

Control Number: 49566



Item Number: 1

Addendum StartPage: 0

PUBLIC UTILITY COMMISSION OF TEXAS APPLICATION TO OBTAIN OR AMEND A WATER OR SEWER CERTIFICATE OF **CONVENIENCE AND NECESSITY (CCN)**

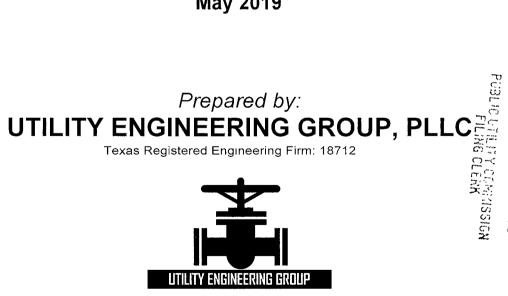
Pursuant to 16 Texas Administrative Code (TAC) Chapter 24, Substantive Rules Applicable to Water and Sewer Service Providers, Subchapter G: Certificates of Convenience and Necessity

> **NEW SEWER CCN** FOR THE: RANCH AT ELMENDORF

> > Prepared for:

City of Elmendorf 8304 FM 327 Elmendorf, Texas 78112

May 2019



191 N. Union Ave. New Braunfels, TX 78130 PH (830) 214-0521



May 21, 2019

Filing Clerk **Public Utility Commission of Texas**1701 N. Congress Avenue

Austin, TX 78711-3326

RE: Application to Obtain or Amend a Sewer Certificate of Convenience and Necessity For the Ranch at Elmendorf

Dear Filing Clerk:

Attached are the required one, un-bound original, and six copies of the application.

If you have any questions or comments, please do not hesitate to contact me.

Sincerely,

Garry Montgomery, P.E.

Utility Engineering Group, PLLC

Project Manager – Partner

Office: (830) 214-0521 garrym@uegpros.com

cc: Cody Dailey- City of Elmendorf



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

Pursuant to 16 Texas Administrative Code (TAC) Chapter 24, Substantive Rules Applicable to Water and Sewer Service Providers, Subchapter G: Certificates of Convenience and Necessity

CCN Application Instructions

- I. **COMPLETE**: In order for the Commission to find the application sufficient for filing, you should be adhere to the following:
 - i. Answer every question and submit all required attachments.
 ii. Use attachments or additional pages if needed to answer any question. If you use attachments or additional pages, reference their inclusion in the form.
 - iii. Provide all mapping information as detailed in Part F: Mapping & Affidavits.
 - iv. Provide any other necessary approvals from the Texas Commission on Environmental Quality (TCEQ), or evidence that a request for approval is being sought at the time of filing with the Commission.
- II. FILE: Seven (7) copies of the completed application with numbered attachments. One copy should be filed with no permanent binding, staples, tabs, or separators; and 7 copies of the portable electronic storage medium containing the digital mapping data.
 - **SEND TO**: Public Utility Commission of Texas, Attention: Filing Clerk, 1701 N. Congress Avenue, P.O. Box 13326, Austin, Texas 78711-3326 (NOTE: Electronic documents may be sent in advance of the paper copy; however, they will not be processed and added to the Commission's on-line Interchange until the paper copy is received and file-stamped in Central Records).
- III. The application will be assigned a docket number, and an administrative law judge (ALJ) will issue an order requiring Commission Staff to file a recommendation on whether the application is sufficient. The ALJ will issue an order after Staff's recommendation has been filed:
 - i. <u>DEFICIENT (Administratively Incomplete)</u>: Applicant will be ordered to provide information to cure the deficiencies by a certain date (usually 30 days from ALJ's order). *Application is not accepted for filing*.
 - ii. <u>SUFFICIENT (Administratively Complete)</u>: Applicant will be ordered by the ALJ to give appropriate notice of the application using the notice prepared by Commission Staff. *Application is accepted for filing*.
- IV. Once the Applicant issues notice, a copy of the actual notice sent (including any map) and an affidavit attesting to notice should be filed in the docket assigned to the application. Recipients of notice may choose to take one of the following actions:
 - i. <u>HEARING ON THE MERITS</u>: an affected party may request a hearing on the application. The request must be made within 30 days of notice. If this occurs, the application may be referred to the State Office of Administrative Hearings (SOAH) to complete this request.
 - ii. <u>LANDOWNER OPT-OUT</u>: A landowner owning a qualifying tract of land (25+ acres) may request to have their land removed from the requested area. The Applicant will be requested to amend its application and file new mapping information to remove the landowner's tract of land, in conformity with this request.
- V. PROCEDURAL SCHEDULE: Following the issuance of notice and the filing of proof of notice in step 4, the application will be granted a procedural schedule for final processing. During this time the Applicant must respond to hearing requests, landowner opt-out requests, and requests for information (RFI). The Applicant will be requested to provide written consent to the proposed maps, certificates, and tariff (if applicable) once all other requests have been resolved.
- VI. **FINAL RECOMMENDATION**: After receiving all required documents from the Applicant, Staff will file a recommendation on the CCN request. The ALJ will issue a final order after Staff's recommendation is filed.

