

Control Number: 47389



Item Number: 1

Addendum StartPage: 0



PURSUANT TO PUC CHAPTER 24, SUBSTANTIVE RULES APPLICABLE TO WATER AND SEWER
SERVICE PROVIDERS, SUBCHAPTER G: CERTIFICATES OF CONVENIENCE AND NECESSITY

Application to Obtain or Amend a Water or Sewer Certificate of Convenience and Necessity (CCN)

Docket Number: **47389**

(this number will be assigned by the Public Utility Commission after your application is filed)

7 copies of the application, including the original, shall be filed with

Public Utility Commission of Texas
Attention: Filing Clerk
1701 N. Congress Avenue.
P.O. Box 13326
Austin, Texas 78711-3326

RECEIVED
2017 JUL 10 PM 1:57
PUBLIC UTILITY COMMISSION
FILING CLERK

If submitting digital map data, two copies of the portable electronic storage medium (such as CD or DVD) are required.

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Application to Obtain or Amend a Water or Sewer Certificate of Convenience and Necessity (CCN)

Purpose of Application

☐ Obtain ☐ New Water CCN ☐ New Sewer CCN

☐ Amend ☐ Water CCN# (\$) _____

☒ Amend ☒ Sewer CCN#(s) 21070

1. Applicant Information

Applicant

Utility name: Forest Glen Utility Company

Certificate number: 21070

Street address (City/ST/ZIP/Code): 15720 Bandera Rd. #103

Mailing address(City/ST/ZIP/Code): Helotes, TX 78023-3707

Utility Phone Number and Fax: (210) 695-5490

Contact information

Please provide information about the person(s) to be contacted regarding this application. Indicate if this person is the owner, operator, engineer, attorney, accountant manager, or other title related to the applicant.

Name: Randall B Wilburn

Title: Attorney

Mailing address: 7000 N. Mopac Expwy, Suite 200, Austin, TX 78731

Email: rbw@gwtxlaw.com

Phone and Fax: (512) 535-1661

List all counties in which service is proposed:

Medina

A. Check the appropriate box and provide information regarding the legal status of the applicant:

- ☒ Investor Owned Utility ☐ Individual ☐ Partnership
- ☐ Home or Property Owners Association ☒ For-profit Corporation
- ☐ Non-profit, member-owned, member-controlled cooperative corporation
(Water Code Chapter 67, Water Supply or Sewer Service Corporation)
- ☐ Municipality ☐ District ☐ Other - Please explain:

B. If the applicant is a For-Profit business or corporation, please include the following information:

- i. A copy of the corporation's "Certification of Account Status" from the Texas State Comptroller of Public Accounts: **See Attachment 1.B.i.**
- ii. The corporation's charter number as recorded with the Office of the Texas Secretary of State: 0030347100
- iii. A listing of all stockholders and their respective percentages of ownership. **See Attachment 1.B.iii.**
- iv. A copy of the company's organizational chart, if available. **N/A**
- v. A list of all directors and disclose the title of each individual. **See Attachment 1.B.v.**
- vi. A list of all affiliated organizations (if any) and explain the affiliate's business relationship with the applicant.

C. If the applicant is a Texas Water Code (TWC) Chapter 67 water supply or sewer service corporation please provide:

- i. A copy of the Articles of Incorporation and By-Laws. **N/A**
- ii. The corporation's charter number as recorded with the Office of the Texas Secretary of State.
- iii. Identification of all board members including name, address, title, and telephone number.
- iv. A copy of the corporation's *Certificate of Account Status* from the Texas Comptroller of Public Accounts.

2. Location Information

- A. Are there people already living in the proposed area? ☐ Yes ☒ No
- If YES, are any currently receiving utility service? ☐ Yes ☐ No
- If YES, from WHOM? _____

B. Demonstrate the Need for Service by providing the following: *See Attachment 2.B.*

Have you received any requests for service in the requested service area?

☒ Yes ☐ No

If YES, provide the following:

- i. Describe the service area and circumstances driving the need for service in the requested area. Indicate the name(s) and address(es) of landowner(s), prospective landowner(s), tenant(s), or resident(s) that have requested service; and/or
- ii. Describe the economic need(s) for service in the requested area (i.e. plat approvals, recent annexation(s) or annexation request(s), building permits, septic tank permits, hospitals, etc.); and/or
- iii. Discuss in detail the environmental need(s) for service in the requested area (i.e. failing septic tanks in the requested area, fueling wells, etc.); and/or
- iv. Provide copies of any written application(s) or request(s) for service in the requested area; and/or
- v. Provide copies of any reports and/or market studies demonstrating existing or anticipated growth in the requested area.
- vi. If none of these items exist or are available, please justify the need for service in the proposed area in writing.

Note: Failure to demonstrate a need for additional service in the proposed service area may result in the delay and /or possible denial of the application.

C. Is any portion of the proposed service area inside an incorporated city or district?

☐ Yes ☒ No

If YES, within the corporate limits of: _____

Provide a copy of any franchise, permit, or consent granted by the city or district. If not available please explain:

N/A-Property is not within the corporate boundary of a municipality or utility district.

D. Is any portion of the proposed service area inside another utility's CCN area?

☐ Yes ☒ No

If YES, has the current CCN holder agreed to decertify the proposed area?

If NO, are you seeking dual or single certification of the area? Explain why decertification of the area is in the public interest:

3. Map Requirements

Attach the following hard copy maps with each copy of the application: **See Attachment 3.**

- A. A location map delineating the proposed service area with enough detail to accurately locate the proposed area within the county.
- B. A map showing only the proposed area by:
 - i. metes and bounds survey certified by a licensed state or register professional land surveyor; or
 - ii. projectable digital data with metadata (proposed areas should be in a single record and clearly labeled). Also, a data disk labeled with the applicant's name must be provided; or
 - iii. following verifiable natural and man-made landmarks; or
 - iv. a copy of recorded plat map with metes and bounds.
- C. A written description of the proposed service area.
- D. Provide separate and additional maps of the proposed area(s) to show the following:
 - i. all facilities, illustrating separately facilities for production, transmission, and distribution of the applicant's service(s); and
 - ii. any facilities, customers or area currently being served outside the applicant's certificated area(s).

Note: Failure to provide adequate mapping information may result in the delay or possible denial of your application.

Digital data submitted in a format other than ArcView shape file or Arc/Info E00 file may result in the delay or inability to review applicant's mapping information.

For information on obtaining a CCN base map or questions about sending digital map data, please visit the Water Utilities section of the PUC website for assistance.

4. New System Information or Utilities Requesting a CCN for the First Time

A. Please provide the following information: **N/A - Not a new system.**

- i. a list of public drinking water supply system(s) or sewer system(s) within a 2 mile radius of the proposed system;
- ii. copies of written requests seeking to obtain service from each of the public drinking water systems or sewer systems listed in a. 1 above or documentation that it is not economically feasible to obtain service from each entity;
- iii. copies of written responses from each system or evidence that they did not reply; and
- iv. for sewer utilities, documentation showing that you have obtained or applied for a wastewater discharge permit.

B. Were your requests for service denied? ☐ Yes ☐ No

- i. If yes, please provide documentation of the denial of service and go to c.
- ii. If no, please provide a detailed analysis which justifies your reasons for not accepting service. A separate analysis must be prepared and submitted for each utility that granted your request for service.
- C. Please summarize how the proposed utility system will be constructed and describe each projected construction phase, if any:
- D. Date of plat approval, if required: _____
Approved by: _____
- E. Date Plans & Specifications submitted to the TCEQ for approval: _____
Attach copy of approval letter, if available. If the letter is not available by the time your CCN application is submitted, please supplement your application with a copy of the letter once you receive it from the TCEQ.
- F. Date construction is scheduled to commence: _____
- G. Date service is scheduled to commence: _____

A. Please provide the following information for each water and/or sewer system, attach additional sheets if necessary.

The image displays a grid of 12 empty tables, arranged in 4 rows and 3 columns. Each table is designed for data entry and consists of 10 columns. The first three columns are wide and empty. The fourth column is a narrow column containing a small, faint, illegible mark. The fifth column is a narrow column containing a small, faint, illegible mark. The sixth column is a narrow column containing a small, faint, illegible mark. The seventh column is a narrow column containing a small, faint, illegible mark. The eighth column is a narrow column containing a small, faint, illegible mark. The ninth column is a narrow column containing a small, faint, illegible mark. The tenth column is a narrow column containing a small, faint, illegible mark. Each table has a small, faint, illegible mark in the bottom right corner.

