

Control Number: 48569



Item Number: 14

Addendum StartPage: 0

RECEIVED

APPLICATION OF DENTON COUNTY FRESH WATER SUPPLY DISTRICT NO. 10 FOR PARTIAL DECERTIFICATION OF ITS CCN SERVICE AREA AND APPROVAL OF A SERVICE AREA CONTRACT WITH MUSTANG SPECIAL UTILITY DISTRICT UNDER TEXAS WATER CODE § 13.248 IN DENTON COUNTY

§ § § § § § § § §

PUBLIC UTILITY COMMISSION: 10

OF TEXAS

RECEIVED  
2018 OCT -3 AM 11:10  
PUBLIC UTILITY COMMISSION  
FILING CLERK

DENTON COUNTY FRESH WATER SUPPLY DISTRICT NO. 10  
PROOF OF NOTICE

Denton County Fresh Water Supply District No. 10 (the "District") hereby files this Proof of Notice. The District, through its billing agent Mustang Special Utility District, has provided mailed notice to the affected customers as required by Order No. 2, and clarified by Order No. 3, in this proceeding.

In support thereof, the District provides the following:

Attachment A -- Affidavit of Notice and copy of notice and map

Respectfully submitted,

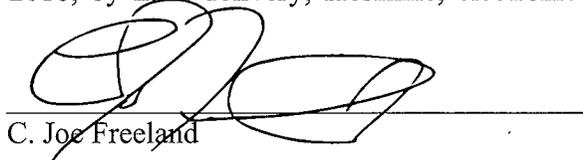


C. Joe Freeland  
State Bar No. 07417500  
Mathews & Freeland, LLP  
8140 N. MoPac Expy  
Austin, Texas 78759  
Telephone (512) 404-7800  
Facsimile (512) 703-2785

ATTORNEYS FOR DENTON COUNTY FRESH WATER SUPPLY DISTRICT NO. 10

CERTIFICATE OF SERVICE

I certify that a copy of the District's Proof of Notice was served on all parties of record in this proceeding on this 3<sup>rd</sup> day of October 2018, by hand-delivery, facsimile, electronic mail, and/or First Class Mail.

  
C. Joe Freeland

**ATTACHMENT A**

**Affidavit of Notice**

PUBLIC UTILITY COMMISSION



AFFIDAVIT OF NOTICE TO CUSTOMERS  
DOCKET NO. 48569

STATE OF TEXAS  
COUNTY OF Denton

Before me, the undersigned authority, on this day personally appeared

Christian Boyd

who being by me duly sworn, deposes and that (s)he is the

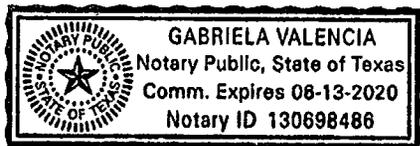
General Manager of the Mustang Special Utility District  
(TITLE) (NAME OF UTILITY)

that the attached notice was provided to customers by  
U.S. Postal Service  
(METHOD USED TO PROVIDE NOTICE)

on or about the following date, to wit October 2, 2018,  
(DATE)

[Signature]  
(SIGNATURE OF UTILITY OFFICIAL)

Subscribed and sworn to before me this 2nd day of October, 2018  
to certify which witness my hand and seal of office.



Texas  
Notary Public in and for the State of Texas

Gabriela Valencia  
Print or Type Name of Notary Public

Commission Expires 08-13-2020



September 28, 2018

Dear Customer:

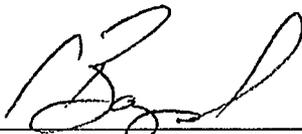
As you may know from prior public meetings and correspondence, Mustang Special Utility District has been the long-time contract operator of the water and wastewater system which provides service to you. And in that capacity Mustang has been involved in fixing water leaks, connecting new customers, and performing the monthly billing and collection services. Recently, and in cooperation with Mustang, Denton County Freshwater Supply District No. 10 submitted an application to the Public Utility Commission of Texas to decertify a portion of its certificated service area as indicated on the enclosed map, which area was dually certificated with Mustang. If approved, the application will result in Mustang becoming the only retail water and sewer provider to the area.

The application does not propose to change your water or sewer rates and, if approved, you will continue to receive service from the existing water and wastewater facilities with Mustang now being fully responsible for that service.

Enclosed with this letter you will find a formal Notice to Current Customers which is required by the PUC. Please review the notice carefully, as this is a very important matter.

If you have questions regarding the enclosed Notice, or the application, please do not hesitate to contact the General Manager at 940-440-9561, or any of those numbers listed on the Notice.