FAQ:

Who can use this form?

Any retail public utility that provides or intends to provide retail water or wastewater utility service in Texas.

Who is required to use this form?

A retail public utility that is an investor owned utility (IOU) or a water supply corporation (WSC) must use this form to obtain or amend a CCN prior to providing retail water or sewer utility service in the requested area.

What is the purpose of the application?

A CCN Applicant is required to demonstrate financial, managerial, and technical (FMT) capability to provide continuous and adequate service to any requested area. The questions in the application are structured to support an Applicant's FMT capabilities, consistent with the regulatory requirements.

Applicat	tion Summary
Applicant: City of Elmendorf	
CCN No. to be amended: N/A	
or Obtain NEW CCN Water	Sewer
County(ies) affected by this application: Bexar	
Dual CCN requested with: N/A	
CCN No.: N/A	(name of retail public utility) Portion or All of requested area
Decertification of CCN for: N/A	
CCN No.: N/A	Portion or All of requested area
Table 4	of Contents
Part A: Applicant Information Part B: Requested Area Information Part C: CCN Obtain or Amend Criteria Considerations Part D: TCEQ Public Water System or Sewer (Wastewate Part E: Financial Information Part F: Mapping & Affidavits Part G: Notice Information Appendix A: Historical Financial Information (Balance Sh Appendix B: Projected Information Please mark the items included in this filing Partnership Agreement Articles of Incorporation and By-Laws (WSC) Certificate of Account Status Franchise, Permit, or Consent letter Existing Infrastructure Map Customer Requests For Service in requested area Population Growth Report or Market Study TCEQ Engineering Approvals	1
Requests & Responses For Service to ½ mile utility providers Economic Feasibility (alternative provider) Statement Alternative Provider Analysis Enforcement Action Correspondence TCEQ Compliance Correspondence Purchased Water Supply or Treatment Agreement Rate Study (new market entrant) Tariff/Rate Schedule Financial Audit Application Attachment A & B Capital Improvement Plan Disclosure of Affiliated Interests Detailed (large scale) Map General Location (small scale) Map Digital Mapping Data Signed & Notarized Affidavit	Part B: Question 12.B (see attachment D) Part B: Question 12.C Part B: Question 12.D Part C: Question 16 Part D: Question 20 Part D: Question 23 Part E: Question 28 Part E: Question 29 Part E: Question 30 (see attachment F) Part E: Question 30 (see attachment G) Part E: Question 31 Part F: Question 32 (see attachment B) Part F: Question 32 (see attachment C) Part F: Question 32 (see attachment C) Part F: Question 32 (see attachment E) Page 12

	Part A: Applicant Information
1.	A. Name: City of Elmendorf
	Individual Corporation WSC Other: municipality B. Mailing Address: PO BOX 247
	Elmendorf , Texas 78112
	Phone No.: (210) 635-8210 Email: N/A
	C. Contact Person. Please provide information about the person to be contacted regarding this application. Indicate if this person is the owner, operator, engineer, attorney, accountant, or other title. Name: Cody Dailey City Administrator
	Mailing Address: PO BOX 247, Elmendorf , Texas 78112
	Phone No.: (210) 635-8210 Email: cdailey@elmendorf-tx.com
2.	If the Applicant is someone other than a municipality, is the Applicant currently paid in full on the Regulatory Assessment Fees (RAF) remitted to the TCEQ? Yes No No
3.	If the Applicant is an Investor Owned Utility (IOU), is the Applicant current on Annual Report filings with the Commission? Yes No If no, please state the last date an Annual Report was filed:
4.	The legal status of the Applicant is: Individual or sole proprietorship Partnership or limited partnership (attach Partnership agreement) Corporation: Charter number (recorded with the Texas Secretary of State): Non-profit, member-owned, member controlled Cooperative Corporation [Article 1434(a) Water Supply or Sewer Service Corporation, incorporated under TWC Chapter 67] Charter number (as recorded with the Texas Secretary of State): Articles of Incorporation and By-Laws established (attach) Municipally-owned utility District (MUD, SUD, WCID, FWSD, PUD, etc.) County Affected County (a county to which Subchapter B, Chapter 232, Local Government Code, applies)
	Other (please explain):
5.	If the Applicant operates under an assumed name (i.e., any d/b/a), provide the name below: Name: N/A

