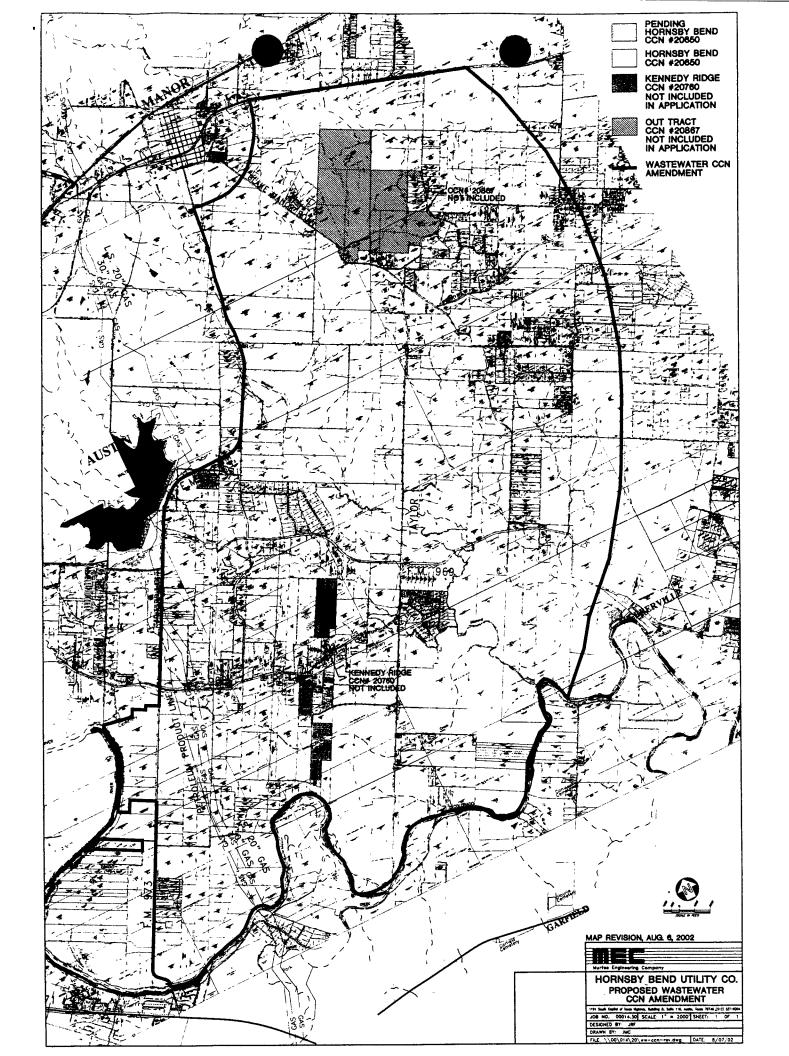
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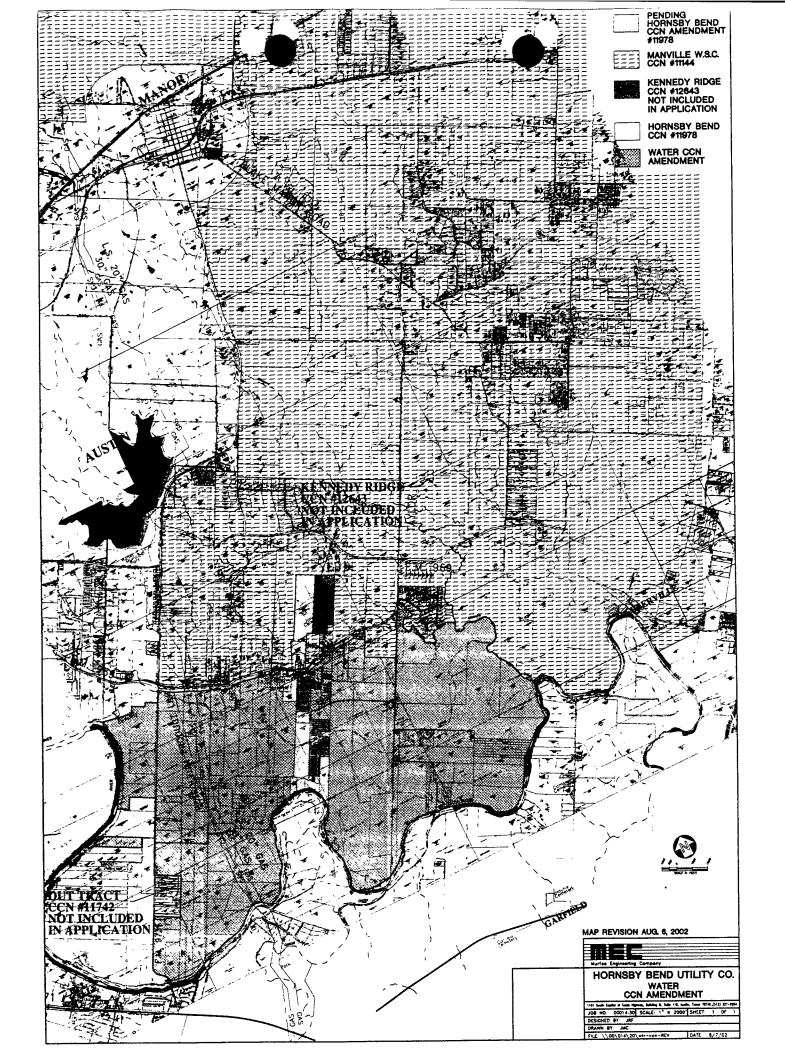
Persons who wish to intervene or comment should write the:

Burleson Manor Road; on the south and west by the Colorado River.

Texas Natural Resource Conservation Commission
Water Permits and Resource Management Division
Utilities and Districts Section, MC-153
P. O. Box 13087
Austin, TX 78711-3087

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# NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE WATER/SEWER UTILITY SERVICE IN <u>TRAVIS</u> COUNTY

Date Notice Mailed: August 15, 2002

(1,101811001			
c/o Armb	rust & Brown,	L.L.P.	<del></del>
100 Cong	ress Avenue, S	uite 1300	manna
(Address)			
Austin, To	exas 78701		
(City	State	Zip)	
HORNSBY BI	END UTILITY	COMPANY	has filed an application to amend CCN No.11978 and
	of Applicant	N. ( 1 D	Cti Cicion to movido viotor utility and
		Natural Resour	ce Conservation Commission to provide water utility and
<u>sewer</u> service in <u>T</u>	<u>Fravis</u> County.		

The proposed utility service area is located approximately 15 miles <u>east</u> of downtown <u>Austin</u>, Texas, and is generally bounded on the north by <u>Old Hwy. 20</u>; on the east by <u>a line approximately 7,000 feet east of Burleson Manor Road</u>; on the south and west by <u>the Colorado River</u>.

The total area being requested includes approximately 350 acres and 0 current customers.

A request for a public hearing must be in writing. You must state (1) your name, mailing address, and daytime telephone number; (2) the applicant's name, application number or another recognizable reference to this application; (3) the statement, "I/we request a public hearing"; (4) a brief description of how you or the persons you represent, would be adversely affected by the granting of the application for a CCN; and (5) your proposed adjustment to the application or CCN which would satisfy your concerns and cause you to withdraw your request for a hearing.

Persons who wish to intervene or comment should write the:

