



Control Number: 46299



Item Number: 8

Addendum StartPage: 0

DOCKET NO. 46299

RECEIVED

APPLICATION OF UTILITIES §
INVESTMENT CO., INC. DBA §
RANCH CREST WATER COMPANY §
TO AMEND CERTIFICATES OF §
CONVENIENCE AND NECESSITY IN §
MONTGOMERY COUNTY §

PUBLIC UTILITY COMMISSION

2016 SEP 22 PM 12:01
OF TEXAS PUBLIC UTILITY COMMISSION
FILING CLERK

**COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION
TO UTILITIES INVESTMENT CO., INC. D/B/A RANCH CREST WATER COMPANY
QUESTION NOS. STAFF 1-1 THROUGH STAFF 1-8**

Pursuant to 16 Tex. Admin. Code § 22.144 (TAC) of the Commission's Procedural Rules, the Staff of the Public Utility Commission of Texas (Staff) requests that Utilities Investment Co., Inc. d/b/a Ranch Crest Water Company by and through its attorneys of record, provide the following information and answer the following question(s) under oath. The question(s) shall be answered in sufficient detail to fully present all of the relevant facts, within the time limit provided by the Presiding Officer or within 20 days, if the Presiding Officer has not provided a time limit. Please copy the question immediately above the answer to each question. These question(s) are continuing in nature, and if there is a relevant change in circumstances, submit an amended answer, under oath, as a supplement to your original answer. State the name of the witness in this cause who will sponsor the answer to the question and can vouch for the truth of the answer.

Provide an original and three copies of your answers to the questions to the Filing Clerk, Public Utility Commission of Texas, 1701 N. Congress Avenue, P.O. Box 13326, Austin, Texas 78711-3326.

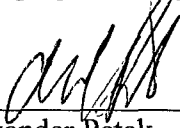
Dated: September 22, 2016

Respectfully Submitted,

**PUBLIC UTILITY COMMISSION OF TEXAS
LEGAL DIVISION**

Margaret Uhlig Pemberton
Division Director

Karen S. Hubbard
Managing Attorney

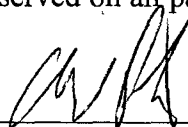


Alexander Petak
State Bar No. 24088216
1701 N. Congress Avenue
P.O. Box 13326
Austin, Texas 78711-3326
(512) 936-7377
(512) 936-7268 (facsimile)

DOCKET NO. 46299

CERTIFICATE OF SERVICE

I certify that a copy of this document will be served on all parties of record on September 22, 2016, in accordance with 16 TAC § 22.74.



Alexander Petak

DOCKET NO. 46299

**COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION
TO UTILITIES INVESTMENT CO., INC. D/B/A RANCH CREST WATER COMPANY
QUESTION NOS. STAFF 1-1 THROUGH STAFF 1-8**

DEFINITIONS

- 1) "Ranch Crest" or "you" refers to Utilities Investment Co., Inc. d/b/a Ranch Crest Water Company and any person acting or purporting to act on their behalf, including without limitation, attorneys, agents, advisors, investigators, representatives, employees or other persons.
- 2) "Document" includes any written, recorded, or graphic matter, however produced or reproduced, including but not limited to correspondence, telegrams, contracts, agreements, notes in any form, memoranda, diaries, voice recording tapes, microfilms, pictures, computer media, work papers, calendars, minutes of meetings or other writings or graphic matter, including copies containing marginal notes or variations of any of the foregoing, now or previously in your possession. In the event any documents requested by this Request for Information have been transferred beyond the Company's control, describe the circumstances under which the document was destroyed or transferred and provide an exact citation to the subject document. In the event that documents containing the exact information do not exist, but documents do exist which contain portions of the required information or which contain substantially similar information, then the definition of "documents" shall include the documents which do not exist and these documents will be provided.

DOCKET NO. 46299

**COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION
TO UTILITIES INVESTMENT CO., INC. D/B/A RANCH CREST WATER COMPANY
QUESTION NOS. STAFF 1-1 THROUGH STAFF 1-8**

INSTRUCTIONS

- 1) Pursuant to 16 TAC § 22.144(c)(2), Staff requests that answers to the requests for information be made under oath.
- 2) Please copy the question immediately above the answer to each question. State the name of the witness in this cause who will sponsor the answer to the question and can vouch for the truth of the answer.
- 3) These questions are continuing in nature, and if there is a relevant change in circumstances, submit an amended answer, under oath, as a supplement to your original answer.
- 4) Words used in the plural shall also be taken to mean and include the singular. Words used in the singular shall also be taken to mean and include the plural.
- 5) The present tense shall be construed to include the past tense, and the past tense shall be construed to include the present tense.
- 6) If any document is withheld under any claim of privilege, please furnish a list identifying each document for which a privilege is claimed, together with the following information: date, sender, recipients or copies, subject matter of the document, and the basis upon which such privilege is claimed.
- 7) Pursuant to 16 TAC § 22.144(g)(4), if the response to any request is voluminous, please provide a detailed index of the voluminous material.
- 8) Staff requests that each item of information be made available as it is completed, rather than upon completion of all information requested.

DOCKET NO. 46299

**COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION
TO UTILITIES INVESTMENT CO., INC. D/B/A RANCH CREST WATER COMPANY
QUESTION NOS. STAFF 1-1 THROUGH STAFF 1-8**

- Staff 1-1** Please identify the number of current connections being served in Section 4 of the Ranch Crest Subdivision.
- Staff 1-2** Please identify the number of connections that will be served in Section 5 of the Ranch Crest Subdivision.
- Staff 1-3** Provide one of the following:
1. The report from TCEQ addressing the 85% capacity rule pursuant to 30 Tex. Admin. Code § 291.93(3) (TAC) for Ranch Crest to provide water service to the additional 400 customers in the proposed amended area; or
 2. The approved plans and specifications for the additional well to provide water service to the additional 400 customers in the proposed amended area
- Staff 1-4** Please provide TCEQ's construction approval letter for the facilities necessary to serve the proposed area.
- Staff 1-5** Please provide documentation that the TCEQ violation issued on July 25th, 2013, for failure to provide a dual-feed chlorination system, has been resolved.
- Staff 1-6** Please provide proof that Utilities Investment Company Inc., d/b/a Ranch Crest Water Company (UICRC) has filed a 2015 PUC Annual Report for CCN No. 12932 and CCN No. 20874 pursuant to 16 TAC § 24.73.
- Staff 1-7** Please provide the 2013 and 2014 financial statements for UICRC pursuant to 16 TAC § 24.11(e)(4)(B), including annual income statements, balance sheets, and statements of cash flows.
- Staff 1-8** Please provide UICRC's business plans to serve the requested area in Attachment D1 and D2 as provided in the application. Please include the cost for UICRC to construct the new systems and infrastructure to serve the area. Additionally, pursuant to 16 TAC § 24.11(e)(5)(B), if Ranch Crest is proposing service to a new CCN area or a substantial addition to its current CCN area requiring capital improvements in excess of \$100,000, Ranch Crest must submit loan approval documents or firm capital commitments affirming funds are available to install plant and equipment necessary to serve projected customers in the first two years of projections, or a new water system or substantial addition to a currently operating water system if the application includes added CCN area with the intention of serving a new area or subdivision