	Part B: Requested Area Information
6.	Provide details on the existing or expected land use in the requested area, including details on requested actions such as dual certification or decertification of service area.
	Existing Land Use: Vacant Ranch-land with no sewer certification Proposed Land Use: Primarily single-family residential lots, commercial lots, elementary school, and amenity center with a proposed single, City of Elmendorf, sewer certification
7.	The requested area (check all applicable):
	Currently receives service from the Applicant X Is being developed with no current customers
	Overlaps or is within municipal boundaries Overlaps or is within district boundaries
	Municipality: City of Elmendorf District: N/A
	Provide a copy of any franchise, permit, or consent granted by the city or district. If not available please explain:
	The Texas Commission on Environmental Quality (TCEQ) Texas Pollutant Discharge Elimination System (TPDES) permit has not been acquired at this time. The application for the TPDES permit will be submitted Q2 2019 to TCEQ.
8.	Describe the circumstances (economic, environmental, etc.) driving the need for service in the requested area:
	The area is being developed with approximately 4000 proposed residential and commercial connections. Currently, this area does not have a centralized sewer system or provider available. Only large-lot development, serviced by septic systems are able to develop. These systems would be located near the City's Public Water Supply Wells. Providing a centralized sewer system option would allow for the development of smaller, septic-free, residential and commercial properties.
9.	Has the Applicant received any requests for service within the requested area?
	Yes* No *Attach copies of all applicable requests for service and show locations on a map
10.	Is there existing or anticipated growth in the requested area?
	Yes* No *Attach copies of any reports and market studies supporting growth
11.	A. Will construction of any facilities be necessary to provide service to the requested area?
	Yes* No *Attach copies of TCEQ approval letters
	B. Date Plans & Specifications or Discharge Permit App. submitted to TCEQ: Anticipated - July 15, 2019

	C.	Summarize an estimated timeline for construction for any required facilities to serve the requested area:							
	The initial phase of development will be served by San Antonio River Authority (SARA) as an interim provider. Subsequent phases of the development will be served by the City. The first phase (0.3 MGD) is anticipated to be operational by 2021.								
	D.	Describe the source and availability of funds for any required facilities to serve the requested area:							
	of	he project developer, DR Horton, will be entering an agreement with the City to fund the full cost f permitting and constructing the proposed collection and treatment system. Debt is not nticipated by the City to fund this utility service request.							
		Note: Failure to provide applicable TCEQ construction or permit approvals, or evidence showing that the construction or permit approval has been filed with the TCEQ may result in the delay or possible dismissal of the application.							
2.	Α.	If construction of a physically separate water or sewer system is necessary, provide a list of all retail public water and/or sewer utilities within one half mile from the outer boundary of the requested area below:							
	ultir	n Antonio River Authority (SARA) has a lift station and force main located on the tract. SARA will mately turn this infrastructure over to Elmendorf once the City's project is permitted and astructed. The City and SARA are working on an interlocal agreement to set the terms of this erim service and the ultimate transfer of ownership over to the City of Elmendorf.							
	В.	Did the Applicant request service from each of the above water or sewer utilities?							
	X	Yes* No *Attach copies of written requests and copies of the written response							
	C.	Attach a statement or provide documentation explaining why it is not economically feasible to obtain retail service from the water or sewer retail public utilities listed above.							
	D.	If a neighboring retail public utility agreed to provide service to the requested area, attach documentation addressing the following information:							
		 (A) A description of the type of service that the neighboring retail public utility is willing to provide and comparison with service the applicant is proposing; (B) An analysis of all necessary costs for constructing, operating, and maintaining the new facilities for at least the first five years of operations, including such items as taxes and insurance; and (C) An analysis of all necessary costs for acquiring and continuing to receive service from the neighboring retail public utility for at least the first five years of operations. 							
3.	pro	plain the effect of granting the CCN request on the Applicant, any retail public utility of the same kind serving in the ximate area, and any landowners in the requested area. The statement should address, but is not limited to, ionalization, compliance, and economic effects.							