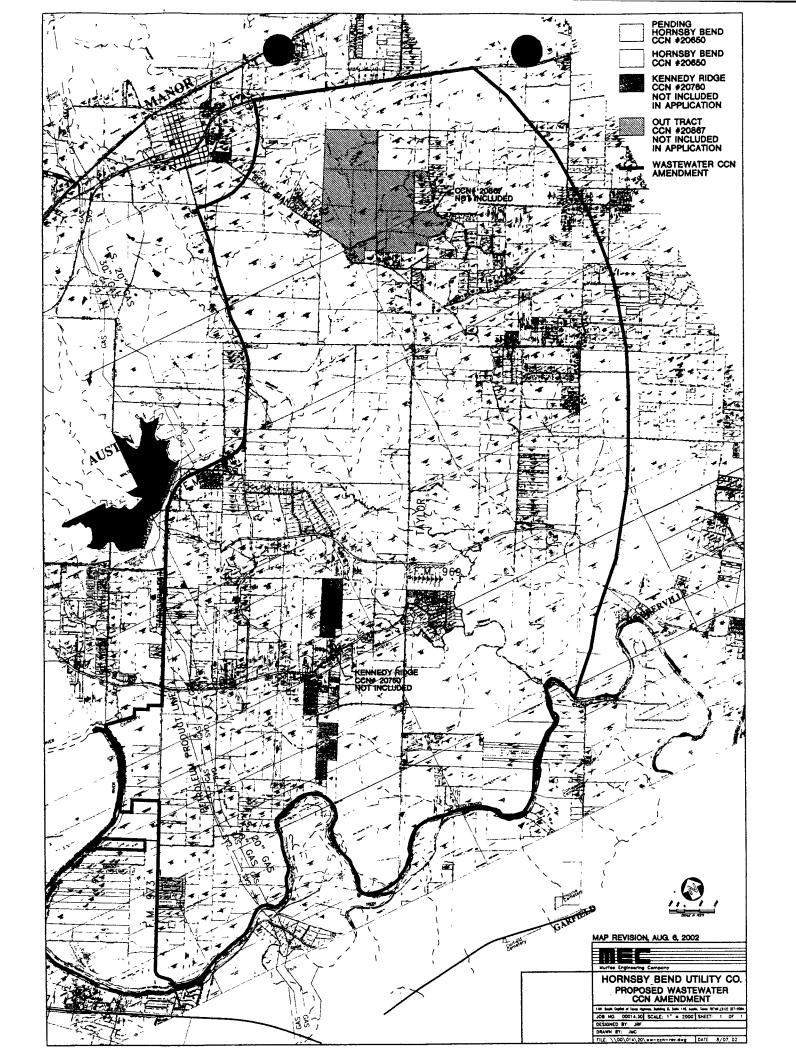
Texas Natural Resource Conservation Commission
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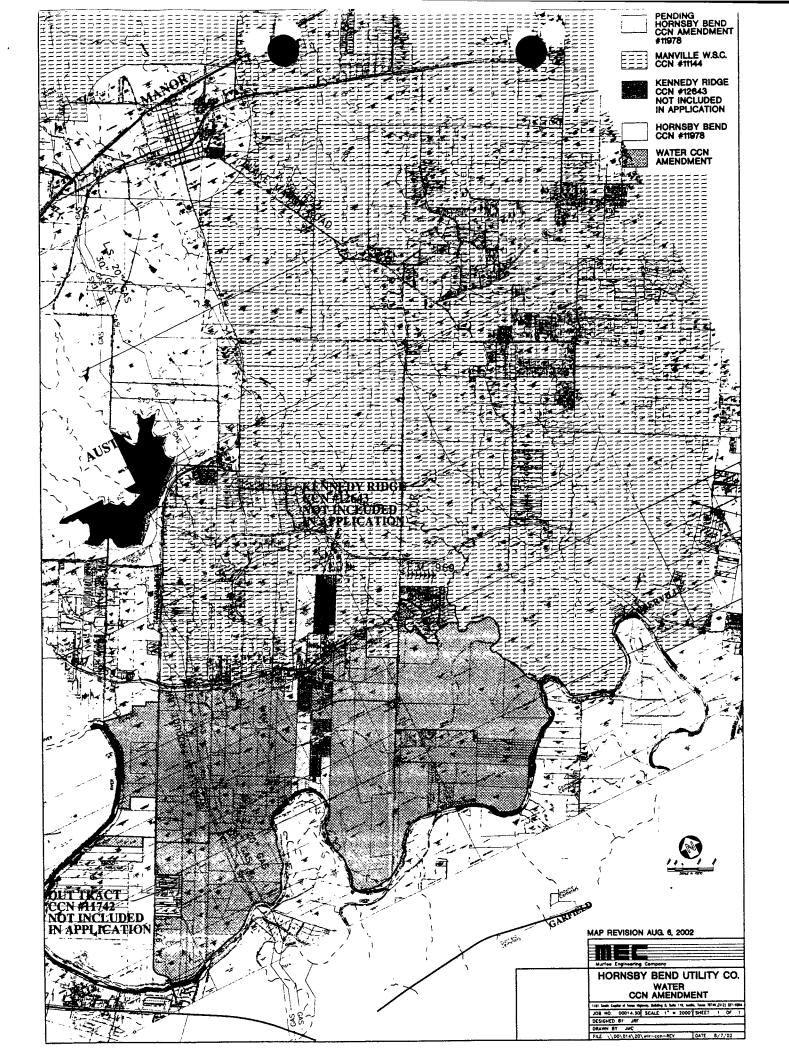
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If a public hearing is requested, the Executive Director will not issue the CCN and will forward the application to the State Office of Administrative Hearings (SOAH) for a hearing. If no settlement is reached and an evidentiary hearing is held, the SOAH will submit a recommendation to the Commission for final decision. If an evidentiary hearing is held, it will be a legal proceeding similar to a civil trial in state district court.

To:

Travis County MUD No. 2
(Neighboring System or City)







## NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE WATER/SEWER UTILITY SERVICE IN TRAVIS COUNTY

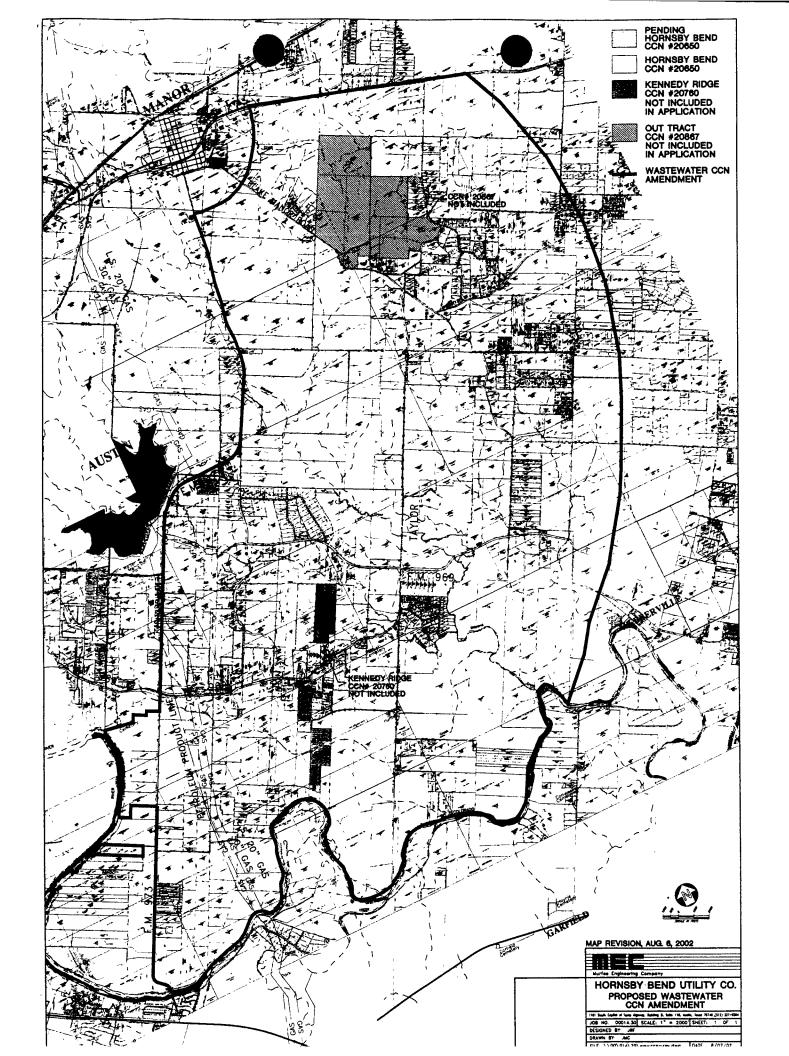
Го:	River Tim	ber Water Sup	ply	Date Notice Mailed: August 15, 2002
	(Neighbori	ng System or	City)	
	2404 Rutla	and Drive, Sui	te 104	
	(Address)			
	Austin, Te	xas 78758		
	(City	State	Zip)	
				1.00000 1.
<u> HC</u>	<u>ORNSBY BE</u>		COMPANY	has filed an application to amend CCN No. <u>11978</u> and
CCN		of Applicant with the Texas	Natural Resour	ce Conservation Commission to provide water utility and
		ravis County.		-
				oximately 15 miles east of downtown Austin, Texas, and
is gen	erally bound	ed on the nort	h by <u>Old Hwy.</u>	20; on the east by a line approximately 7,000 feet east of
Burle	son Manor R	oad; on the so	uth and west by	the Colorado River.
The to	otal area bein	g requested in	cludes approxim	mately 350 acres and 0 current customers.