Sincerely,



---

Chris Boyd, General Manager  
Mustang Special Utility District

Enclosure

**Notice to Current Customers**

**NOTICE OF APPLICATION TO AMEND WATER AND SEWER CERTIFICATES OF CONVENIENCE AND NECESSITY IN DENTON COUNTY, TEXAS**

To: Customers

Date Notice Mailed: September 28, 2018

Denton County Fresh Water Supply District No. 10 (Denton County FWSD), water Certificate of Convenience and Necessity (CCN) No. 13021 and sewer CCN No. 20923 has submitted an application with the Public Utility Commission of Texas pursuant to Tex. Water Code § 13.248, for approval of a contract service agreement to decertify area dually certificated with Mustang Special Utility District's (Mustang SUD) water CCN No. 11856 and sewer CCN No. 20930. If approved, Mustang SUD will be singly certificated for service in the area and will serve the existing customers.

The requested area is located approximately 6 miles west of downtown Prosper, TX, and is generally bounded on the north by Bryan Road; on the east by FM 1385; on the south by US Hwy 380 (E. University Drive); and on the west by Trenton Drive. The requested area includes approximately 849 total acres and 2,452 customers in Arrowbrooke and Savannah subdivisions.

Under the contract service agreement Mustang SUD will charge the same rates as currently charged by the Denton County FWSD, which are set out as follow.

The Effective Date of these rates is January 19, 2017.

Monthly Rates for Residential Water Service – Monthly base rate \$24.50 plus for each 1,000 gallons of water actually used up to 5,000 gallons \$3.00 per 1,000 gallons; 5,001-10,000 gallons \$4.00 per 1,000 gallons; and over 10,000 gallons \$5.00 per 1,000 gallons.

Monthly Rates for Residential Sanitary Sewer Service – Monthly base rate \$43.50 for up to 5,000 gallons of water used; \$45.50 for water usage of 5,001-10,000 gallons of water used; and \$48.50 for water usage over 10,000 gallons of water used.

Monthly Rates for Commercial Water Service

<u>Meter Size</u>	<u>Monthly Minimum Facility Charge</u>	<u>Gallage Charge</u>
3/4"	\$17.00	\$4.00 per 1000 gallons
1"	\$25.00	
1½"	\$45.00	
2"	\$75.00	
4"	\$640.00	
6"	\$1425.00	
8"	\$1675.00	

(Over)

Monthly Rates for Commercial Sanitary Sewer Service - \$30.00 and \$2.50 for each 1,000 gallons of water metered

Monthly Rates for Water Service to Churches and Schools

<u>Meter Size</u>	<u>Monthly Facility Charge</u>	<u>Gallorage Charge</u>
3/4"	<u>\$17.00</u>	<u>\$2.80</u> per 1000 gallons
1"	<u>\$25.00</u>	
1½"	<u>\$45.00</u>	
2"	<u>\$75.00</u>	
4"	<u>\$500.00</u>	
6"	<u>\$1000.00</u>	

Monthly Rates for Sanitary Sewer Service to Churches and Schools

Monthly Facility Charge - \$30.00 and \$1.50 for each 1,000 gallons of water metered

Monthly Rates for Water Service to Apartments - \$24.50 plus 0-5,000 gallons \$3.00 per 1,000 gallons, 5,001-10,000 gallons \$4.00 per 1,000 gallons and over 10,000 gallons \$5.00 per 1,000 gallons.

Monthly Rates for Sanitary Sewer to Apartments - \$31.50 for up to 5,000 gallons of water used, \$33.50 for water usage of 5,001-10,000 gallons of water used and \$35.50 for water usage over 10,000 gallons of water used.