	The City has recently approved a master plan for the approximately 979 acres known as Ranch at Elmendorf. The subdivision will have approximately 3,996 single-family residences, commercial tracts, and a school. In the future SARA intends to divert flow from their 181 package plant to the proposed plant which complies with the states regionalization policies to eliminate one discharge point in this receiving stream.	
	Part C: CCN Obtain or Amend Criteria Considerations	
14.	Describe the anticipated impact and changes in the quality of retail utility service for the requested area:	
	Currently, the City of Elmendorf is served by on-site septic systems. This limits the amount of development due to required larger lot sizes and presents potential water quality concerns for individual and public water supply wells. With a centralized system, the quality of service and effluent will be improved.	
15.	Describe the experience and qualifications of the Applicant in providing continuous and adequate retail service:	
	The City has the billing and operational experience as demonstrated by their existing retail water system. This will be a new line of service for the City. However, the City already has a wastewater operator and SARA has offered to operate the plant under an operating contract if needed for a period of time that is yet to be determined.	
16.	Has the Applicant been under an enforcement action by the Commission, TCEQ, Texas Department of Health (TDH), the Office of the Attorney General (OAG), or the Environmental Protection Agency (EPA) in the past five (5) years for non-compliance with rules, orders, or state statutes? Yes* No	
	*Attach copies of any correspondence with the applicable regulatory agency concerning any enforcement actions, and attach a description of any actions or efforts the Applicant has taken to comply with these requirements.	
17.	Explain how the environmental integrity of the land will or will not be impacted or disrupted as a result of granting the CCN as requested:	
	If this property developed into single family residences with septics there would be 800-1000 septic tanks directly over the Carrizo-Willcox Aquifer and the City's water supply well field. The centralized system will ensure that water quality standards are met based on the reporting requirements and treatment standards in the future TPDES permit.	
18.	Has the Applicant made efforts to extend retail water or sewer utility service to any economically distressed area located within the requested area?	
	N/A	

19.		olitical subdivi	sions (including r	iver author				er conservation districts), ce located within two (2)		
	San Antonio River Authority, City of Elmendorf, San Antonio Water Authority, East Central SUD, W&W Water Inc, Oak Hills WSC, CPS Energy, Bexar County, Wilson County, Edwards Aquifer Authority, Evergreen UWCD.									
	P	art D: TCEO P	ublic Water Sys	tem or Se	wer (\	Wastewater)	Informati	ion		
20						, <u>.</u>				
20.			II Public Water Sy	ystems (Pw	Date	of TCEQ				
Ľ	TCEQ PWS ID:	Nar	ne of PWS:		inspe	ection*:	Subo	divisions served:		
-										
				*Attach	evide	ence of comp	liance with	h TCEQ for each PWS		
	B. Complete the	following for <u>a</u>	II TCEQ Water (Quality (Wo	Q) dise	charge permits	s associated	with the Applicant's CCN		
Г			Date Permit	Date of 7	TCEC)				
	TCEQ Discharge Per	mit No:	expires:	inspection			Subdivisi	ions served:		
_	WQ-									
	WQ-									
_	WQ- WQ-									
L	w Q-		*Attach ex	vidence of	Comr	olionoe with T	CCEO for	each Discharge Permit		
					-		I CEQ 101	cach Discharge I chilit		
	C. The requested	CCN service a	area will be served	_	PWS I	D:				
				_'	WQ -					
21.	List the number of <u>e</u>	xisting connec	tions for the PWS	S & Dischar	rge Pe	rmit indicated	above (Que	estion 20. C.):		
	Water			S	Sewer					
	Non-metered		2"			Residential				
	5/8" or 3/4"		3"			Commercial				
	1"		4"		Industrial					
	Total Water C		Other			Other otal Sewer Cor	nections:			
	Total Water C	Zamicenons.			10	nui sewei coi	meetions.			
22.	List the number of <u>a</u>	<i>idditional</i> conr	ections projected	for the requ	uested	CCN area:				
	Water	 			Sewer					
	Non-metered		2"			Residential				
	5/8" or 3/4"		3"			Commercial				

Industrial

Total Sewer Connections:

Other

PUCT CCN Obtain or Amend Page 7 of 18 (March 2018)

Total Water Connections:

1 1/2"

4"