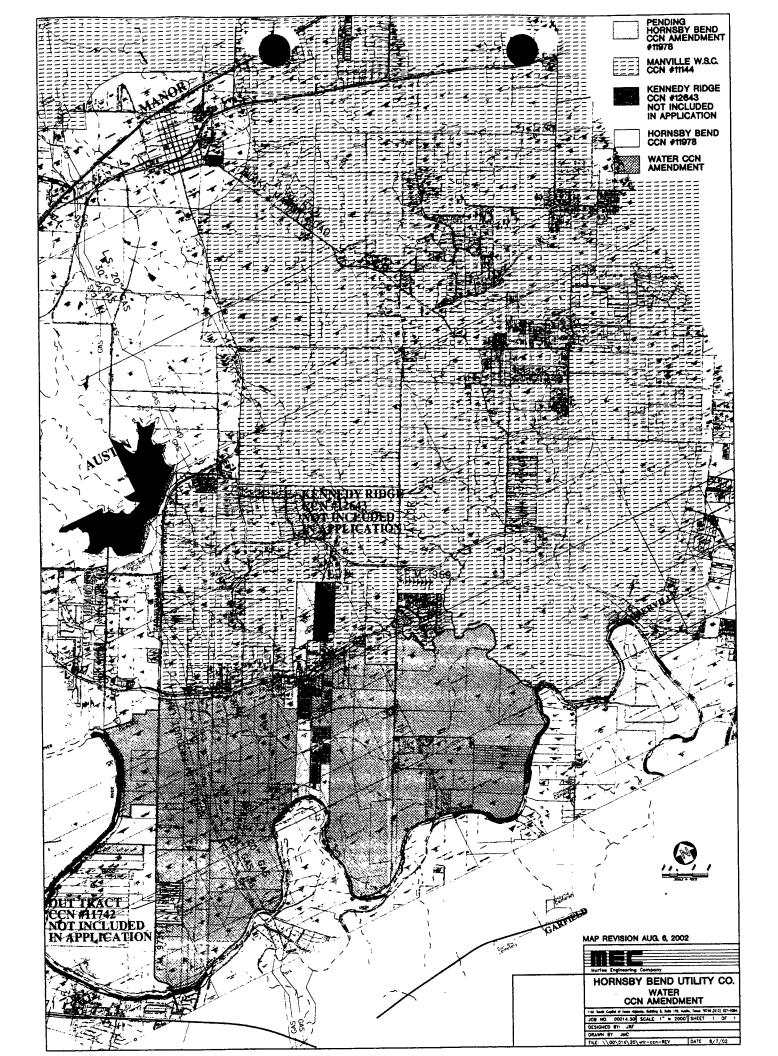
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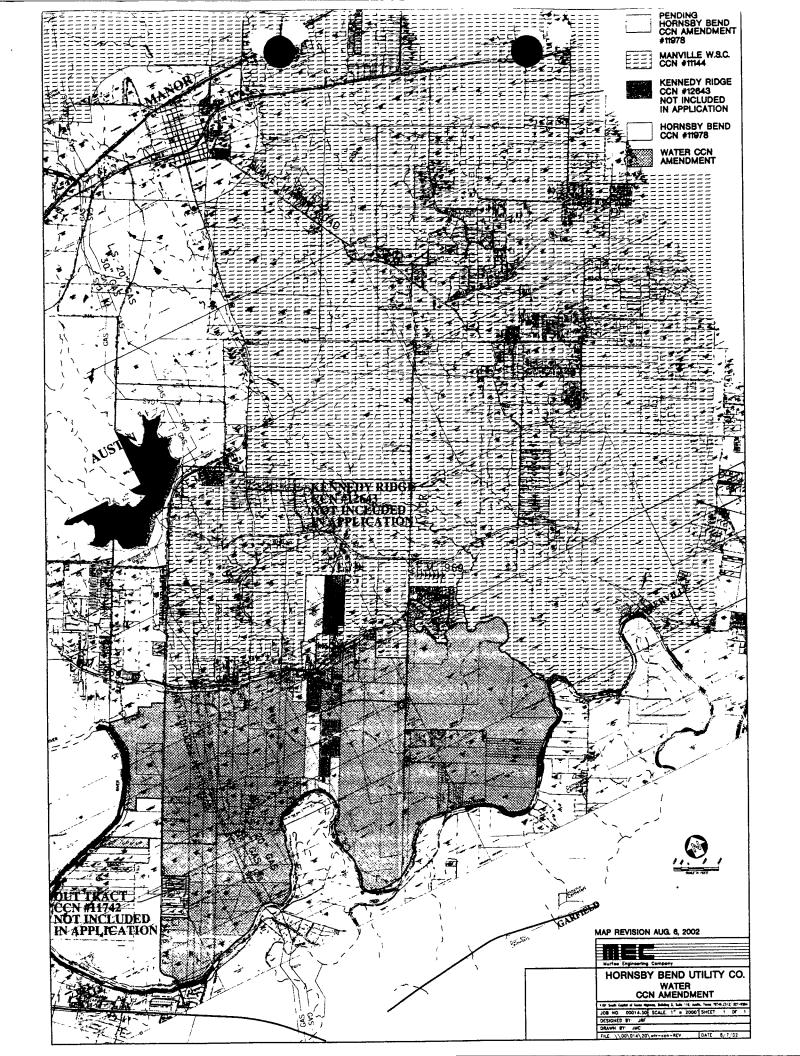
Persons who wish to intervene or comment should write the:

Texas Natural Resource Conservation Commission Water Permits and Resource Management Division Utilities and Districts Section, MC-153 P. O. Box 13087 Austin, TX 78711-3087

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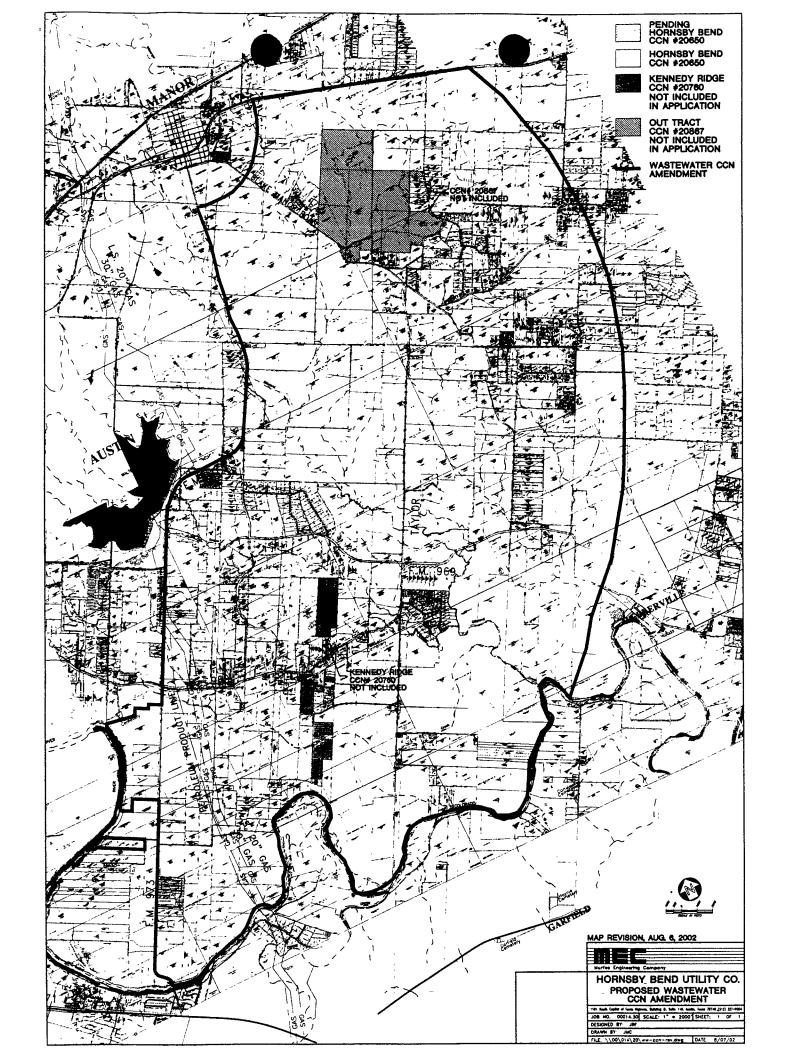
To:	Aqua Wat	er Supply Cor	poration	Date Notice Mailed: August 15, 2002
	(Neighbori	ing System or	City)	
	P.O. Drav	•	• /	
	(Address)			<del></del>
	Bastrop, 7	Texas 78602		
	(City	State	Zip)	
H		END UTILITY	COMPANY	has filed an application to amend CCN No.11978 and
CCN		of Applicant With the Texas	Natural Resour	ce Conservation Commission to provide water utility and
		ravis County.		
The	proposed utili	ty service area	is located appr	oximately 15 miles east of downtown Austin, Texas, and
				20; on the east by a line approximately 7,000 feet east of
_	=		•	the Colorado River.
			•	mately 350 acres and 0 current customers.
A re	quest for a pu	iblic hearing n	nust be in writi	ng. You must state (1) your name, mailing address, and
				me, application number or another recognizable reference
				est a public hearing"; (4) a brief description of how you or
				fected by the granting of the application for a CCN; and (5)
_	-		•	CCN which would satisfy your concerns and cause you to

