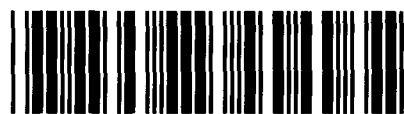




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DOCKET NO. 48034

**APPLICATION OF QUADVEST, L.P.
TO AMEND ITS CERTIFICATE OF
CONVENIENCE AND NECESSITY
IN FORT BEND COUNTY**

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**PUBLIC UTILITY COMMISSION
OF TEXAS**

**COMMISSION STAFF'S RECOMMENDATION ON ADMINISTRATIVE
COMPLETENESS AND PROPOSED NOTICE**

COMES NOW the Staff of the Public Utility Commission of Texas (Staff), representing the public interest, and in response to Order No. 1, files this Recommendation on Administrative Completeness and Proposed Notice. Staff recommends that the application be deemed insufficient for further review. In support thereof, Staff shows the following:

I. BACKGROUND

On February 7, 2018, Quadvest L.P. (Quadvest) filed an application to amend its water Certificate of Convenience and Necessity (CCN) No. 11612 and sewer CCN No. 20952 in Fort Bend County. The total area being requested includes approximately one hundred eight (108) acres and zero (0) current customers.

On February 8, 2018, Order No. 1 was issued establishing a deadline of March 9, 2018, for Staff to file comments on the administrative completeness of the application, the sufficiency of the proposed notice, and to propose a procedural schedule. Therefore, this pleading is timely filed.

II. ADMINISTRATIVE COMPLETENESS

As detailed in the attached memorandum from Fred Bednarski in the Commission's Water Utility Regulation Division, Staff has reviewed the application and recommends that it be found administratively incomplete. Staff recommends that Quadvest be ordered to cure the deficiencies identified in Mr. Bednarski's memorandum. Staff notes that Quadvest should not issue notice until the application is found administratively complete.

III. PROCEDURAL SCHEDULE

Staff recommends that the application be found administratively incomplete. Therefore, Staff recommends that a deadline be established for Quadvest to supplement the application by

April 9, 2018. Additionally, Staff recommends that a deadline be established for Staff to review Quadvest's supplemental information and make a supplemental recommendation on the administrative completeness of the application by April 23, 2018.

IV. CONCLUSION

For the reasons discussed above, Staff recommends that the application be found administratively incomplete. Staff further recommends that the procedural schedule proposed above be adopted for further processing of this docket.

DATED: March 9, 2018

Respectfully Submitted,

**PUBLIC UTILITY COMMISSION OF TEXAS
LEGAL DIVISION**

Margaret Uhlig Pemberton
Division Director

Karen S. Hubbard
Managing Attorney



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DOCKET NO. 48034

CERTIFICATE OF SERVICE

I certify that a copy of this document will be served on all parties of record on March 9, 2018, in accordance with 16 TAC § 22.74.

A handwritten signature in black ink, appearing to read 'RN', is positioned above a horizontal line.

Richard Nemer

PUC Interoffice Memorandum

To: Richard Nemer, Attorney
Legal Division

Thru: Lisa Fuentes, Manager
Water Regulation Division

From: Fred Bednarski, Financial Examiner
Water Regulation Division

Date: March 9, 2018

Subject: **Docket No. 48034:** *Application of Quadvest, L.P. to Amend its Certificates of Convenience and Necessity in Fort Bend County.*

On February 7, 2018, Quadvest, L.P. (Quadvest or Applicant) filed an application with the Public Utility Commission of Texas (Commission) to amend water Certificate of Convenience and Necessity (CCN) No. 11612 and sewer CCN No. 20952 in Fort Bend County pursuant to Texas Water Code Ann. (TWC) §§ 13.242 to 13.250 and 16 Tex. Admin Code (TAC) §§ 24.101 to 24.107.

Based on Staff's review of the application, Staff recommends that the application be deemed insufficient for filing and be found administratively incomplete. In order to cure the deficiencies Staff recommends the Applicant provide the following information:

- 1) Since the CCN amendment will require construction of a new water and wastewater system to provide retail water and sewer utility service to the proposed 350 connections, provide:
 - a. The Texas Commission on Environmental Quality (TCEQ) construction approval letter or proof that plans and specifications have been submitted to the TCEQ for review and construction approval;
 - b. Proof that the applicant has submitted an application for a wastewater permit to the TCEQ; and
 - c. A status report concerning the wastewater protest referenced in the application cover letter.
- 2) Proof that a request for service letter was mailed to each of the entities identified in the two mile radius and the response from each entity that was mailed the request; and
- 3) Provide a description, the total amount from each source of funding, and a copy of each funding agreement for all facilities that will be constructed to serve the proposed 350 water and sewer connections in the requested area.
- 4) Provide a copy of the development agreement, if applicable.

Additional Information Needed:

- Reference Attachment "H" to the application, Water Utility Tariff, Bates Nos. 0004-0005. Identify the water tariff page that contains the rates that the proposed development will be charged and the water tariff page that contains the rates applicable to each public water system listed on the referenced Water Utility Tariff;
- Provide a copy of the 2017 annual financial statements;

- Identify the depreciation expense amount included in the 2016 and 2017 financial statements;
- Provide a detailed listing of all long term debt payments made in 2016 and 2017; and
- Provide the supporting assumptions used to calculate the 5 Year financial projections.

Note: Any confidential items should be submitted as confidential filings with the PUC. The instructions for filing confidential documents can be found on our website at: (<http://www.puc.texas.gov/industry/filings/FilingProceed.aspx>)