Other

23.	A. Will the system serving the	ne requested area purchase v	water or sewer treatme	ent capacity fro	m another source?
	☐ Yes* ☐ No	*Attach a copy of purch	ase agreement or cont	tract.	
	Capacity is	purchased from:			
	Wa	ter:		_	
	Sev	ver:			
	B. Are any of the Applicants or TCEQ's drinking water	PWS's required to purchas			m capacity requirements
	Yes No				
		oply or treatment purchased nased water or sewer treatm		contract? Wha	at is the percent of overall
	XX - 4	Amount in Gallons	Percent of d	emand	
	Water: Sewer:		0%		
	Sewer.		0%		
24.	Does the PWS or sewer treatment requested area? Yes No	nent plant have adequate c	apacity to meet the	current and pro	ojected demands in the
25.	List the name, class, and TCEQ sewer utility service provided to		ators that will be resp	onsible for the	operations of the water or
	Name (as it appea		Class	License No.	Water/Sewer Sewer
26.	A. Are any improvements restandards? Yes No	quired for the existing PWS	or sewer treatment p	lant to meet TC	CEQ or Commission
	B. Provide details on each re	equired major capital impro (attach any engineering rep			ncies to meet the TCEQ
	Description of the Capit	al Improvement:	Estimated Comp	letion Date:	Estimated Cost:
L					
27.	Provide a map (or maps) showing or proposed customer connection planning maps, or other large so	ns, in the requested area. Fa	acilities should be ide	ntified on subd	ivision plats, engineering

	Part E: Financial Information
28.	If the Applicant seeking to obtain a CCN for the first time is an Investor Owned Utility (IOU) and under the original
	rate jurisdiction of the Commission, a proposed tariff must be attached to the application. The proposed rates must be
	supported by a rate study, which provides all calculations and assumptions made. Once a CCN is granted, the Applicant
	must submit a rate filing package with the Commission within 18 months from the date service begins. The purpose of
	this rate filing package is to revise a utility's tariff to adjust the rates to a historic test year and to true up the new tariff
	rates to the historic test year. It is the Applicant's responsibility in any future rate proceeding to provide written evidence
	and support for the original cost and installation date of all facilities used and useful for providing utility service. Any
	dollar amount collected under the rates charged during the test year in excess of the revenue requirement established by
	the Commission during the rate change proceeding shall be reflected as customer contributed capital going forward as
	an offset to rate base for ratemaking purposes.
29.	If the Applicant is an existing IOU, please attach a copy of the current tariff and indicate:
	A. Effective date for most recent rates:
	B. Was notice of this increase provided to the Commission or a predecessor regulatory authority?
	No Yes Application or Docket Number:
	C. If notice was not provided to the Commission, please explain why (ex: rates are under the jurisdiction of a municipality)
	If the Applicant is a Water Supply or Sewer Service Corporation (WSC/SSC) and seeking to obtain a CCN, attach a copy of the current tariff.
	THE TAXABLE WAS AND

30. Financial Information

Applicants must provide accounting information typically included within a balance sheet, income statement, and statement of cash flows. If the Applicant is an existing retail public utility, this must include historical financial information and projected financial information. However, projected financial information is only required if the Applicant proposes new service connections and new investment in plant, or if requested by Commission Staff. If the Applicant is a new market entrant and does not have its own historical balance sheet, income statement, and statement of cash flows information, then the Applicant should establish a five-year projection.

Historical Financial Information may be shown by providing any combination of the following that includes necessary information found in a balance sheet, income statement, and statement of cash flows:

- 1. Completed Appendix A;
- 2. Documentation that includes all of the information required in Appendix A in a concise format; or
- 3. Audited financial statements issued within 18 months of the application filing date. This may be provided electronically by providing a uniform resource locator (URL) or a link to a website portal.

Projected Financial Information may be shown by providing any of the following:

- 1. Completed Appendix B;
- 2. Documentation that includes all of the information required in Appendix B in a concise format;
- 3. A detailed budget or capital improvement plan, which indicates sources and uses of funds required, including improvements to the system being transferred; or
- 4. A recent budget and capital improvements plan that includes information needed for analysis of the operations test for the system being transferred and any operations combined with the system. This may be provided electronically by providing a uniform resource locator (URL) or a link to a website portal.
- 31. Attach a disclosure of any affiliated interest or affiliate. Include a description of the business relationship between all affiliated interests and the Applicant.