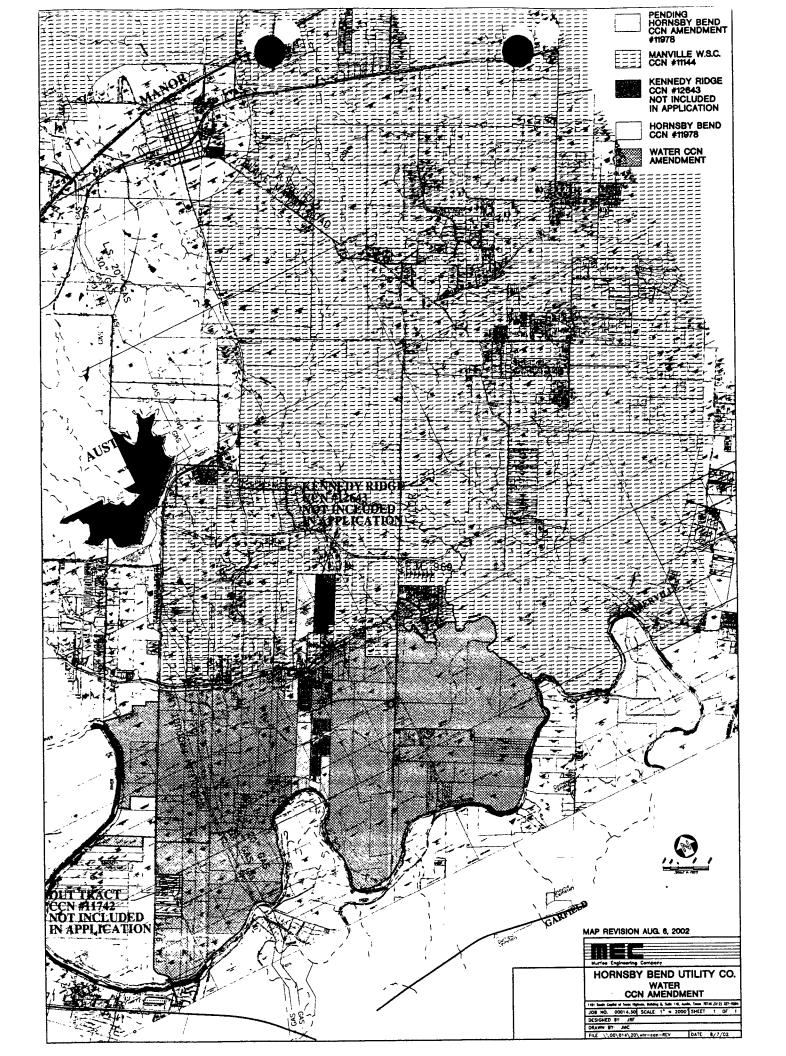
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withdraw your request for a hearing.

Texas Natural Resource Conservation Commission
Water Permits and Resource Management Division
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P. O. Box 13087
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AUG 3 0 2002

Norwood Tower, 114 West 7th Street, P.O. Box 1088 Austin, Texas 78767-8845 (512)974-2268

Writer's Direct Line

Writer's Fax Line

512 / 974-2568

512 / 974-2912

August 30, 2002

Hand-Delivered

Ms. LaDonna Castanuela, Chief Clerk Office of the Chief Clerk Texas, Natural Resource Conservation Commission P.O. Box 13087 Austin, Texas 78711-3087

Texas Natural Resource Conservation Commission Water Permits and Resources Management Division Utilities and Districts Section, MC-153 P.O. Box 13087 Austin, Texas 78711-3087

SUBJECT:

Hornsby Bend Utility Company, Application to Amend CCN Nos. 11978

and 20650; Application Nos. 33988-C and 33989-C

Dear Ms. Castanuela:

The City of Austin ("City") requests a public hearing on the application of Hornsby Bend Utility Company ("Hornsby Bend") to Amend CCN Nos. 11978 and 20650. The City may be contacted by mailing correspondence to my address shown on this letterhead and by telephone to my direct number (512) 974-2568.

The City is a municipal corporation that owns, operates, and maintains facilities for providing water and wastewater utility services. The City has a personal justiciable interest that would be adversely affected by the application to amend CCN Nos. 11978 and 20650. The proposed amendment to CCN Nos. 11978 and 20650 overlaps the proposed water and sewer service areas of the City, and would adversely affect the legal authority of the City under state law over issues contemplated by this application. The proposed CCN amendments would also adversely affect the economic interest of the City regarding the

LaDonna Castanuela -August 30, 2002 Page 2

provision of water and sewer utility services to customers within the proposed water and sewer utility service area. The City bases its request for a public hearing on the following legal and economic concerns:

- 1. The proposed CCN amendments overlap the proposed water and sewer service areas of the City. According to information provided to the City by the TNRCC, the requested water and sewer utility service areas in Hornsby Bend's application overlaps the proposed water and sewer service areas requested by the City in Application No. 33562-C and Application No. 33563-C. The proposed amendments adversely affect the City's economic interest in providing urban-level water and sewer services to customers residing within the areas overlapped by Hornsby's application. The proposed water and sewer utility service area is within the City's extraterritorial jurisdiction and current Impact Fee Area. The City has authority under Chapter 395 of the Local Government Code and the Austin Code of Ordinances to impose water and sewer impact fees for capital improvements related to water and sewer service in its Impact Fee Area. The City's Impact Fee Area is established by the Austin City Council. The proposed amendment of CCN Nos. 11978 and 20650 would adversely affect the authority of the City under state law to assess and collect water and sewer impact fees.
- 2. The City has the demonstrated ability to provide continuous and adequate urbanlevel water and sewer service to the proposed water and sewer utility service area. The City possesses the requisite financial, managerial, and technical resources to provide cost-effective water and sewer services to customers residing in the proposed water and sewer utility service area within its jurisdiction. The City has multiple regional water facilities serving approximately 176,000 water connections in portions of Travis, Williamson, and Hays counties. Currently, the City provides water service to virtually all land within its corporate limits. More specifically, the City provides wholesale service, through a wholesale water supply agreement, to Manville Water Supply Corporation, a retail water supplier whose certificated water service area is adjacent to the proposed water utility service area. By and through its wholesale and retail customer relationships, the City provides urban-level wastewater service to over 154,000 customers within Travis and Williamson Counties. The City owns three regional wastewater treatment plants, and owns wastewater treatment facilities near the area that could be used to provide sewer service to customers that reside in the proposed sewer service area. The City does not believe that Hornsby Bend possesses the requisite financial, managerial, and technical resources to provide cost-effective urban-level water and wastewater services to customers residing in the proposed water and sewer utility service areas. The City also does not believe that Hornsby Bend has the technical capability to provide continuous or adequate water and sewer services for urban-level development in the proposed water and sewer

utility service area. Additionally, the City does not believe that Hornsby Bend has access to an adequate water supply or wastewater treatment capacity to provide continuous and adequate service to the proposed water and sewer utility service areas. In contrast, the City has the necessary water supply, wastewater treatment capacity, and resources and has provided wholesale and retail water and sewer utility services to its customers for decades; and is capable of meeting the requirements of the Commission and Chapter 13 of the Water Code.

- 3. According to information provided to the City, proposed developments in the proposed water and sewer utility service area may include subdivisions that require urban-level water and sewer utility service, which the City currently provides to its customers. The provision of urban-level water and sewer utility service in the proposed water and sewer utility service area is consistent with the requirements in the Austin City Code and Design Criteria Manual and would provide fire flows for connections in the proposed water utility service area and the construction of compatible sewer facilities in the proposed sewer utility service area.
- 4. The granting of Hornsby Bend's proposed amendment to CCN Nos. 11978 and 20650 would adversely affect the City's Water and Wastewater Utility because it would permit Hornsby Bend to extend retail water and sewer utility service to customers within the City's extraterritorial jurisdiction and current Impact Fee Area. The granting of the proposed amendment to CCN's 11978 and 20650 would adversely affect the City's economic interest in providing urban-level water and sewer services to customers residing within the proposed water and sewer utility service areas that are primarily within its extraterritorial jurisdiction and adversely affect the City's economic interest in collecting revenue for water and sewer services provided within its extraterritorial jurisdiction.
- 5. It is feasible for the proposed water and sewer utility service area to be served by the City. The City possesses the requisite financial, managerial, and technical resources to provide cost-effective urban-level water and sewer services to customers residing in the proposed water and sewer utility service areas. Presently, the City is conducting engineering planning that will result in wastewater collection, treatment, and disposal services for a subregional area that includes the proposed sewer utility service area. Additionally, the City in negotiating long-term water supply agreements with other water suppliers that may be used to provide cost-effective urban-level water service to customers residing in the proposed water utility service area. The City does not believe that Hornsby Bend can provide urban-level cost-effective water and sewer service to customers in the proposed water and sewer utility service areas or meet the Commission's applicable public water supply requirements or design criteria for sewer systems.
- 6. The City could provide improved water and sewer service at lower long-term costs to consumers in the proposed water and sewer utility service areas. Because of the City's financial, managerial, and technical capability, it is able to provide improved water and sewer service at lower costs for comparable service to customers in the proposed water and sewer utility service areas. The quality of the service the City can provide exceeds that of Hornsby Bend.

