

Control Number: 48471



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DeAnn T. Walker

Arthur C. D'Andrea Commissioner

Shelly Botkin Commissioner

John Paul Urban Executive Director



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Public Utility Commission of Texas olerk

TO:

DeAnn T. Walker, Chairman

Arthur C. D'Andrea, Commissioner Shelly Botkin, Commissioner

All Parties of Record

FROM:

Hunter Burkhalter Administrative Law Judge

RE:

Open Meeting of August 29, 2019

**Docket No. 48471** – Petition to Revoke Lohman's Ford Water Company's Certificate of Convenience and Necessity Pursuant to Texas Water Code § 13.254

and 16 Texas Administrative Code § 24.245

DATE:

July 23, 2019

Enclosed is a copy of the Proposed Default Order in the above-referenced docket. The Commission will consider this docket at an open meeting currently scheduled to begin at 9:30 a.m. on Thursday, August 29, 2019, at the Commission's offices, 1701 North Congress Avenue, Austin, Texas. The parties may file corrections or exceptions to the Proposal for Decision on or before Wednesday, August 21, 2019.

If there are no corrections or exceptions, no response is necessary.

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### **DOCKET NO. 48471**

PETITION TO REVOKE LOHMAN'S	§	<b>PUBLIC UTILITY COMMISSION</b>
FORD WATER COMPANY'S	§	
CERTIFICATE OF CONVENIENCE	§	OF TEXAS
AND NECESSITY PURSUANT TO	§	
TEXAS WATER CODE § 13.254 AND	§	
16 TEXAS ADMINISTRATIVE CODE	§	
§ 24.245	§	

#### PROPOSED DEFAULT ORDER

This Default Order addresses the petition of Commission Staff to revoke the water certificate of convenience and necessity (CCN) of Lohman's Ford Water Company for violations of the Texas Water Code and Commission rules. The Commission grants the petition, by default, and revokes Lohman's Ford's CCN number 11894.

## I. Findings of Fact

The Commission makes the following findings of fact.<sup>1</sup>

### CCN Holder

- 1. Lohman's Ford is registered with the Texas secretary of state as a domestic for-profit corporation under file number 75024000.
- 2. Lohman's Ford is authorized to provide water service under CCN number 11894 in Travis County.

### Commission Staff's Petition

- On June 18, 2018, Commission Staff filed its petition in this proceeding, in which it seeks
  to revoke the CCN of Lohman's Ford for failure to provide continuous and adequate water
  service.
- 4. The petition alleges that Lohman's Ford is no longer providing and is incapable of providing continuous and adequate water service and, therefore, its CCN should be revoked under Texas Water Code (TWC) § 13.254(a)(1) and 16 Texas Administrative Code (TAC) § 24.245(i)(1)(A) (formerly § 24.113(i)(1)(A)).

<sup>&</sup>lt;sup>1</sup> The findings of fact are derived from the factual allegations found in Commission Staff's petition and are deemed admitted by default.

- 5. Lohman's Ford's CCN was issued on September 26, 1985.
- 6. Lohman's Ford underwent a tax forfeiture on November 20, 1989.
- 7. Lohman's Ford's status with the Texas secretary of state is listed as inactive.
- 8. The Commission's records indicate that Lohman's Ford is no longer in business and the facilities it used to provide water service are inactive.
- 9. Lohman's Ford is no longer providing and is incapable of providing continuous and adequate water service.

### **Notice**

- 10. The Commission's records list Lohman's Ford's address as: 101 S. Capital of Texas Hwy Bldg. H-262, Austin, Texas 78746.<sup>2</sup>
- 11. On June 18, 2018, Commission Staff sent copies of the petition, by certified mail, return receipt requested, to: (a) the address of Lohman's Ford as shown in the Commission's records; and (b) the address for Lohman's Ford's registered agent for process, as shown in the records of the Texas secretary of state.
- 12. The petition notified Lohman's Ford that it was entitled to request a hearing within 30 days after the filing of the petition, and included the following admonition, in at least 12-point, bold-face type:

The factual allegations listed in Commission Staff's Amended Petition and Notice of Opportunity for a Hearing could be deemed admitted and the relief sought herein could be granted by default if you fail to timely request a hearing.

## The Motion for Default

- 13. On August 17, 2018, Commission Staff filed a motion for entry of a default order.
- 14. The motion for default was served upon Lohman's Ford in the same way that the petition was served.

### Grounds for Default

15. More than 30 days have passed since service of the petition to Lohman's Ford.

http://www.puc.texas.gov/WaterSearch/Utility?siteId=15690 Under Tex. Gov't Code § 2001.090 and 16 TAC § 22.222, the Commission takes official notice of Lohman's Ford's address as shown in the Commission's records.

- 16. Lohman's Ford did not request a hearing on the merits, and did not respond to the petition.
- 17. More than 30 days have passed since service of the motion for default.
- 18. Lohman's Ford did not respond to the motion for default.
- 19. Commission Staff proved, by default, that Lohman's Ford is no longer providing and is incapable of providing continuous and adequate water service in its certificated area.

### II. Conclusions of Law

The Commission makes the following conclusions of law.

- 1. The Commission has jurisdiction over this matter under TWC § 13.254.
- 2. Lohman's Ford is a retail public utility under 16 TAC § 24.3(59).
- 3. As the holder of CCN number 11894, Lohman's Ford is obligated to serve every consumer within its certified area and render continuous and adequate service within the area under TWC § 13.250 and 16 TAC § 24.247.
- 4. Because Lohman's Ford is no longer providing and is incapable of providing continuous and adequate service in the area covered by its CCN in violation of TWC § 13.250 and 16 TAC § 24.247, the Commission is entitled to revoke the CCN under TWC § 13.254(a)(1) and 16 TAC § 24.245(i)(1)(A).
- 5. Adequate notice was provided to Lohman's Ford in compliance with 16 TAC §§ 22.54 and 22.183, and Texas Government Code § 2001.054.
- 6. Lohman's Ford's failure to request a hearing within 30 days of the notice of an opportunity for a hearing qualifies this proceeding for disposition by default under 16 TAC § 22.183.
- 7. The requirements for disposition by default in 16 TAC § 22.183 the have been met in this proceeding.

# III. Ordering Paragraphs

In accordance with these findings of fact and conclusions of law, the Commission issues the following orders:

- 1. The motion for default is granted and Lohman's Ford's CCN number 11894 is revoked.
- 2. The Commission is not constrained in any manner from requiring additional action or penalties for violations that are not raised here.
- 3. The Commission denies all other motions and any other requests for general or specific relief, if not expressly granted.

Signed at Austin, Texas the \_\_\_\_ day of August 2019.

UBLIC UTILITY COMMIS	SION OF TEXAS
DEANN T. WALKER, CHAII	RMAN
ARTHUR C. D'ANDREA, CO	OMMISSIONER
SHELLY ROTKIN COMMIS	CCIONED

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