W Q 1 5 0 3 0 0 0 1 ;

W Q

W Q

W Q

W Q

W Q

- iii. Date of last TCEQ water and/or sewer system inspection(s): 6/29/2015
- iv. Attach a copy of the most recent TCEQ water and/or sewer inspection report letter(s). **See Attachment 5.A.iv.**
- v. For each system deficiency listed in the TCEQ inspection report letter; attach a brief explanation listing the actions taken or being taken by the utility to correct the listed deficiencies, including the proposed completion dates.

B. Provide the following information about the utility's certified water and/or sewer operators

Name	Classes	License Number
Jason Smith	C	WW0033076

C. Using the current number of customers, is any facility component in systems named in #5A above operating at 85% or greater of minimum standard capacity?

- ☐ Yes
- ☒ No

Attach a copy of the 85% rule compliance document filed with the TCEQ if the system is operating at 85% or greater of the TCEQ's minimum standard capacity requirements.

D. In the table below, the number of existing and/or proposed metered and non-metered connections (by size). The proposed number should reflect the information presented in the business plan or financial documentation and reflect the number of service requests identified in Question 2.b in the application.

TCEQ Water System - N/A			TCEQ Sewer System		
Connection	Existing	Proposed	Connection	Existing	Proposed
5/8" or 3/4" meter			Residential	375	114
1" meter or larger			Commercial	0	0
Non-Metered			Industrial	0	0

TCEQ Water System			TCEQ Sewer System		
Other:			Other:	0	0
Total Water			Total Sewer	375	489

E. If this application is for a water CCN only, please explain how sewer service is or will be provided:

N/A

F. If this application is for a sewer CCN only, please explain how water service is or will be provided:

Water service is provided by Yancey SUD.

G. Effect of Granting a Certificate Amendment. **See Attachment 5.G.**

Explain in detail the effect of granting of a certificate or an amendment, including, but not limited to regionalization, compliance and economic effects on the following:

- i. the applicant,
- ii. any retail public utility of the same kind already serving the proximate area; and
- iii. any landowner(s) in the requested area.

H. Do you currently purchase or plan to purchase water or sewer treatment capacity from another source?

i. ☒ No, (skip the rest of this question and go to #6)

ii. ☐ Yes, Water

Purchased on a ☐ Regular ☐ Seasonal ☐ Emergency basis?

Water Source	% of Total Treatment
	0.00%

Water Source	% of Total Treatment
	0.00%
	0.00%

iii. ☐ Yes, Sewer treatment capacity

Purchased on a

☐ Regular

☐ Seasonal

☐ Emergency basis?

Sewer Source	% of Total Treatment
	0.00%
	0.00%
	0.00%

iv. Provide a signed and dated copy of the most current water or sewer treatment capacity purchase agreement or contract.

I. Ability to Provide Adequate Service.

Describe the ability of the applicant to provide adequate service, including meeting the standards of the commission, taking both of the following items into consideration:

- i. the current and projected density; and
- ii. the land use of the requested area.

J. Effect on the Land. Explain the effect on the land to be included in the certificated area.

6. Financial Information

- A. For new water and/or sewer systems and for applicants with existing CCNs who are constructing a new stand-alone water and/or sewer system: **N/A - Existing system w/o construction of new stand-alone sewer.**
- i. the applicant must provide an analysis of all necessary costs for constructing, operating, and maintaining the system, and the source of that capital (such as a financial statement for the developing entity) for which the CCN is requested for at least the first five years. In addition, if service has been offered by an existing retail water service provider as stated in #4.A., but the applicant has determined that the cost of service as finally offered renders the project not economically feasible, the applicant must provide a comparison analysis of all necessary costs for acquiring and continuing to receive service from the existing system for the same period.
 - ii. Attach projected profit and loss statements, cash flow worksheets, and balance sheets (projected five year financial plan worksheet is attached) 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. Attach a proposed rate schedule or tariff. Describe the procedure for determining the rates and fees and indicate the date of last change, if applicable. Attach copies of any cost of service studies or rate analysis worksheets.

B. For existing water and/or sewer systems: *See Attachment 6.B.*

- i. Attach a profit and loss statement and current balance sheet for existing businesses (end of last fiscal year is acceptable). Describe sources and terms for borrowed capital such as loans, bonds, or notes (profit and loss and balance sheet worksheets are attached, if needed).
- ii. Attach a proposed rate schedule or tariff.

C. Note: An existing water and/or sewer system may be required to provide the information in 6.A.i. above during the technical review phase if necessary for staff to completely evaluate the application

- C. Identify any funds you are required to accumulate and restrict by lenders or capital providers.
- D. In lieu of the information in #6.A. thru #6.C., you may provide information concerning loan approvals within the last three (3) years from lending institutions or agencies including the most recent financial audit of the applicant.

❖ **Note: Failure to provide adequate financial information may result in the delay or possible denial of your application.**

7. Notice Requirements

- A. All proposed notice forms must be completed and submitted with the application. Do not mail or publish the notices until you receive written approval from the commission to do so.
- B. The commission cannot grant a CCN until proper notice of the application has been given. Commission rules do not allow a waiver of notice requirements for CCN applicants.
- C. It is the applicant's responsibility to ensure that proper notice is given to all entities that are required to receive notice.
- D. Recommended notice forms for publication, neighboring cities and systems, landowners with 25 acres or more, and customers are included with this application for use in preparing proposed notices. (Notice forms are available in Spanish upon request.)
- E. After reviewing and, if necessary, modifying the proposed notice, the commission will send the notice to the applicant after the application is accepted for filing along with instructions for publication and/or mailing. Please review the notice carefully before providing the notice.
- F. **Notice For Publication:**
The applicant shall publish the notice in a newspaper with general circulation in the county(ies) where a CCN is being requested. The notice must be published once each week for two consecutive weeks beginning with the week after the notice is received from the commission. Proof of publication in the form of a publisher's affidavit shall be submitted to the commission within 30 days of the last publication date. The affidavit shall state with specificity each county in which the newspaper is of general circulation.
- G. **Notice To Neighboring Utilities:**
 - i. List all neighboring retail public utilities and cities providing the same utility service within the following vicinities of the applicant's proposed certificate area.
 - ii. For applications for the issuance of a NEW CCN, the applicant must mail the notice with a copy of the proposed CCN map to all cities and neighboring retail public utilities providing the same utility service within five (5) miles of the requested service area.

- iii. For applications for the AMENDMENT of a CCN, the applicant must mail the notice with a copy of the proposed CCN map to all cities and neighboring retail public utilities providing the same utility service within two (2) miles of the requested service area.

H. Notice to Customers:

Investor Owned Utilities (IOUs) that are currently providing service without a CCN must provide individual mailed notice to all current customers. The notice must contain the current rates, the date those rates were instituted and any other information required in the application.

- I. The commission may require the applicant to deliver notice to other affected persons or agencies.

Do not publish or send copies of the proposed notices to anyone at the time you submit the application to the commission. Wait until you receive written authorization to do so. Authorization occurs after the commission has reviewed the notices for completeness, and your application has been accepted for filing. Once the application is accepted for filing, you will receive written authorization to provide notice. Please check the notices for accuracy before providing them to the public. It is the applicant's burden to ensure that correct and accurate notice is provided.

OATH

STATE OF TEXAS
COUNTY OF MEDINA

I, Steven Greenberg, being duly sworn, file this application as CEO (indicate relationship to Applicant, that is, owner, member of partnership, title as officer of corporation, or other authorized representative of Applicant); that, in such capacity, I am qualified and authorized to file and verify such application, am personally familiar with the maps and financial information filed with this application, and have complied with all the requirements contained in this application; and, that all such statements made and matters set forth therein are true and correct. I further state that the application is made in good faith and that this application does not duplicate any filing presently before the Public Utility Commission of Texas.