Apartment units served by a master meter Water Rates

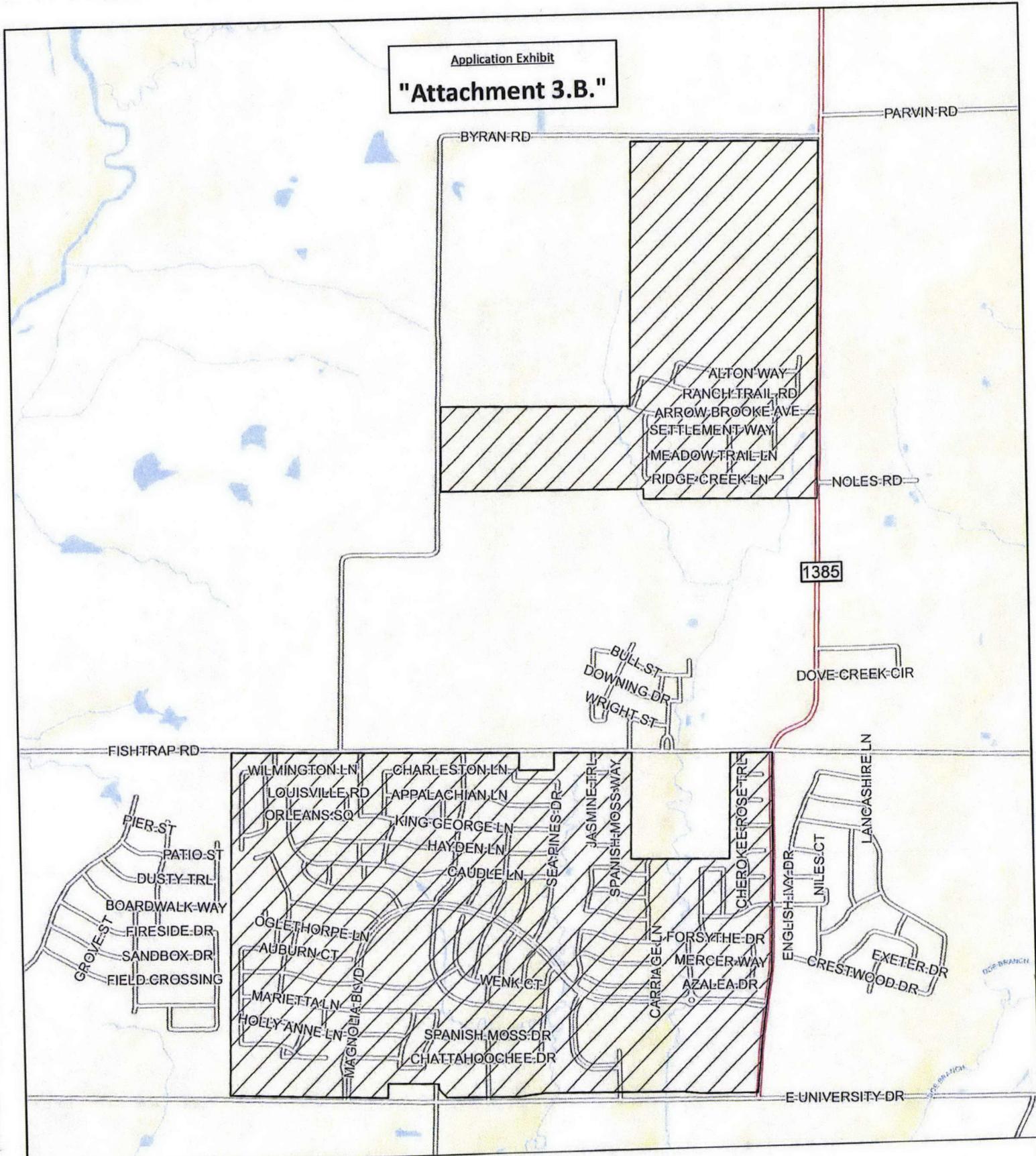
<u>Meter Size</u>	<u>Monthly Facility Charge</u>	<u>Gallorage Charge</u>
3/4"	<u>\$17.00</u>	<u>\$4.00</u> per 1000 gallons
1"	<u>\$25.00</u>	
1½"	<u>\$45.00</u>	
2"	<u>\$75.00</u>	
4"	<u>\$640.00</u>	
6"	<u>\$1425.00</u>	
8"	<u>\$1675.00</u>	

**See enclosed map of the requested area.**

*Persons who wish to intervene in the proceeding or comment upon action sought should contact the Public Utility Commission, P.O. Box 13326, Austin, Texas 78711-3326, or call the Public Utility Commission at (512) 936-7120 or (888) 782-8477. Hearing- and speech-impaired individuals with text telephones (TTY) may contact the commission at (512) 936-7136. The deadline for intervention in the proceeding is (30 days from the mailing or publication of notice, whichever occurs later, unless otherwise provided by the presiding officer). You must send a letter requesting intervention to the commission which is received by that date.*

If a valid public hearing is requested, the Commission 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, SOAH will submit a recommendation to the Commission for a final decision. An evidentiary hearing is a legal proceeding similar to a civil trial in state district court.

Application Exhibit  
**"Attachment 3.B."**



**- Requested Area to Decertify From Denton County FWSD 10  
 Water CCN No. 13021 & Sewer CCN No. 20923 -**

**Legend - 1" = 1,500'**



February 1, 2018

Denton County, TX