



Control Number: 47200



Item Number: 4

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APPLICATION OF UNION GROVE §
WATER SUPPLY CORPORATION TO §
AMEND A CERTIFICATE OF §
CONVENIENCE AND NECESSITY AND §
FOR DUAL CERTIFICATION IN §
CERTAIN AREAS IN UPSHUR COUNTY §

PUBLIC UTILITY COMMISSION

2017 JUN 23 PM 2:40

OF TEXAS

PUBLIC UTILITY COMMISSION
FILING CLERK

**COMMISSION STAFF'S RECOMMENDATION ON ADMINISTRATIVE
COMPLETENESS**

* Comes now the Staff ("Staff") of the Public Utility Commission of Texas ("Commission"), representing the public interest, and files its Recommendation on Administrative Completeness in response to Order No. 1. In support thereof, Staff would show the following:

I. Background

On May 23, 2017, Union Grove Water Supply Corporation ("Union Grove" or "Applicant") filed an application to amend its water certificate of convenience and necessity (CCN) No. 10514 in Upshur County. Union Grove seeks to add three new areas of service that total approximately 2,212 acres and include 35 current customers. Union Grove seeks to be dually-certificated with the City of East Mountain (the "City") in a portion of the new service area.

On May 26, 2017, the Administrative Law Judge (the "ALJ") issued Order No. 1, requiring Staff to file a recommendation on administrative completeness and propose a procedural schedule by June 23, 2017. This pleading is therefore timely filed.

II. Staff's Recommendation

Staff has reviewed Union Grove's application and, and as detailed by the attached memorandum from Jolie Mathis and Tracy Montes of the Water Utilities Division, Staff recommends that the application be deemed insufficient for filing and, therefore, administratively incomplete.

Staff recommends that Union Grove:

- 1) Submit the following mapping information:
 - A general location map identifying the requested areas in reference to the nearest county boundary, city, or town.
 - A detailed map identifying the requested areas in reference to verifiable man-made and

- natural landmarks, such as roads, rivers, and railroads.
- Revised digital mapping data for the requested areas removing gaps and overlaps with existing CCNs, provided as a single polygon record, in a shapefile (SHP) format or drawing (DWG) format, georeferenced in either NAD83 Texas Statewide Mapping System (Meters) or NAD83 Texas State Plane Coordinate System (US Feet).
 - State the revised total acreages for the following:
 - Total acreage for portion of dual certification between Applicant and the City
 - Total acreage for all requested areas
- 2) Submit proof of submission to the TCEQ of plans and specifications and development plans for the provision of water service in the requested area.
 - 3) Submit projected profit and loss statements, cash flow worksheets, and balance sheets for each of the first five years of operation. Income from rates should correlate to the projected growth in connections, shown on the projected profit and loss statement.

III. Proposed Procedural Schedule

Because the application is insufficient for filing, Staff does not recommend a procedural schedule for the evaluation of the merits of the application at this time. Staff recommends that Union Grove be given a deadline of July 18, 2017, by which to submit the curative information, and that Staff be given until July 31, 2017, to review the amended application and file another recommendation on administrative completeness.

IV. Conclusion

Staff respectfully requests issuance of an order consistent with the above recommendation.

Dated: June 23, 2017

Respectfully Submitted,

**PUBLIC UTILITY COMMISSION OF TEXAS
LEGAL DIVISION**

Margaret Uhlig Pemberton
Division Director

Stephen Mack
Managing Attorney

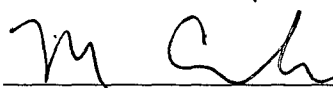


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DOCKET NO. 47200

CERTIFICATE OF SERVICE

I certify that a copy of this document will be served on all parties of record on June 23, 2017, in accordance with 16 TAC § 22.74.



Michael Crnich

PUC Interoffice Memorandum

To: Michael Crnich, Attorney
Legal Division

Thru: Tammy Benter, Director
Heidi Graham, Manager
Water Utilities Division

From: Jolie Mathis, Utility Engineering Specialist
Tracy Montes, GIS Specialist
Water Utilities Division

Date: June 22, 2017

Subject: **Docket 47200**, *Application of Union Grove WSC to Amend a CCN for Dual Certification in Certain Areas in Upshur County*

On May 23, 2017, Union Grove WSC filed with the Public Utility Commission of Texas (Commission) an application to amend its water Certificate of Convenience and Necessity (CCN) No. 10514 in Upshur County, Texas pursuant to Texas Water Code Ann. (TWC), §§ 13.242 to 13.250 and the 16 Tex. Admin Code (TAC) §§ 24.101 to 24.107.

Staff has reviewed the information provided and recommends that the application be deemed administratively incomplete and insufficient for filing. Staff recommends the Applicant be directed to provide the following information.

Mapping

The Applicant filed deficient mapping documentation with the application. The Applicant's general location map and detailed map should not show existing CCNs. The Applicant's revised hard copy maps must show the portion of dual certification agreed upon between the Applicant and the City of East Mountain (the "City"). The digital mapping data must be revised to remove some unintended overlaps and gaps between the requested areas and certificated service areas belonging to the Applicant and the City, which do not appear to be part of their dual certification agreement. Also, the portion of the requested area located to the west overlaps a portion of the corporate boundaries for the City of Gladewater. The Applicant may either remove the overlap from the requested area, or they must obtain written documentation from the City of Gladewater allowing the overlap.

Applicant must file the following items to resolve the mapping deficiencies:

- A general location map identifying the requested areas in reference to the nearest county boundary, city, or town.
- A detailed map identifying the requested areas in reference to verifiable man-made and natural landmarks, such as roads, rivers, and railroads.
- Revised digital mapping data for the requested areas removing gaps and overlaps with existing CCNs, provided as a single polygon record, in a shapefile (SHP) format or drawing (DWG) format, georeferenced in either NAD83 Texas Statewide Mapping

System (Meters) or NAD83 Texas State Plane Coordinate System (US Feet).

- State the revised total acreages for the following:
 - Total acreage for portion of dual certification between Applicant and the City
 - Total acreage for all requested areas

Staff recommends that before filing revised mapping documentation for this application to resolve the mapping deficiencies, Applicant obtain further mapping guidance from Tracy Montes by email at tracy.montes@puc.texas.gov.

Application Content

The information listed below must be provided in order for the application to be considered sufficient:

1. Proof of submission of plans and specifications and development plans to the TCEQ for the provision of water service in the requested area.

Financial

Staff requests the following information for its financial review:

- Projected profit and loss statements, cash flow worksheets, and balance sheets for each of the first five years of operation. Income from rates should correlate to the projected growth in connections, shown on the projected profit and loss statement.