I further represent that the application form has not been changed, altered or amended from its original form.

I further represent that the Applicant will provide continuous and adequate service to all customers and qualified applicants for service within its certificated service area.

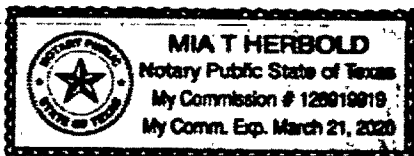
Steven Greenberg
AFFIANT

(Utility's Authorized Representative)

If the Affiant to this form is any person other than the sole owner, partner, officer of the Applicant, or its attorney, a properly verified Power of Attorney must be enclosed.

SUBSCRIBED AND SWORN TO BEFORE ME, a Notary Public in and for the State of Texas,
This day 29 of June 20 17

SEAL



Mia T. Herbold
NOTARY PUBLIC IN AND FOR THE
STATE OF TEXAS

Mia T. Herbold
PRINT OR TYPE NAME OF NOTARY

MY COMMISSION EXPIRES 3-21-2020

Notice for Publication

NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE SEWER UTILITY SERVICE IN MEDINA COUNTY, TEXAS

Forest Glen Utility Company has filed an application to amend CCN No. 21070 with the Public Utility Commission of Texas to provide sewer utility service in Medina County.

The proposed utility service area is located approximately 1.8 miles east of the community of Rio Hondo, Texas, and is generally bounded on the north by FM 1957, on the south by FM 472, on the east by Sittre Drive, and on the west by 471. The total area being requested includes approximately 84.62 acres and 0 current customers.

A copy of the proposed service area map is available at the following address:

Forest Glen Utility Company
15720 Bandera Road #103
Helotes, Texas 78023-3707

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 file with the PUC at the following address:

Filing Clerk
Public Utility Commission of Texas
1701 North Congress Avenue
P.O. Box 13326
Austin, Texas 78711-3326

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 commission 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 you are a landowner with a tract of land at least 25 acres or more, that is partially or wholly located within the proposed area, you may request to be excluded from the proposed area (or "opt out") by providing written notice to the commission within (30) days from the date that notice was provided by the applicant. All requests to opt out of the requested service area must include a scaled, general location map and a metes and bounds description of the tract of land.

Persons who meet the requirements to opt out, and wish to request this option should file the required documents with the:

Filing Clerk
Public Utility Commission of Texas
1701 North Congress Avenue
P.O. Box 13326
Austin, Texas 78711-3326

A copy of the request to opt out of the proposed area must also be sent to the applicant. Staff may request additional information regarding your request.

Si desea informacion en Espanol, puede llamar al 1-888-782-8477

Notice to Neighboring Systems, Landowners and Cities

NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE SEWER UTILITY SERVICE IN MEDINA COUNTY, TEXAS

To: Date Notice Mailed 20
(Neighboring System, Landowner or City)

(Address)

City State Zip

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The proposed utility service area is located approximately 1.8 miles east of the community of Rio Hondo, Texas, and is generally bounded on the north by FM 1957, on the south by FM 472, on the east by Sittre Drive, and on the west by 471.

See enclosed map of the proposed service area.

The total area being requested includes approximately 84.62 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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If a public hearing is requested, the commission 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 you are a landowner with a tract of land at least 25 acres or more, that is partially or wholly located within the proposed area, you may request to be excluded from the proposed area (or "opt out") by providing written notice to the commission within (30) days from the date that notice was provided by the applicant. All requests to opt out of the requested service area must include a scaled, general location map and a metes and bounds description of the tract of land.

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Notice to Customers of IOUs in Proposed Area - N/A

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

_____ COUNTY(IES), TEXAS

Dear Customer: _____ Date Notice Mailed _____ 20 _____

Name of Applicant _____ has filed an application for a CCN to obtain or amend CCN No. (s) _____ and to decertify a portion(s) of _____ with the
(Name of Decertified Utility)

Public Utility commission of Texas to provide _____
(specify 1) water or 2) sewer or 3) water & sewer)
utility service in _____ County(ies).

The proposed utility service area is located approximately _____ miles _____
[direction] of downtown _____, [City or Town] Texas.

A copy of the proposed service area map is available at (Utility Address and Phone Number): _____

The current utility rates which were first effective on _____ 20 _____

Monthly Flat Rate of \$ _____ Per connection

-OR-

Monthly Base Rate Including per _____ gallons connection for:

5/8" meter	\$ _____
1" meter	\$ _____
1 1/2" meter	\$ _____
2" meter	\$ _____

Other\$ _____

Gallonage charge of \$ _____ Per 1,000
Gallons above minimum (same for all meters sizes)

Miscellaneous Fees

Regulatory Assessment

Tap Fee (Average Actual Cost)

Reconnecting fee:

- Non Payment (\$25.00-max)
- Transfer
- Customer's request

Late fee

Returned Check charge

Customer Deposit (\$50.00 max)

Meter test fee

(Actual Cost not Exceed \$25.00)

Other Fees

1%
\$ _____
\$ _____
\$ _____
\$ _____
\$5.00 or 10%
\$ _____
\$ _____
\$ _____
\$ _____

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.

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:

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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 Commission 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.

If you are a landowner with a tract of land at least 25 acres or more, and is partially or wholly located within the proposed area, you may request to be excluded from the proposed area (or "opt out") by providing written notice to the commission within (30) days from the date that notice was provided by the applicant. All requests to opt out of the requested service area must include a scaled, general location map and a metes and bounds description of the tract of land.

Persons who meet the requirements to opt out, and wish to request this option should file the required documents with the:

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Si desea informacion en Espanol, puede llamar al 1-888-782-8477

HISTORICAL BALANCE SHEETS

	CURRENT YEAR (A)	A-1 YEAR	A-2 YEAR	A-3 YEAR	A-4 YEAR	A-5 YEAR
CURRENT ASSETS						
Cash						
Accounts Receivable						
Inventories						
Income Tax Receivable						
Other						
Total						
FIXED ASSETS						
Land						
Collection/Distribution System						
Buildings						
Equipment						
Other						
Less: Accum. Depreciation or Reserves						
Total						
TOTAL ASSETS						
CURRENT LIABILITIES						
Accounts Payable						
Notes Payable, Current						
Accrued Expenses						
Other						
Total						
LONGTERM LIABILITIES						
Notes Payable, Long-term						
Other						
TOTAL LIABILITIES						
OWNER'S EQUITY						
Paid in Capital						
Retained Equity						
Other						
Current Period Profit or Loss						
TOTAL OWNER'S EQUITY						
TOTAL LIABILITIES AND EQUITY						
WORKING CAPITAL						
CURRENT RATIO						
DEBT TO EQUITY RATIO						
EQUITY TO TOTAL ASSETS						

HISTORICAL INCOME STATEMENT

	CURRENT YEAR (A)	A-1 YEAR	A-2 YEAR	A-3 YEAR	A-4 YEAR	A-5 YEAR
METER NUMBER						
Existing Number of Taps						
New Taps per Year						
Total Meters at Year End						
METER REVENUE						
Fees Per Meter						
Cost Per Meter						
Operating Revenue Per Meter						
GROSS WATER REVENUE						
Fees						
Other						
Gross Income						
OPERATING EXPENSES						
General & Administrative						
Interest						
Other						
NET INCOME						

HISTORICAL EXPENSES STATEMENT

	CURRENT YEAR (A)	A-1 YEAR	A-2 YEAR	A-3 YEAR	A-4 YEAR	A-5 YEAR
GENERAL/ADMINISTRATIVE EXPENSES						
Salaries						
Office Expense						
Computer Expense						
Auto Expense						
Insurance Expense						
Telephone Expense						
Utilities Expense						
Depreciation Expense						
Property Taxes						
Professional Fees						
Other						
Total						
% Increase Per Year	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
OPERATIONAL EXPENSES						
Salaries						
Auto Expense						
Utilities Expense						
Depreciation Expense						
Repair & Maintenance						
Supplies						
Other						
Total						
% Increase Per Year	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
ASSUMPTIONS						
Interest Rate/Terms						
Utility Cost/gal.						
Depreciation Schedule						
Other						