LaDonna Castanuela -August 30, 2002 Page 4

To promote and protect the general health, safety and welfare of persons residing within its jurisdiction, the City requests that the proposed amendment of CCN Nos. 11978 and 20650 be denied.

Please schedule this hearing request for an evidentiary hearing at the State Office of Administrative Hearings and advise me of the time and date of the hearing. If you have any questions, please call me at (512) 974-2568.

Sincerely

Ronnie Jones

Assistant City Attorney

xc: Doug Holcomb, TNRCC

Sedora Jefferson, City Attorney

Martha Terry, Division Chief

Ken Ramirez, Bracewell and Patterson

Joe Canales, Deputy City Manager

Chris Lippe, Director, Water and Wastewater Utility

Andy Covar, Assistant Director, Water and Wastewater Utility

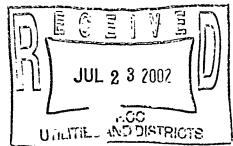
Bart Jennings, Water and Wastewater Utility

## LAW OFFICES OF MARK H. ZEPPA, P.C.

4833 Spicewood Springs Road, Suite 202 Hornsby, Texas 78759-8436 (512) 346-4011 Fax (512) 346-6847 mhzeppa@attglobal.net

July 22, 2002

Mr. Doug Holcomb, PE Utilities & Districts Section Texas Natural Resource Conservation Commission P O Box 13087, MC 153 Hornsby, Texas 78711-3087



Re: Water and Sewer CCN Application of the Hornsby Bend Utility Company, Inc.; CCN Nos. 11978 and 20650; Administrative Review No. A-124-2

Dear Mr. Holcomb:

AquaSource Utility, Inc. and its affiliate, AquaSource Development Company, Inc., (together hereinafter "AquaSource") protest and request a public hearing on the water and sewer CCN application recently filed by the Hornsby Bend Utility Company, Inc. (Hornsby). Hornsby has filed companion large-area CCN amendment applications covering territory generally north of the Colorado River, east of the City of Austin, south of the City of Manor and west of Bastrop County.

As a neighboring sewer utility, AquaSource is uniquely affected by the sewer portion of this application. AquaSource, through AquaSource Development Company, has a certificated area surrounded by the area sought by Hornsby. Granting the application could prevent expansion of AquaSource's existing regional utility. Granting Hornsby's application could take away AquaSource's statutory 1/4-mile service area buffer zone. AquaSource has the ability to expand its sewer service facilities and meets the known immediate service needs of the immediate area. AquaSource has received requests from neighboring landowner(s) to do so. AquaSource has service requests from affected landowners that would be directly impacted by a Hornsby CCN. Additional service from Hornsby is not needed at this time. Hornsby's application is premature on this scale.

AquaSource, through both AquaSource Utility, Inc. and AquaSource Development Company, have a multi-year history of providing continuous and adequate water and wastewater utility service throughout Texas and particularly in Travis County. AquaSource stands ready, willing and able to do so where requested under the terms of its tariff and the TNRCC's rules where such service is not already being provided. AquaSource will provide such service as the

Mr. Doug Holcomb, PE July 22, 2002 Page 2

need for service arises, which is what AquaSource understands the current policy of the TNRCC to be as advocated by the Executive Director in repeated certification dockets affecting AquaSource and other similarly situated investor-owned utilities. AquaSource is a regional water and sewer utility alternative under Texas Water Code §13.241(d) and the TNRCC Regionalization Guidance Document of August 3, 1999. Granting an exclusive water or sewer service license inside the requested service areas would prevent a more qualified, more cost effective and timelier water and/or sewer utility, such as AquaSource, from providing that alternate service.

For these reasons, AquaSource submits that Hornsby's application must go through public review and strict regulatory scrutiny through the contested case process. After the conclusion of the hearings, Hornsby should be granted a CCN to only those areas to which Hornsby can most timely and most cost effectively provide continuous and adequate potable domestic water and/or sewer collection and treatment service and which have a realistic need for Hornsby's service.

AquaSource respectfully submits that this application be sent to SOAH on an expedited basis and consolidated with Hornsby's two other outstanding CCN applications and the water and sewer CCN applications of the City of Austin – SOAH Docket No. 582-02-3056 and TNRCC Docket No. 2002-0189-UCR. The three Hornsby applications have many duplicate issues of fact and law. Two have already been consolidated with the Austin applications. The other dockets will not be unreasonably delayed if the Executive Director will expedite his SOAH referral without waiting for all notice periods to run.

I will be the designated representative of AquaSource in this cause and can be served with notices, orders, etc. at my office address printed above.

Sincerely yours,

Mark H. Zeppa

cc: John Carlton

Mike Howell Ken Ramirez Ronnie Jones

Ron Freeman

John Deering Madison Jechow

Gary Bradley

David Beyer, PE

Valerie Lord

### ARMBRUST & BROWN, L.L.P.

ATTORNEYS AND COUNSELORS

100 CONGRESS AVENUE, SUITE 1300 AUSTIN, TEXAS 78701-2744 (512) 435-2300

TELECOPIER (512) 435-2360

JOHN J. CARLTON (512) 435-2308 jcarlton@abaustin.com

August 15, 2002

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

Ms. Lisa Mejia
Mail Code 153, Utility and District Section
Texas Natural Resource Conservation Commission
and P.O. Box 13087
Austin, Texas 78711-3087

RECEIVED

AUG 1 9 2002 UTILITY OVERSIGHT GROUP

RE:

Application from Hornsby Bend Utility Company, Inc. to Amend Certificates of Convenience and Necessity (CCN) Nos. 11978 and 20650 in Travis County; Application Nos. 33988-C and 33989-C

Dear Ms. Mejia:

In your letter dated August 1, 2002, you indicate that the location maps enclosed with Hornsby Bend's CCN applications appear to overlap the certified areas of Kennedy Ridge Water Supply Corporation ("Kennedy"), Nighthawk Water Supply Corporation, Inc. ("Nighthawk"), and Manville Water Supply Corporation ("Manville"). You asked that we provide you with written documentation on how the overlaps will be handled.

The application was not intended to overlap Kennedy, Nighthawk or Manville. Enclosed with this letter you will find revised location maps, and a CD-rom containing the maps, delineating the proposed service areas. Hornsby Bend understands that the proposed service area does overlap the area in which the City of Austin ("Austin") has included in its Application to Amend CCN (Application Nos. 33562-C and 33563-C). The proposed service area is not within the Austin city limits.

The City of Austin has protested Hornsby Bend's previous applications to amend CCN Nos. 11978 and 20650. Hornsby Bend has been advised by Austin that it will protest this application as well. Consequently, Hornsby Bend requests that this Application to Amend CCN Nos. 11978 and 20650, Application Nos. 33988-C and 33989-C be forwarded directly to the State Office of Administrative Hearings for processing as soon as possible to allow consolidation of the application with the ongoing contested case.

## ARMBRUST & BROWN, L.L.P.

Page 2..

If you have any questions, please do not hesitate to call me.

Sincerely,

ARMBRUST & BROWN, L.L.P.

JOHN J. CARLTON

80

Enclosures

cc: D

Dave Goodrum

Latius Prikryl

Robert J. Huston, Chairman R. B. "Ralph" Marquez, Commissioner Kathleen Hartnett White, Commissioner Jeffrey A. Saitas, Executive Director



## TEXAS NATURAL RESOURCE CONSERVATION COMMISSION

Protecting Texas by Reducing and Preventing Pollution

August 1, 2002

Mr. John J. Carlton, Attorney Armbrust & Brown, L.L.P. 100 Congress Avenue, Suite 1300 Austin, Texas 78701-2744

Application from Hornsby Bend Utility Company, Inc., Certificates of Convenience and Necessity (CCN) Re: Nos. 11978 and 20650, to Decertify a Portion of CCN No. 20706 from Kennedy Ridge Water Supply Corporation, to Decertify a Portion of CCN No. 11742 from Nighthawk Water Supply Company, Inc., to Decertify a Portion of CCN No. 11144 from Manville Water Supply Corporation, and to Amend CCN Nos. 11978 and 20650 in Travis County; Application Nos. 33988-C and 33989-C

Dear Mr. Carlton:

Your application has been accepted for filing, and Ms. Lisa Mejia has been assigned to perform the technical review. The applications have been assigned Application Nos. 33988-C and 33989-C. Please refer to these numbers in future correspondence.

