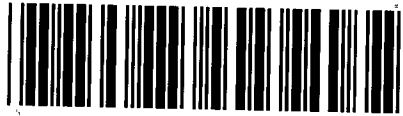


Control Number: 46423



Item Number: 16

Addendum StartPage: 0

DOCKET NO. 46423

RECEIVED

APPLICATION OF MSEC
ENTERPRISES, INC. TO AMEND A
WATER CERTIFICATE OF
CONVENIENCE AND NECESSITY,
CCN NO. 12887 IN MONTGOMERY
COUNTY

§
§
§
§
§
§

BEFORE THE PUBLIC UTILITY COMMISSION
CLERK
2017 MAR 21 PM 3:19

PUBLIC UTILITY COMMISSION
OF TEXAS

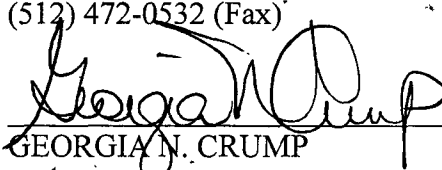
**MSEC ENTERPRISES, INC.'S RESPONSE TO
COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION**

MSEC Enterprises, Inc. ("MSEC") files this Response to the First Request for Information ("RFI") filed by Public Utility Commission ("Commission") on November 17, 2016. Pursuant to 16 Tex. Admin. Code § 22.144(c)(2)(F), these responses may be treated as if they were filed under oath.

Respectfully submitted,

**LLOYD GOSSELINK ROCHELLE
& TOWNSEND, P.C.**

816 Congress Avenue, Suite 1900
Austin, Texas 78701
(512) 322-5800
(512) 472-0532 (Fax)



GEORGIA N. CRUMP
State Bar No. 05185500

TY H. EMBREY
State Bar No. 24025346

ATTORNEYS FOR MSEC ENTERPRISES, INC.

CERTIFICATE OF SERVICE

I hereby certify that on March 21, 2017, true and correct copy of the foregoing document has been served on all parties of record in accordance with 16 Tex. Admin. Code § 22.74.



GEORGIA N. CRUMP

16

DOCKET NO. 46423

MSEC's Response to Staff's First RFI

Staff 1-1. Please provide a development agreement between MSEC and Four S Investment.

Response

The request for service from Steve Hailey on behalf of Four S Investments was provided by MSEC as Attachment 2.B.iv to the Application. The letter is dated April 21, 2015. This letter is the basis for the CCN application. There is no other development agreement.

Prepared by: Troy Morris

DOCKET NO. 46423

MSEC's Response to Staff's First RFI

Staff 1-2. Please submit loan approval documents or firm capital statements affirming funds are available for the development of the proposed area.

Response

The proposed area is being developed by Four S Investments, the owner of the property. The developer will be responsible for the cost of construction of the water distribution system within the development.

As noted in the Application, MSEC's existing 12-inch water line is sufficient in size and ability to deliver sufficient quantity and quality of water to meet the initial phase of the development. (See Application Attachment 5.I.)

See, also, Financial Statements provided at Attachment 6.B.i. to the Application, for a demonstration of the financial ability of MSEC to finance any improvements that might be needed in the future to serve the ultimate build-out of the development.

Prepared by: Troy Morris

DOCKET NO. 46423

MSEC's Response to Staff's First RFI

Staff 1-3. Please provide the TCEQ construction approval letter for the distribution system needed for the intended development.

Response

The process of development for the proposed CCN area is not yet at this stage. No engineering designs have been generated.

Prepared by: Troy Morris