PROJECTED BALANCE SHEETS

	START UP	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
CURRENT ASSETS						
Cash						
Accounts Receivable						
Inventories						
Income Tax Receivable						
Other						
Total						
FIXED ASSETS						
Land						
Collection/Distribution System						
Buildings						
Equipment						
Other						
Less: Accum. Depreciation or Reserves						
Total						
TOTAL ASSETS						
CURRENT LIABILITIES						
Accounts Payable						
Notes Payable, Current						
Accrued Expenses						
Other						
Total						
LONGTERM LIABILITIES						
Notes Payable, Long-term						
Other						
TOTAL LIABILITIES						
OWNER'S EQUITY						
Paid in Capital						
Retained Equity						
Other						
Current Period Profit or Loss						
TOTAL OWNER'S EQUITY						
TOTAL LIABILITIES AND EQUITY						
WORKING CAPITAL						
CURRENT RATIO						
DEBT TO EQUITY RATIO						
EQUITY TO TOTAL ASSETS						

PROJECTED INCOME STATEMENT

	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5	TOTALS
METER NUMBER						
Existing Number of Taps						
New Taps per Year						
Total Meters at Year End						
METER REVENUE						
Fees Per Meter						
Cost Per Meter						
Operating Revenue Per Meter						
GROSS WATER REVENUE						
Fees						
Other						
Gross Income						
OPERATING EXPENSES						
General & Administrative						
Interest						
Other						
NET INCOME						

PROJECTED EXPENSES STATEMENT

	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5	TOTALS
GENERAL/ADMINISTRATIVE EXPENSES						
Salaries						
Office Expense						
Computer Expense						
Auto Expense						
Insurance Expense						
Telephone Expense						
Utilities Expense						
Depreciation Expense						
Property Taxes						
Professional Fees						
Other						
Total						
% Increase Per Year						
OPERATIONAL EXPENSES						
Salaries						
Auto Expense						
Utilities Expense						
Depreciation Expense						
Repair & Maintenance						
Supplies						
Other						
Total						
% Increase Per Year						
ASSUMPTIONS						
Interest Rate/Terms						
Utility Cost/gal.						
Depreciation Schedule						
Other						

PROJECTED SOURCES AND USES OF CASH STATEMENTS

	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5	TOTALS
SOURCES OF CASH						
Net Income						
Depreciation (if Funded)						
Loan Proceeds						
Other						
Total Sources						
USES OF CASH						
Net Loss						
Principle Portion of Pmts.						
Fixed Asset Purchase						
Reserve						
Other						
TOTAL USES						
NET CASH FLOW						
DEBT SERVICE COVERAGE						
Cash Available for Debt						
Service (CADS)						
Net Income (Loss)						
Depreciation , or Reserve Interest						
TOTAL						
REQUIRED DEBT SERVICE (RDS)						
Principle Plus Interest						
DEBT SERVICE COVERAGE RATIO						
CADS Divided by RDS						

Attachment I.B.i



Franchise Tax Account Status

As of : 05/19/2017 12:19:03

This Page is Not Sufficient for Filings with the Secretary of State

FOREST GLEN UTILITY COMPANY	
Texas Taxpayer Number	17417690355
Mailing Address	15720 BANDERA RD STE 103 HELOTES, TX 78023-3876
② Right to Transact Business in Texas	ACTIVE
State of Formation	TX
Effective SOS Registration Date	03/14/1972
Texas SOS File Number	0030347100
Registered Agent Name	HARRY L. HAUSMAN
Registered Office Street Address	15720 BANDERA RD. SUITE 103 HELOTES, TX 78023

Attachment 1.B.iii.

List of Stockholders

Harry Hausman	33 1/3%
David Earl	33 1/3%
Steven Greenberg	33 1/3%

Attachment 1.B.v.

List of Directors

Harry Hausman - President
David Earl - Vice-President
Steven Greenberg - Chief Executive Officer

Attachment 2.B.

Need for Service

The additional area is immediately adjacent to the existing service area and wastewater system for the Forest Glen Utility Company. The subdivision is being platted with the intent that each lot will have a sewer connection to a centralized sewer system. A centralized sewer system provides better treatment and wastewater disposal than reliance upon onsite sewer systems (septic tanks).

No other wastewater collection and treatment systems exist within a 2-mile radius of the facility. The area is outside of the San Antonio Water System new CCN; located in the next county from SAWS; service to the area would have to cross the existing Forest Glen Utility Co. CCN; and the boundary to the SAWS-CCN boundary is nearly 3 miles away to the east on FM 1957. The City of Castroville CCN would require a line nearly 4 miles long down FM 1957 and FM 471, which is not economically feasible. Connecting to the existing Forest Glen Utility Company will be relatively easy and cost-effective for the ratepayers within the proposed 84-acre development and its additional 114 connections.

A request for service from the landowners is attached.

Forest Glen Utility Company
15720 Bandera Road, #103
Helotes, Texas 78023-3707

May 31, 2017

Re: Request for Sewer Utility Service

To Whom It May Concern:

We own the property described as 84.62 acres, Castroville, Texas, Medina County, bordering your existing CCN along your Western limit line, and we are subdividing the property into 114 lots. Currently, we do not have sewer utility service to meet the sewer collection treatment needs for our proposed development. To ensure that our development has an environmentally protective wastewater collection and treatment system, we hereby request that Forest Glen Utility Company (the "Sewer Co.") provide sewer utility service to our property located in Medina County, Texas. We believe that no other utility than the Sewer Co. is capable of providing centralized sewer utility service to the property in a cost-effective manner.

Sincerely,

Hausman Holdings, L.L.C.
a Texas limited liability company

By: 

Harry L. Hausman, manager

Earl Holdings, L.L.C.
a Texas limited liability company

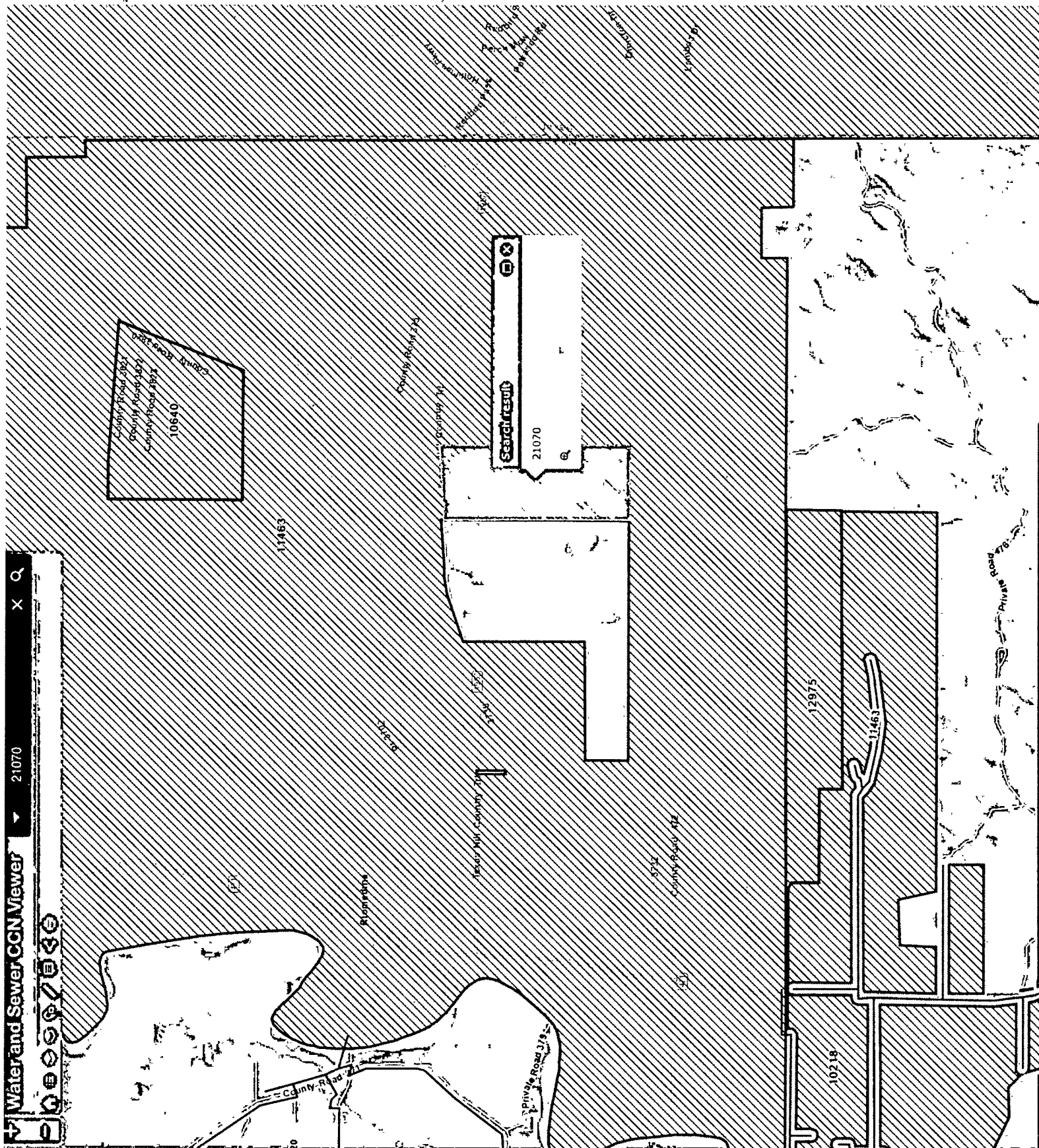
By: 