Your next step is to provide the <u>revised</u> public notices without delay. The notice to the public must be published once each week for two (2) consecutive weeks in a newspaper of general circulation in Travis County. It is the responsibility of the applicant to provide correct notice of the application to any utilities within two (2) miles of your proposed service area, any city with an extraterritorial jurisdiction which overlaps the proposed service area, customers, or other affected parties in your requested area. Check the notices carefully before mailing or publishing.

A review of our files and maps indicates that, in addition to the neighboring utilities noted on your application, you must provide notice to the following utilities:

River Timber Water Supply (CCN No. 12293) Aqua Water Supply Corporation (CCN No. 10294)

Information related to utilities and districts including addresses can be obtained from the TNRCC web site located at www2.tnrcc.state.tx.us/iwud.

As proof that notice was provided, you are required to send us the following:

- an original and three copies of a publisher's affidavit of the newspaper publication with tear sheets a) of the published notice attached;
- four copies of each individual notice and map sent to neighboring utilities and other affected parties; b)
- four copies of the notice sent to customers; and

Mr. John J. Carlton, Attorney Page 2 August 1, 2002

d) an original and three copies of the signed affidavits that individual notice to neighboring utilities, customers, and affected individuals has been given. (Copies of the Affidavit forms are enclosed with this letter.)

Include the enclosed location map delineating the proposed service area with your individual notices to neighboring utilities and other affected parties.

There also appears to be an overlap of your proposed service area with the certified service area of Kennedy Ridge Water Supply Corporation, Nighthawk Water Supply Company, Inc. and Manville Water Supply Corporation. Enclosed is a map showing the overlap of your proposed water and sewer CCN area with the CCN areas of Kennedy Ridge Water Supply Corporation, Nighthawk Water Supply Company, Inc. and Manville Water Supply Corporation.

Please provide written documentation on how the overlaps will be handled. There are several options to resolving this overlap. One is to amend your application by submitting revised maps and change the requested CCN area so as to not include the areas of overlap. The second option is for you to meet with Kennedy Ridge Water Supply Corporation, Nighthawk Water Supply Company, Inc. and Manville Water Supply Corporation and work out an agreement whereby Kennedy Ridge Water Supply Corporation, Nighthawk Water Supply Company, Inc. and Manville Water Supply Corporation agrees to decertification of the areas of overlap. Written documentation from Kennedy Ridge Water Supply Corporation, Nighthawk Water Supply Company, Inc. and Manville Water Supply Corporation agreeing to decertification is required. If an agreement is not reached, you would have to provide compelling evidence that Kennedy Ridge Water Supply Corporation, Nighthawk Water Supply Company, Inc. and Manville Water Supply Corporation could not provide acceptable service. The notices have been revised to propose decertification of the portions of Kennedy Ridge Water Supply Corporation, Nighthawk Water Supply Company, Inc. and Manville Water Supply Corporation in the event this is considered. If Nighthawk Water Supply Company, Inc. is providing service to any customers in the overlapping area, notice of the proposed decertification must be provided to each of these customers.

In addition, your proposed area overlaps the corporate limits and proposed area of the City of Austin. Please provide a copy of a consent, franchise, permit or license granted by the City.

These items must be completed and returned by <u>September 6, 2002</u>. Processing of this application cannot proceed until the close of the 30 day public comment period which begins after all the required notices have been given. If we do not receive the requested information by this date, your application may be returned for failure-to prosecute.

If you have any questions, please contact Ms. Lisa Mejia at 512/239-6117, or if by correspondence, include Mail Code 153 in the letterhead address.

Sincerely,

Victoria R. Harkins, Ph.D., P.E.

Utilities & Districts Section

Water Supply Division

VRH/LM/ac

Enclosures

whelle abrans

### Notice for Publication

# NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE WATER AND SEWER UTILITY SERVICE IN <u>TRAVIS</u> COUNTY

Hornsby Bend Utility Company, Inc. has filed an application to amend CCN No.11978, to amend CCN No. 20650 and to decertify portions of Kennedy Ridge Water Supply Corporation, Nighthawk Water Supply Company, Inc. and Manville Water Supply Corporation with the Texas Natural Resource Conservation Commission to provide water and sewer utility service Travis County.

The proposed utility service area is located approximately <u>15</u> miles <u>east</u> of downtown <u>Austin</u>, Texas, and is generally bounded on the north by <u>Old Hwy. 20</u>; on the east by <u>a line approximately 7,000 feet east of Burleson Manor Road</u>; on the south and west by <u>the Colorado River</u>.

The total area being requested includes approximately <u>350</u> acres and <u>0</u> current customers.

A copy of the proposed service area map is available at <u>ECO Resources</u>, Inc., 9511 RR 620 North, Austin, Texas 78726 (512) 335-7580

A request for a public hearing must be in writing. You must state (1) your name, mailing address, and daytime telephone number; (2) the applicant's name, application number or another recognizable reference to this application; (3) the statement, "I/we request a public hearing"; (4) a brief description of how you or the persons you represent, would be adversely affected by the granting of the application for a CCN; and (5) your proposed adjustment to the application or CCN which would satisfy your concerns and cause you to withdraw your request for a hearing.

Persons who wish to intervene or comment should write the:

Texas Natural Resource Conservation Commission
Water Supply Division
Utilities and Districts Section, MC-153
P. O. Box 13087
Austin, TX 78711-3087

within thirty (30) days from the date of this publication or notice. A public hearing will be held only if a legally sufficient hearing request is received or if the Commission on its own motion requests a hearing. Only those individuals who submit a written hearing request or a written request to be notified if a hearing is set will receive notice if a hearing is scheduled.

# NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE WATER AND SEWER UTILITY SERVICE IN <u>TRAVIS</u> COUNTY

Cities

Natice to Neighboring Systems L

Го:				Date Notice Mailed:, 2002
10.	(Neighbor	ring System or	City)	
	(Address)	)		······································
	(City	State	Zip)	<del></del>

Hornsby Bend Utility Company, Inc. has filed an application to amend CCN No. 11978, to amend CCN No. 20650 and to decertify portions of Kennedy Ridge Water Supply Corporation, Nighthawk Water Supply Company, Inc. and Manville Water Supply Corporation with the Texas Natural Resource Conservation Commission to provide water and sewer utility service Travis County.

The proposed utility service area is located approximately 15 miles east of downtown Austin, Texas, and is generally bounded on the north by Old Hwy. 20; on the east by a line approximately 7,000 feet east of Burleson Manor Road; on the south and west by the Colorado River. See enclosed map of the proposed service area.

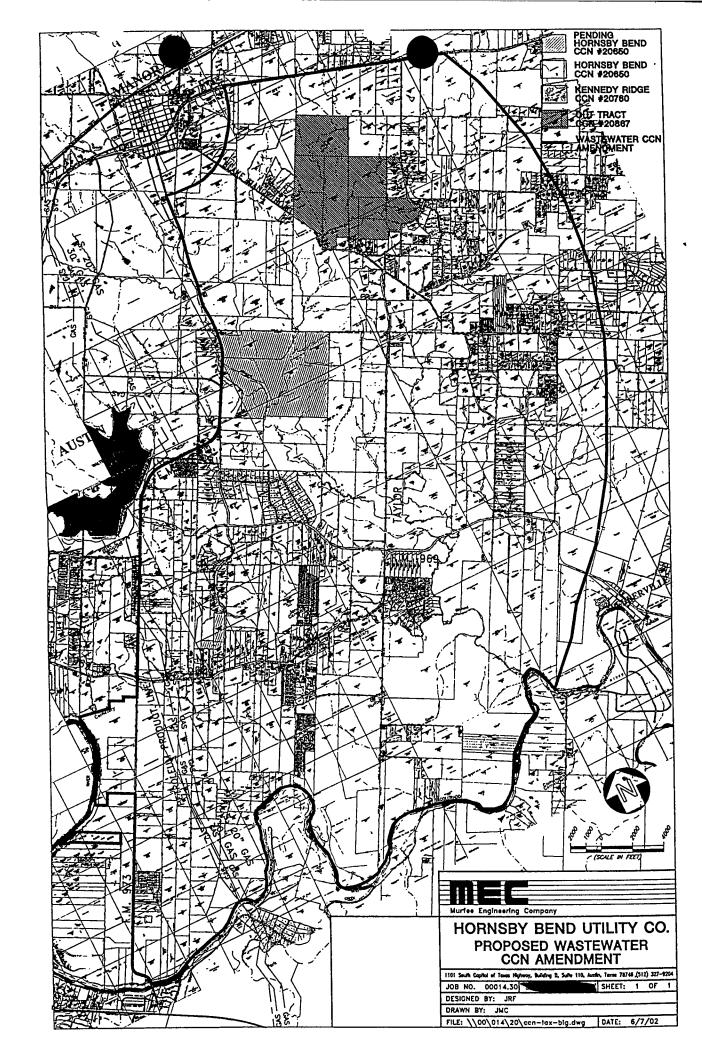
The total area being requested includes approximately 350 acres and 0 current customers.