David L. Earl, manager

Attachment 3.

Maps

- A. Location Map
- B. Map with Landmarks
- C. Written boundary description



BOUNDARY SURVEY OF:
 24.62 ACRES (3.686,059 SQUARE FEET) OF LAND OUT OF THE WILLIAM B RHODE SURVEY
 NO. 96, ABSTRACT NO. 1227 AND OUT OF THE CARRIEE ARREOLA SURVEY NO. 38, ABSTRACT
 NO. 5, MEDINA COUNTY TEXAS, AND BEING OUT OF A 619.4125 ACRES TRACT (DECATAGATED AS IN
 SECOND TRACT) DESCRIBED IN DEED RECORDED IN VOLUME 63, PAGES 378-385 OFFICIAL
 PUBLIC RECORDS OF MEDINA COUNTY, TEXAS

M/R

- Surveyors
- Planners

Moy Tarlin Ramirez Engineers, LLC
FIRM THREE NO. P-5287 •
TEL (210) 658-5051
FAX (210) 658-5051
3730 CHAMBERLAIN PATH, SUITE 100,
AN ARBOR, TEXAS 78248

[illegible]

TO REPUBLIC TITLE OF TEXAS, INC. AND
FIRST AMERICAN TITLE INSURANCE
COMPANY

I HEREBY CERTIFY THAT THIS SURVEY WAS
MADE ON THE GROUND AND THAT THIS
MAP CORRECTLY REPRESENTS THE FACTS
FOUND AT THE TIME OF THIS SURVEY

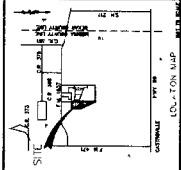
Stephane L. Jones
STEPHANE L. JONES
REGISTERED PROFESSIONAL LAND SURVEYOR
TEXAS REGISTRATION NO. 5950



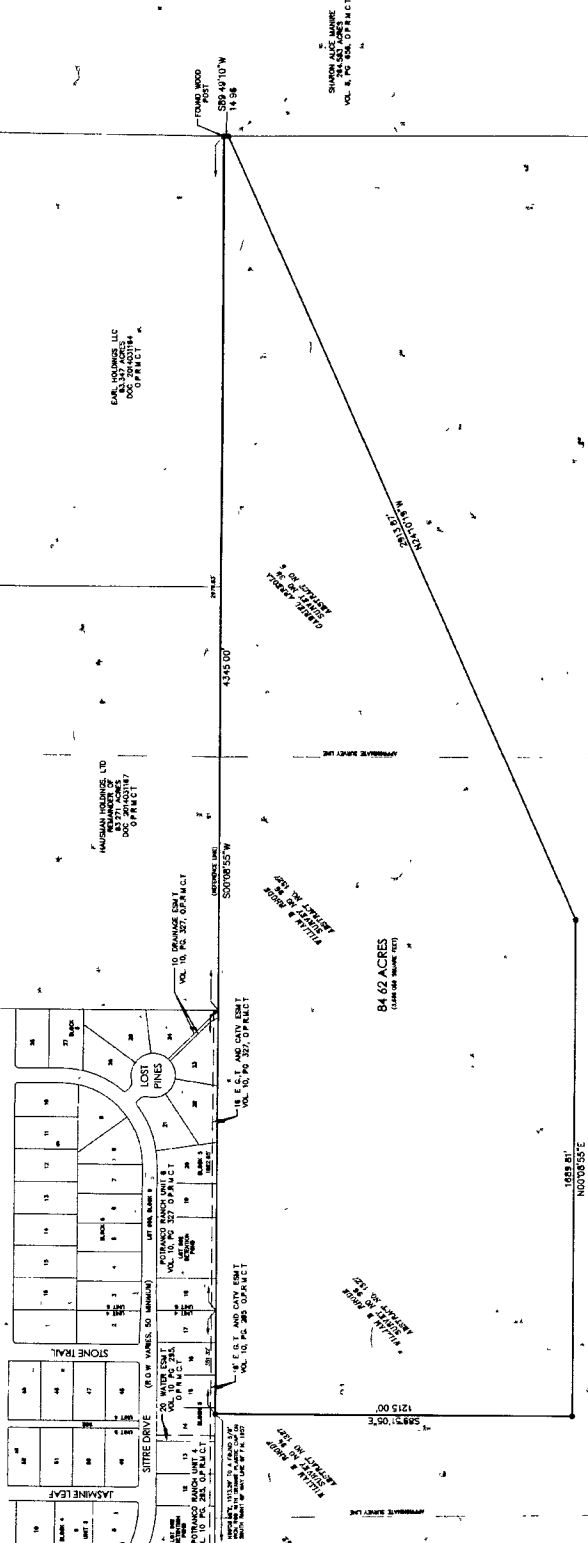
SCALE 1"=200'

EDUCATION	ELECTRIC GAS TELEPHONE AND CABLE TELEVISION
FINANCE	EASEMENT
OPERATION	OFFICIAL PUBLIC RECORDS MEDINA COUNTY TEXAS
ROW	RIGHT OF WAY

† GENERAL NOTES



1. MASS OF BORING WAS ESTABLISHED FROM THE STATE PLANE COORDINATE SYSTEM NORTH AMERICAN DATUM OF THIS TIEBO SOUTH CENTRAL ZONE.
2. ONLY THOSE CORPES WHICH BEAR AN ORIGINAL INK IMPRESSION SEAL AND AN ORIGINAL SIGNATURE OF THE PARTICIPANT WILL BE CONSIDERED A VALID COPY FOR TANK CARRYING ENGINEERS' LOGS WILL NOT BE RESPONSIBLE FOR THE CONTENT OF ANYTHING OTHER THAN A VALID COPY OF THIS SURVEY.
3. THIS IS A BOUNDARY SURVEY ONLY IMPROVEMENTS MAY TEST BUT ARE NOT SHOWN ON THIS SURVEY.
4. ALL PROPERTY BOUNDARIES ARE SET 1/2" AWAY FROM WITH AN ORANGE PLASTIC GUN STAMPED "WITH LOG" UNLESS OTHERWISE NOTED.

[illegible]



• Engineers
• Surveyors
• Planners

Moy Tarin Ramirez Engineers, LLC

Field Notes for a Tract of Land
Containing 84.62 Acres

84.62 acres (3,686,059 square feet) of land out of the William B. Rhode Survey No. 96, County Block 1327 and out of the Gabriel Arreola Survey No. 38, Abstract No. 5, Medina County, Texas, and being out of a 619.4125 acre tract (designated as VI Second Tract) described in Deed recorded in Volume 63, Pages 378-385, Official Public Records of Medina County, Texas, said 84.62 acre tract of land being more particularly described as follows:

Beginning at set $\frac{1}{2}$ " iron rod with an orange plastic cap stamped "MTR ENG" on the east boundary of said 619.4125 acre tract, also being on the west boundary of Lot 14, Block 5 as shown on subdivision plat of Potranco Ranch Unit 4 as recorded in Volume 10, Page 295, Official Public Records of Medina County, Texas, being the northeast corner of the herein described tract, said iron pin bears South 00 degrees 08 minutes 55 seconds West, a distance of 1513.20 feet from a found $\frac{5}{8}$ " iron rod with an orange plastic cap on the south right-of-way line of Potranco Road (F.M. 1957) a variable width right of way;

Thence, with the east boundary of said 619.4125 acre tract and the west boundary of Block 5, of said Potranco Ranch Unit 4, South 00 degrees 08 minutes 55 seconds West (reference line), at 351.32 feet passing a point being the northwest corner of Lot 18, Block 5 as shown on subdivision plat of Potranco Ranch Unit 6 recorded in Volume 10, Page 327, of the Official Public Records of Medina County, Texas, then continuing with the east boundary of said 619.4125 acre tract, the west boundary of Block 5, of said Potranco Ranch Unit 6, South 00 degrees 08 minutes 55 seconds West, at 1374.17 feet passing a point being the southwest corner of Lot 24, Block 5, of said Potranco Ranch Unit 6, then continuing with the east boundary of said 619.4125 acre tract, being the west boundary of the remainder of an 83.271 acre tract as conveyed to Hausman Holdings, LTD., as recorded in Document No. 2014031167 of the Official Public Records of Medina County, Texas, South 00 degrees 08 minutes 55 seconds West, for a total distance of 4345.00 feet to a found wood post on the north boundary of a 264.583 acre tract of land described in Deed recorded in Volume 8, Page 656, Official Public Records of Medina County, Texas, being the southwest corner of an 83.347 acre tract of land described in Deed recorded in Document No. 2014031164, Official Public Records of Medina County, Texas, being the southeast corner of said 619.4125 acre tract and being the southeast corner of the herein described tract;

Thence, with the south boundary of said 619.4125 acre tract and the north boundary of said 264.583 acre tract, South 89 degrees 49 minutes 10 seconds West, a distance of 14.96 feet to a set $\frac{1}{2}$ " iron rod with an orange plastic cap stamped "MTR ENG" being the southwest corner of the herein described tract;

Thence, leaving the north boundary of said 264.583 acre tract, across said 619.4125 acre tract, the following three (3) courses:

North 24 degrees 10 minutes 19 seconds West, a distance of 2913.87 feet to a set $\frac{1}{2}$ " iron rod with an orange plastic cap stamped "MTR ENG" being an angle point in the herein described tract;

North 00 degrees 08 minutes 55 seconds East, a distance of 1689.81 feet to a set $\frac{1}{2}$ " iron rod with an orange plastic cap stamped "MTR ENG" being the northwest corner of the herein described tract;

South 89 degrees 51 minutes 05 seconds East, a distance of 1215.00 feet to the **Point of Beginning**, containing 84.62 acres (3,686,059 square feet) of land.

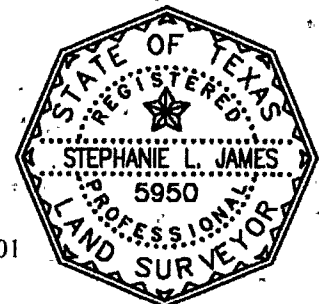
Note: Basis of bearing was established from the State Plane Coordinate System, North American Datum of 1983, Texas South Central Zone.


Stephanie L. James

Registered Professional Land Surveyor

No. 5950 - Date: 2016-12-07

Job No. 16093.01



TBPE F-5297, TBPLS No. 10131500

12770 Cimarron Path, Suite 100 San Antonio, TX 78249

Ph. 210.698.5051 • Fx. 210.698.5085

Page 1 of 1

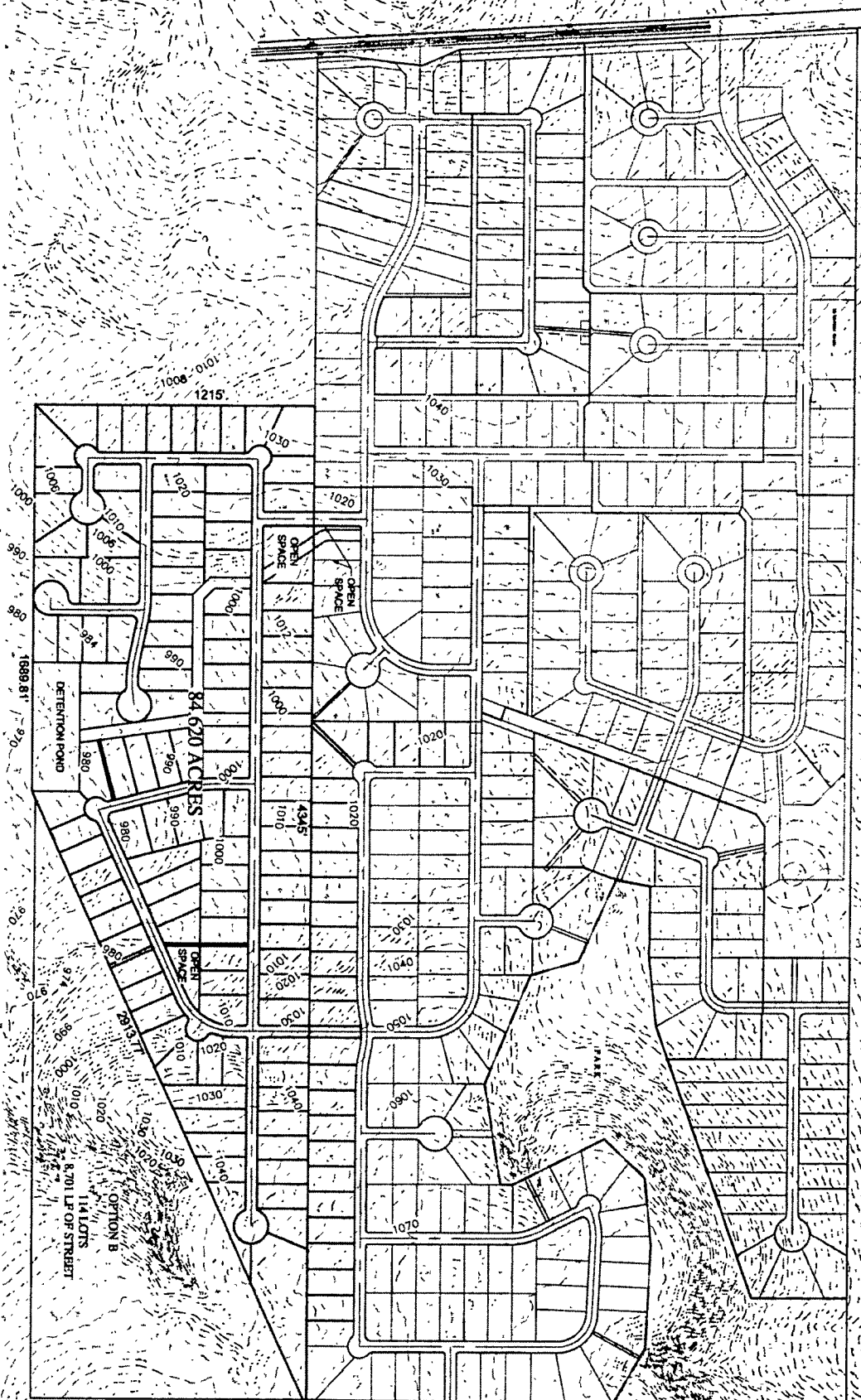
FGU-0035



SCALE: 1"=400'
0 400 800

POTRANCO WEST
PRELIMINARY LANDPLAN

OPTION B



OVERSIZED MAP(S)

To View

OVERSIZED Map

Or

Documents

You can call CENTRAL RECORDS

Main Line

(512) 936-7180

Attachment 5.A.iv. Existing System Information

- A. TCEQ Inspection Report
- B. TCEQ Exit Interview Form



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

September 2, 2015

CERTIFIED MAIL 91 7199 9991 7035 6453 0159
RETURN RECEIPT REQUESTED

Mr. Michael Ingersoll
Forest Glen Utility Company
15720 Bandera Road, #103
Helotes, Texas 78023

Re: Notice of Violation for Compliance Evaluation Investigation at: Forest Glen Utility Company Potranco Ranch Wastewater Treatment Facility located 3.54 miles west of State Highway 211 on south side of Farm-to-Market Road 1957 (Potranco Road) in Medina County, Texas 78009
Regulated Entity No.: RN106339385, TCEQ ID No. WQ0015030001, EPA ID No. TX0133442

Dear Mr. Ingersoll:

On June 29, 2015 and July 1, 2015, Chris Dziuk of the Texas Commission on Environmental Quality (TCEQ) San Antonio Region Office conducted an investigation of the above-referenced regulated entity to evaluate compliance with applicable requirements for wastewater treatment. Enclosed is a summary which lists the investigation findings. During the investigation outstanding alleged violations were identified for which compliance documentation is required. Please submit to this office by October 1, 2015 a written description of corrective action taken and the required documentation demonstrating that compliance has been achieved for the outstanding alleged violations. Also included in the summary are Additional Issues which also require additional documentation at this time.