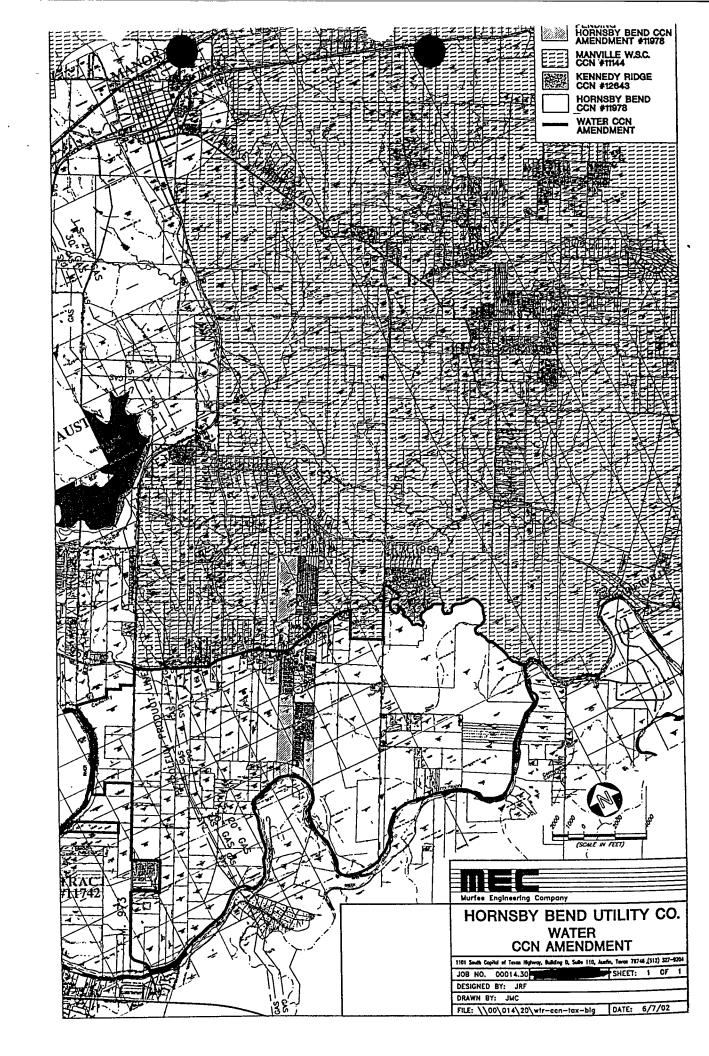
A request for a public hearing must be in writing. You must state (1) your name, mailing address, and daytime telephone number; (2) the applicant's name, application number or another recognizable reference to this application; (3) the statement, "I/we request a public hearing"; (4) a brief description of how you or the persons you represent, would be adversely affected by the granting of the application for a CCN; and (5) your proposed adjustment to the application or CCN which would satisfy your concerns and cause you to withdraw your request for a hearing.

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Water Supply Division
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P. O. Box 13087
Austin, TX 78711-3087

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# NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE WATER AND SEWER UTILITY SERVICE IN <u>TRAVIS</u> COUNTY

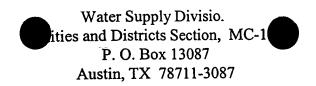
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Dear Customer:		Date Notice Mailed	, 2002
CCN No. 20650 and to decerting Water Supply Company, Inc. Resource Conservation Company.	fy portions of <u>Kennedy</u> . and Manville Water mission to provide water	plication to amend CCN No. <u>11978, propertion of Ridge Water Supply Corporation</u> , No. Supply Corporation with the Texaster and sewer utility service Travis Corporation with the Texaster and sewer utility service Travis Corporation.	ighthawk s Natural ounty.
The proposed utility service as	rea is located approxim	ately 15 miles east of downtown Aust	<u>in,</u> Texas
A copy of the proposed service Austin, Texas 78726 (512) 3  The current utility rates which	<u>35-7580</u>	e at <u>ECO Resources, Inc., 9511 RR 6</u>	20 North,
• Monthly Base Rate including connection for:  SEWER  WATER 5/8" meter 1" meter 1½" meter 2" meter Other	ng <u>2,000</u> gallons per \$34.00	Miscellaneous Fees -Regulatory Assessment -Tap Fee (Average Actual Cost) -Reconnection fee: -Non Payment (\$25.00 max -Transfer -Customer's request -Late fee -Returned Check charge	\$\$ \$\$5.00 or 10° \$
Gallonage charge of \$above minimum (same for al	_ per 1,000 gallons ll meter sizes)	-Customer Deposit (\$50.00 max) -Meter test fee (Actual Cost not exceed \$25.00)	\$ \$

Your utility service rates and fees cannot be changed by this application. If you are currently paying rates, those rates must remain in effect unchanged. Rates may only be increased if the utility files and gives notice of a separate rate change application.

-Other Fees

A request for a public hearing must be in writing. You must state (1) your name, mailing address, and daytime telephone number; (2) the applicant's name, application number or another recognizable reference to this application; (3) the statement, "I/we request a public hearing"; (4) a brief description of how you or the persons you represent, would be adversely affected by the granting of the application for a CCN; and (5) your proposed adjustment to the application or CCN which would satisfy your concerns and cause you to withdraw your request for a hearing.

Persons who wish to intervene or comment should write the:



within thirty (30) days from the date of this publication or notice. A public hearing will be held only if a legally sufficient hearing request is received or if the Commission on its own motion requests a hearing. Only those individuals who submit a written hearing request or a written request to be notified if a hearing is set will receive notice if a hearing is scheduled.

If a public hearing is requested, the Executive Director will not issue the CCN and will forward the application to the State Office of Administrative Hearings (SOAH) for a hearing. If no settlement is reached and an evidentiary hearing is held, the SOAH will submit a recommendation to the Commission for final decision. If an evidentiary hearing is held, it will be a legal proceeding similar to a civil trial in state district court.

IF A HEARING IS HELD, it is important that you or your representative attend to present your concerns. Your request serves only to cause a hearing to be held and is not used during the hearing.



## Texas Natural Resource

## **Conservation Commission**

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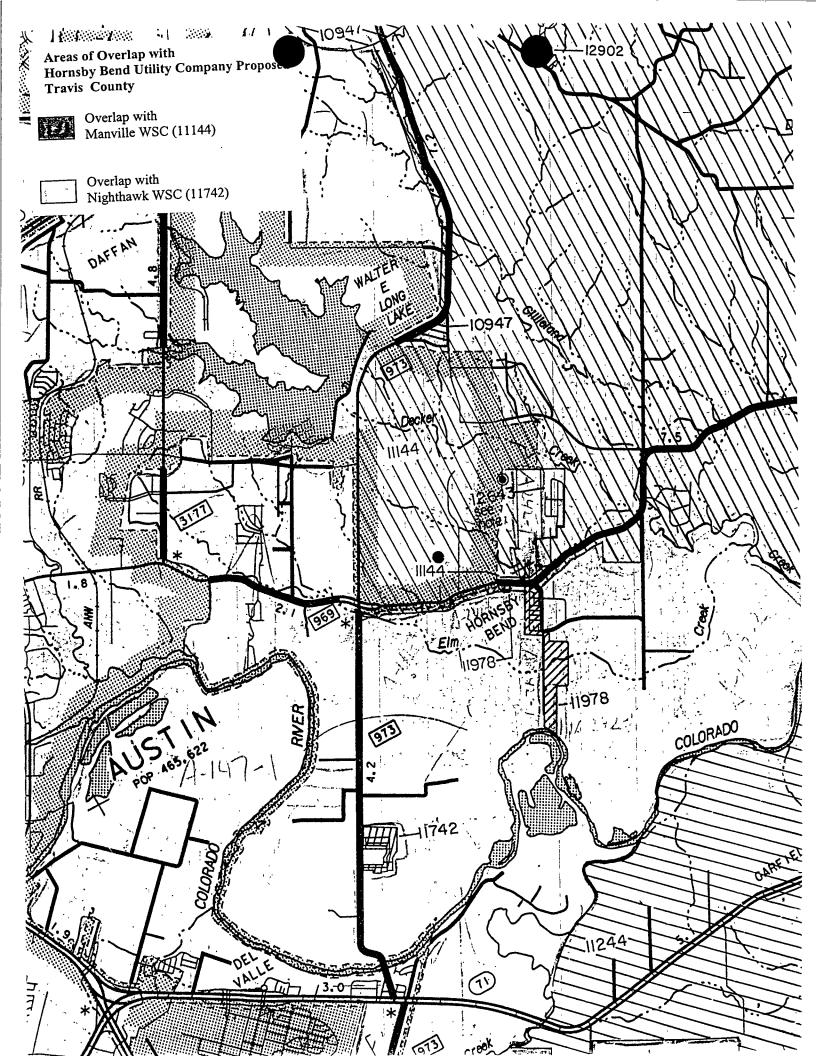