In the listing of the alleged violations, we have cited applicable requirements, including TCEQ rules. Please note that both the rules themselves and the agency brochure entitled *Obtaining TCEQ Rules* (GI 032) are located on our agency website at <http://www.tceq.state.tx.us> for your reference. If you would like a hard copy of this brochure mailed to you, you may call and request one from either the San Antonio Region Office at (210) 490-3096 or the Central Office Publications Ordering Team at (512) 239-0028.

The TCEQ appreciates your assistance in this matter. Please note that the Legislature has granted TCEQ enforcement powers which we may exercise to ensure compliance with environmental regulatory requirements. Self-reported violations may be subject to enforcement, including penalties, upon review by the Enforcement Division. We anticipate that you will resolve the alleged violations as required in order to protect the State's environment. If you have additional information that we are unaware of, you have the opportunity to contest the violation documented in this notice. Should you choose to do so, you must notify the San Antonio Region Office within 21 days from the date of this letter. At that time, Ms. Lynn Bumguardner, Water Program Manager, will schedule a violation review meeting to be conducted within 21 days from

Mr. Michael Ingersoll

Page 2

September 2, 2015

the date of this letter. However, please be advised that if you decide to participate in the violation review process, the TCEQ may still require you to adhere to the compliance schedule included in the enclosed Summary of Investigation Findings until an official decision is made regarding the status of the contested violations.

If you or members of your staff have any questions, please feel free to contact Mr. Chris Dziuk in the San Antonio Region Office at (210) 403-4027.

Sincerely,



Joy Thurston-Cook, Water Program Team Leader
San Antonio Region Office
Texas Commission on Environmental Quality

JTC/CD/adj

Enclosure: Summary of Investigation Findings

Summary of Investigation Findings

POTRANCO RANCH SUBDIVISION WWTP

Investigation #

1259384

Investigation Date: 06/29/2015

MEDINA COUNTY,

Additional ID(s): WQ0015030001
R15030001
TX0133442

OUTSTANDING ALLEGED VIOLATION(S) ASSOCIATED TO A NOTICE OF VIOLATION

Track No: 581705 Compliance Due Date: 10/01/2015

30 TAC Chapter 305.125(5)

PERMIT Operational Requirements 4

The permittee is responsible for installing prior to plant start up, and subsequently monitoring, adequate safeguards to prevent the discharge of untreated or inadequately treated wastes during electrical power failures by means of alternate power sources, standby generators, and/or retention of inadequately treated wastewater.

Alleged Violation:

Investigation: 1259384

Comment Date: 08/24/2015

Failed to provide and maintain adequate safeguards to prevent the discharge of untreated or inadequately treated wastes during electric power failures. Specifically, the WWTF does not have an emergency backup generator.

Recommended Corrective Action: The permittee is responsible for installing prior to plant start up, and subsequently monitoring, adequate safeguards to prevent the discharge of untreated or inadequately treated wastes during electrical power failures by means of alternate power sources, standby generators, and/or retention of inadequately treated wastewater. Submit documentation indicating that an auxiliary power source or an acceptable alternative has been installed at the wastewater treatment plant.

Track No: 581741 Compliance Due Date: 10/01/2015

30 TAC Chapter 210.33

30 TAC Chapter 210.33(1)

30 TAC Chapter 210.33(2)

30 TAC Chapter 210.33(2)(A)

30 TAC Chapter 210.33(2)(B)

AUTHORIZAT R15030001, Reclaimed Water Authorization III(c)(2)

Failed to maintain compliance with the permitted Reclaimed Water Authorization limits. Specifically, during the months of May 2015 and June 2015 the facility failed to comply with Reclaimed Water Authorization R15030-001 E.coli single grab limits of 75/100 ml, and 30-day geometric mean limits of 20/100 ml.

Alleged Violation:

Investigation: 1259384

Comment Date: 08/25/2015

Failed to maintain compliance with the permitted Reclaimed Water Authorization limits. Specifically, during the months of October 2014 thru August 2015 the facility failed to comply with Reclaimed Water Authorization R15030-001 E.coli single grab limits of 75/100 ml five times, and 30-day geometric mean limit of 20/100 ml twice. The permittee also failed to comply with the BOD(5) 30-day average of 5 mg/l nine times during the same timeperiod.

Recommended Corrective Action: Compliance with the effluent limits must be maintained. Submit to the TCEQ San Antonio Region Office a plan of action that documents how the Authorized Type 1 reclaimed water limits are being met. Include a description of why previous limits were not being met and how limits will be met in the future.

Track No: 582489 Compliance Due Date: 10/01/2015

30 TAC Chapter 210.34(1)

AUTHORIZATION R15030001, General Requirements IV. (C)

Failure of the Permittee to analyze the reclaimed water at the required twice per week frequency specified in Reclaimed Water Authorization R15030-001.

Alleged Violation:

Investigation: 1259384

Comment Date: 08/28/2015

Failure of the Permittee to analyze the reclaimed water at the required twice per week frequency specified in Reclaimed Water Authorization R15030-001.

Recommended Corrective Action: Samples shall be taken and measurements shall be made at the minimum frequencies specified in the permit for each parameter. Submit a standard operating procedure for the collection and analysis of required Reclaimed Water samples. Submit compliance documentation to the TCEQ San Antonio Regional Office by the compliance due date.

ADDITIONAL ISSUES**Description**

Building and grounds maintenance?

Additional Comments

The investigator noted that some areas of erosion were present under the fencing surrounding the WWTF. It was also noted that a couple of tree limbs were extending over the fence as well. These issues were addressed by permittee and operator. Photographic documentation was submitted to the region office to verify that the eroded areas were addressed.

Does the regulated entity accurately measure the flow according to the permit requirement (sample type)?

The investigator noted that the wastewater treatment facility only has an in-line flow measuring meter. Title 30 Texas Administrative Code (TAC) Chapter 217.33(c) states "Flow measurement must use a combination of primary and secondary devices." In review of the wastewater application for the Potranco Ranch Subdivision Wastewater Treatment Facility the investigator was unable to determine if this was submitted for approval as the sole flow measurement device. The permittee shall provide written documentation to the TCEQ San Antonio Regional Office by October 1, 2015 which verifies that the use of this primary flow measuring device has been approved by the TCEQ Wastewater Permit Application Team.

Does the reclaimed water provider submit monthly forms, provided by the TCEQ, by the 20th day of the month following the reporting period, which provide the volume of reclaimed water delivered and the quality of reclaimed water delivered?

The permittee has tried repeatedly to obtain the correct forms to report Reclaimed Water quantity and quality as stated in Section V. C of the Reclaimed Water Authorization R15030-001. No direct answer for why the appropriate forms were not sent to the permittee was available when the investigator contacted the TCEQ Central Office representative for assistance. Since the investigation the permittee has been forwarded to a web site where generic forms can be printed from. The permittee must submit all delinquent monthly effluent reports (MER's) to MC 224.