## Texas Natural Resource Conservation Commission

## APPLICATION NO.\_\_\_\_

# AFFIDAVIT OF NOTICE TO NEIGHBORING UTILITIES AND AFFECTED PARTIES

COUNTY OF	TE OF TEXAS	•
	has provided individua	al notice to
the following entities:	DATE	
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	OATH	
I,	, being duly sworn, file this	
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in such capacity, I am qualified and authorize	to file and verify such form, am personally famil	
notices given with this application, and have	omplied with all notice requirements in the application of the statements made and matters set for therein a	lication and
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notices given with this application, and have application acceptance letter; and that all su correct.  If the applicant to this form is any person oth attorney, a properly verified Power of Attorn Subscribed and sworn to before me this	Applicant's Authorized Report than the sole owner, partner, officer of the apply must be enclosed.  day of, 200	presentative icant, or its'
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To: --

Administrative Reviewer

Date: July 23, 2002

From:

Cartographer-Utilities & Districts Section

Subject:

Overlap & Notice Check for Administrative Review No. A-124-2

Hornsby Bend Utility Company to amend CCN 11978 & 20650 in Travis County.

- 1. No new overlap of service areas exists.
- X 2. An overlap <u>Kennedy Ridge WSC (20760)</u>, Nighthawk WSC (11742), Manville WSC (11144) and City of Austin proposed (A-146-1 & A-147-1)
  - 3. Dual certification
- X 4. An overlap exists with the city limits of: Austin
  - 5. If this is a Sale, Transfer, or Merger, is additional area being requested?
  - 6. Due to  $\Box$  an inadequate map  $\Box$  no map filed by the applicant, a determination cannot be made as to the actual location of requested service boundary.
  - 7. Map submitted is in a digital version. Attach insert to request electronic copy with response letter.
  - 8. Need a more detailed map, such as a subdivision plat or USGS topo map with the boundary clearly identified.
  - 9. Utility notice was sufficient.
- X 10. Utility notice was insufficient. In addition to those systems listed in the application, they will also need to notify:

#### TWO MILES:

Kennedy Ridge WSC (20760 & 12643)

Nighthawk WSC (11742)

Manville WSC (11144)

City of Austin proposed (A-146-1 & A-147-1)

Garfield WSC (11244)

River Timber Water Supply (12293)

Agua WSC (10294)

City of Manor (20378, ETJ, and proposed A-001-2)

City of Austin (20636 & City Limits)

X 11. Notice: 15 mile East of Downtown Austin

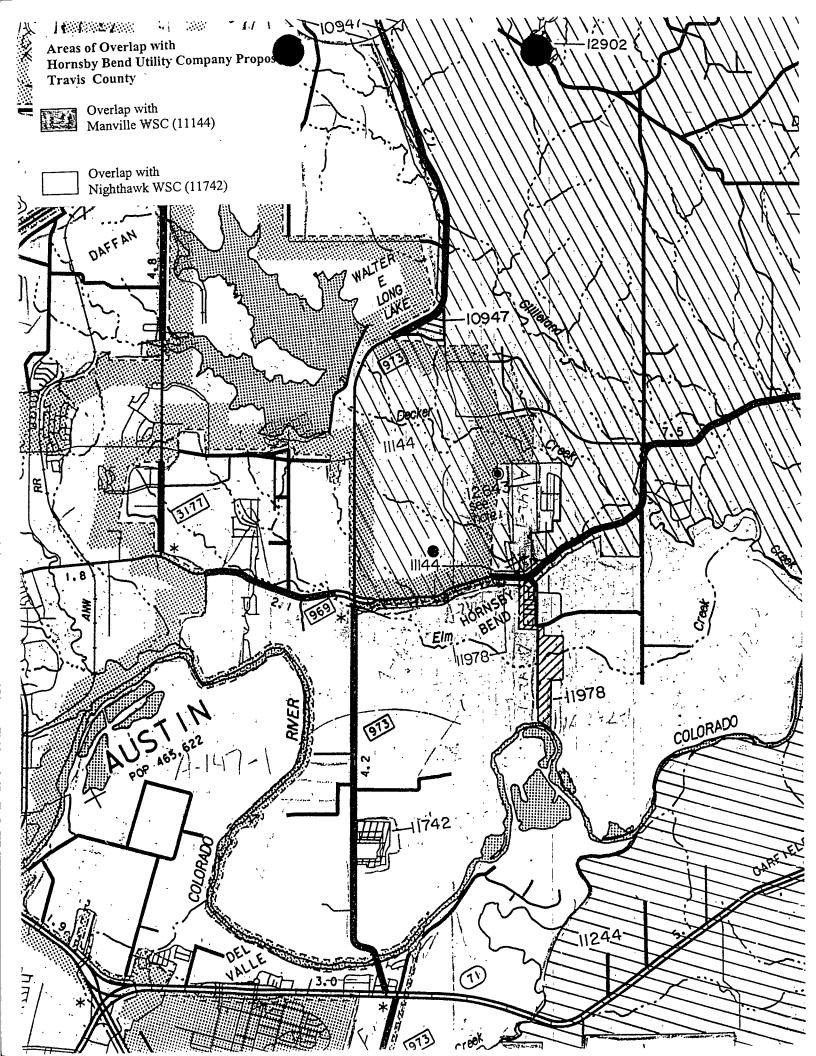
North by Old Hwy 20

On the East by a line Approximately 7000ft. East of Burleson Manor Rd.

On the South and West by the Colorado River

12. Other comments:

Kent Steelman



Robert J. Huston, Chairman
R. B. "Ralph" Marquez, Commissioner
Kathleen Hartnett White, Commissioner
Jeffrey A. Saitas, Executive Director



## TEXAS NATURAL RESOURCE CONSERVATION COMMISSION

Protecting Texas by Reducing and Preventing Pollution

July 18, 2002

Mr. John J. Carlton Armbrust &B Brown, L.L.P. 100 Congress Avenue - Suite 1300 Austin, Texas 78701-2744

RE: Declaration of Administrative Completeness

Name: Hornsby Bend Utility Company, Inc.

CCN Numbers: 11978 (water) and 20650 (sewer)

Administrative Review Number: A-124-2 Type of Application: Amend CCNs

Dear Mr. Carlton:

The above referenced application was received by the Water Quality Applications Team on June 25, 2002. An administrative review of the application was conducted and a Notice of Deficiency letter was sent to you on June 26, 2002. Your response was received on July 17, 2002. The application was declared administratively complete on July 18, 2002.

This application has been forwarded to Ms. Victoria Harkins, Team Leader of the Utility Certification and Rate Analysis Team, Districts and Utilities Section (Mail Code 153), Water. Supply Division for a technical review. If during the course of the technical review additional information is needed, you will be notified of the deficiency and be requested to supplement the application.

You may contact Ms. Harkins at (512) 239-0353 if you have questions regarding the technical evaluation of your application. If you have questions regarding the administrative review, please contact Peggy Hiscoe at (512) 239-6168.

Sincerely,

Peggy Hiscoe

Legory Hissore

Water Quality Applications Team (Mail Code 156)

Permits Administrative Review Section

Registration, Review & Reporting Division

### ARMBRUST & BROWN, L.L.P.

ATTORNEYS AND COUNSELORS

100 CONGRESS AVENUE, SUITE 1300 AUSTIN, TEXAS 78701-4042 (512) 435-2300

TELECOPIER (512) 435-2360

JOHN CARLTON (512) 435-2308 jcartlon@abaustin.com

July 12, 2002

RECEIVED

JUL 17 2002

Water Quality Applications Team

Ms. Peggy Hiscoe, MC-156
Texas Natural Resource Conservation Commission
Water Quality Application Team
Permits Administrative Review Section
Registration, Review and Reporting Division
P.O. Box 13087
Austin, Texas 78711-3087

RE: Application of Hornsby Bend Utility Company, Inc. CCN Numbers: 11978 (water) and 20650 (sewer)

Administrative Review Number: A-124-2

Dear Ms. Hiscoe:

We are in receipt of your letter dated June 26, 2002. Below is the information you have requested regarding the above referenced matter.

1. The address and phone number for Hornsby Bend Utility Company is as follows:

c/o Dave Goodrum ECO Resources Inc. 9511 RR 620 North Austin, TX 78726 (512) 335-7580

2. Attached to this letter is the proposed rate schedule or tariff to address Item 6.B.ii. on page 11 of the application.

If you have any questions, please contact me at your convenience.

Sincerely,

ARMBRUST & BROWN, L.L.P.

John J. Carlton

enclosures