TCEQ EXIT INTERVIEW FORM: Potential Violations and/or Records Request						
Regulated Entity/Site Name	Forest Glen Utility Potranco Ranch		TCEQ Add. ID No.	TPDES WQ0015030-001		
Investigation Type	WW/C CI	Contact Made In-House (Y/N)	Purpose of Investigation	Mandatory Minor		
Regulated Entity Contact	Jason Smith		Telephone No.	(830) 688-3414	Date Contacted	6/29/15
	Chief Operator.		FAX #/Email address	Watersmith76@gmail.com	FAX/Email date	8/14/2015

NOTICE: The information provided in this form is intended to provide clarity to issues that have arisen during the investigation process between the TCEQ and the regulated entity named above and *does not represent final TCEQ findings related to violations*. Any potential or alleged violations discovered after the date on this form will be communicated to the regulated entity representative prior to the issuance of a notice of violation or enforcement. Conclusions drawn from this investigation, including additional violations or potential violations discovered (if any) during the course of this investigation, will be documented in a final investigation-report.

For Records Request, identify the necessary records, the company contact and date due to the agency. For Alleged and Potential Violation issues, include the rule in question with the clearly described potential problem. Other type of issues: fully describe.			Description of Issue	
No.	Type ¹	Rule Citation (if known)		
1	AV	305.125 (Op. Reqts 4)	The facility failed to have an emergency backup generator.	
2	O/PV	210 Quality Standards(2)	Failure of the permittee to comply with 210 Authorization limits for E.Coli.	
3	AV/O	317.7	Tree limbs were extending over the fence to the WWTP. Tree limbs must be removed to ensure intruder resistance. Areas of erosion were noted under the fencing surrounding the WWTP which has subsequently been addressed by the permittee.	
4	O/PV	30 TAC Ch. 210	The permittee has not received the applicable MER forms for submittal with each months recycled water usage. The operator has been in contact with TCEQ representatives in Austin but has not received the forms as of the date of this EIF. Once these forms are received the permittee must accurately complete and submit these MER's as required in the permittee's 210 Authorization and as directed by TCEQ Central Office personnel.	

Note 1: Issue Type Can Be One or More of: AV (Alleged Violation), PV (Potential Violation), O (Other), or RR (Records Request)

Did the TCEQ document the regulated entity named above operating without proper authorization?	Yes	No
Did the investigator advise the regulated entity representative that continued operation is not authorized?	Yes	No

Document Acknowledgment. Signature on this document establishes only that the regulated entity (RE) representative received a copy of this document and associated continuation pages on the date noted. If contact was made by telephone, the document will be sent via FAX or Email to RE; therefore, the RE signature is not required.

Christopher Dziuk	8/14/15		
Investigator Name (Signed & Printed)	Date	Regulated Entity Representative Name (Signed & Printed)	Date

If you have questions about any information on this form, please contact your local TCEQ Regional Office.

Individuals are entitled to request and review their personal information that the agency gathers on its forms. They may also have any errors in their information corrected. To review such information, call 512/239-3282.

White Copy: Regulated Entity Representative
TCEQ 20085 (4/08)

Yellow Copy: TCEQ

**(Note: use
additional pages as necessary) Page ___ of ___**

Attachment 6.

Financial Information

05/22/17

Forest Glen Utility Company
Balance Sheet Standard
As of December 31, 2016

	<u>Dec 31, '16</u>
ASSETS	
Current Assets	
Checking/Savings	
Lone Star-7012461	88,892.32
Total Checking/Savings	<u>88,892.32</u>
Total Current Assets	88,892.32
Fixed Assets	
320 Potranco Ranch	
Re-Use System	
Infrastructure	412,391.40
Equipment	69,964.34
Meters	<u>40,950.00</u>
Total Re-Use System	523,305.74
Waste Water System	
Equipment	340,389.76
Infrastructure	1,388,502.47
Land	<u>80,000.00</u>
Total Waste Water System	<u>1,808,892.23</u>
Total 320 Potranco Ranch	2,332,197.97
Accumulated Depreciation	
Meters	-23,879.00
Re-Use Equipment	-159,764.00
Waste Water Equipment	<u>-364,830.00</u>
Total Accumulated Deprecia...	-548,473.00
Forest Glen Equipment	
Re-Use	180,329.07
Wastewater	<u>179,040.22</u>
Total Forest Glen Equipment	<u>359,369.29</u>
Total Fixed Assets	<u>2,143,094.26</u>
TOTAL ASSETS	<u><u>2,231,986.58</u></u>
LIABILITIES & EQUITY	
Equity	
Additional Paid In Capital	
Earl Holdings, LLC	99,897.00
Hausman Holdings, LLC	<u>99,897.00</u>
Total Additional Paid In Cap...	199,794.00
Common Stock	1,000.00

05/22/17

Forest Glen Utility Company
Balance Sheet Standard
As of December 31, 2016

	<u>Dec 31, '16</u>
Contributed Capital	
CIAC-Reuse System	
Hausman Holdings	471,847.75
Earl Holdings, LLC	<u>471,847.75</u>
Total CIAC-Reuse System	943,695.50
CIAC-Wastewater System	
Earl Holdings	694,251.23
Hausman Holding	<u>694,251.24</u>
Total CIAC-Wastewater Sys...	<u>1,388,502.47</u>
Total Contributed Capital	2,332,197.97
Retained Earnings	-254,444.44
Net Income	<u>-46,560.95</u>
Total Equity	<u>2,231,986.58</u>
TOTAL LIABILITIES & EQUITY	<u><u>2,231,986.58</u></u>

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Forest Glen Utility Company
Profit and Loss Standard
January through December 2016

	<u>Jan - Dec...</u>
Income	
Re Use	
Grey Water Usage	98,882.80
Total Re Use	98,882.80
Waste water	
Sewer Tap	13,500.00
Sewer Treatment Fees	194,700.00
Wastewater Usage	53,170.80
Total Waste water	261,370.80
Total Income	360,253.60
Expense	
Depreciation Expense	
Re-Use	104,775.00
Wastewater	118,109.00
Depreciation Expense - O...	0.00
Total Depreciation Expense	222,884.00
Re-Use	
Administration	
Leasing water	
Water	7,220.00
Edwards Aquifer	
Transfer Fee	5,401.00
Total Edwards Aquifer	5,401.00
Total Leasing water	12,621.00
Insurance	1,056.90
Management Services	2,989.86
Miscellaneous	346.42
Office Expenses	32.11
Office Supplies	123.48
Professional Services	
Accounting	7,560.25
Consulting	375.00
Engineering	300.00
Legal	5,107.97
Total Professional Services	13,343.22
Total Administration	30,512.99
Interest	1,233.75
Operation	
Contract O&M Work	13,000.00

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Forest Glen Utility Company
Profit and Loss Standard
January through December 2016

	<u>Jan - Dec...</u>
IT & Communications	280.94
Other Plant Maintenance	11,327.04
Purchase Power (CPS)	4,583.46
Repair	2,361.20
Total Operation	<u>31,552.64</u>
Regulatory Expenses	
EAA	
Prog Fee	880.00
Trf fee	800.00
Total EAA	<u>1,680.00</u>
Total Regulatory Expenses	<u>1,680.00</u>
Total Re-Use	64,979.38
Wastewater	
Tax (Holding Tank)	11.95
Administration	
Insurance	2,466.10
Management Services	6,976.38
Miscellaneous	641.69
Office Supplies	361.29
Professional Services	
Accounting	6,747.75
Consulting	875.00
Engineering	700.00
Legal	8,402.96
Total Professional Services	<u>16,725.71</u>
Total Administration	27,171.17
Interest	2,878.75
Operations	
Contract O&M Work	31,000.00
IT & Communications	655.63
Other Plant Maintenance	32,524.23
Purchase Power (CPS)	10,703.90
Repair	888.30
Testing	12,008.00
Total Operations	<u>87,780.06</u>
Regulatory Expenses	
TCEQ	1,109.24
Total Regulatory Expenses	<u>1,109.24</u>

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Forest Glen Utility Company
Profit and Loss Standard
January through December 2016

	<u>Jan - Dec...</u>
Total Wastewater	<u>118,951.17</u>
Total Expense	<u>406,814.55</u>
Net Income	<u><u>-46,560.95</u></u>