DO NOT INCLUDE ATTACHMENTS A OR B IF LEFT BLANK

Part F: Mapping & Affidavits

- **32.** Provide the following mapping information with each of the seven (7) copies of the application:
 - 1. A general location (small scale) map identifying the requested area in reference to the nearest county boundary, city, or town. The Applicant should adhere to the following guidance:
 - i. If the application includes an amendment for both water and sewer certificated service areas, separate maps must be provided for each.
 - ii. A hand drawn map, graphic, or diagram of the requested area is not considered an acceptable mapping document.
 - To maintain the integrity of the scale and quality of the map, copies must be exact duplicates of the original map. Therefore, copies of maps cannot be reduced or enlarged from the original map, or in black and white if the original map is in color.
 - A detailed (large scale) map identifying the requested area in reference to verifiable man-made or natural landmarks such as roads, rivers, and railroads. The Applicant should adhere to the following guidance:
 - i. The map should be clearly labeled and the outer boundary of the requested area should be marked in reference to the verifiable man-made or natural landmarks. These verifiable man-made and/or natural landmarks must be labeled and marked on the map as well.
 - ii. If the application includes an amendment for both water and sewer certificated service area, separate maps need to be provided for each.
 - iii. To maintain the integrity of the scale and quality of the map, copies must be exact duplicates of the original map. Therefore, copies of maps cannot be reduced or enlarged from the original map, or in black and white if the original map is in color.
 - **3.** One of the following identifying the requested area:
 - i. A metes and bounds survey sealed or embossed by either a licensed state land surveyor or a registered professional land surveyor. Please refer to the mapping guidance in part 2 (above);

- ii. A recorded plat. If the plat does not provide sufficient detail, Staff may request additional mapping information. Please refer to the mapping guidance in part 2 (above); or
- iii. Digital mapping data in a shapefile (SHP) format georeferenced in either NAD 83 Texas State Plane Coordinate System (US Feet) or in NAD 83 Texas Statewide Mapping System (Meters). The digital mapping data shall include a single, continuous polygon record. The following guidance should be adhered to:
 - The digital mapping data must correspond to the same requested area as shown on the general location and detailed maps. The requested area must be clearly labeled as either the water or sewer requested area.
 - A shapefile should include six files (.dbf, .shp, .shx, .sbx, .sbn, and the projection (.prj) file).
 - The digital mapping data shall be filed on a data disk (CD or USB drives), clearly labeled, and filed with Central Records. Seven (7) copies of the digital mapping data is also required.

Part G: Notice Information

The following information will be used to generate the proposed notice for the application. DO NOT provide notice until the application is deemed sufficient for filing and the Applicant is ordered to provide notice.

Complete the following using verifiable man-made and/or natural landmarks such as roads, rivers, or railroads to describe 33. the requested area (to be stated in the notice documents). Measurements should be approximated from the outermost boundary of the requested area:

The total acreage of the requested area is approximately: 978

Number of customer connections in the requested area: 0

Elmendorf, TX The closest city or town:

Approximate mileage to closest city or town center:

Direction to closest city or town: WEST

The requested area is generally bounded on the North by: S. Loop 1604 & U.S. HWY 181

on the East by: U.S. HWY 181

on the South by: OLD CORPUS CHRISTI RD

on the $\underline{\text{West}}$ by: S. Loop 1604 & OLD CORPUS CHRISTI RD

A copy of the proposed map will be available at 34.

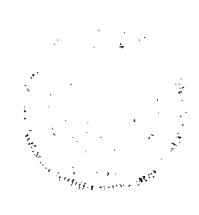
8304 FM 327, Elmendorf, TX 78112

Applicant's Oath STATE OF TEXAS COUNTY OF BEXAR I, Cody Dailey being duly sworn, file this application to obtain or amend a water or sewer CCN, as City Administrator (owner, member of partnership, title as officer of corporation, or authorized representative) I attest that, in such capacity, I am qualified and authorized to file and verify such application, am personally familiar with the documents filed with this application, and have complied with all the requirements contained in the application; and, that all such statements made and matters set forth therein with respect to Applicant are true and correct. Statements about other parties are made on information and belief. I further state that the application is made in good faith and that this application does not duplicate any filing presently before the Commission. 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 within its certificated service area should its request to obtain or amend its CCN be granted. (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 BEFORE ME, a Notary Public in and for the State of Texas
this day the of May

My commission expires:

NOTARY PUBLIC IN AND FOR THE

STATE OF TEXAS



Appendix A: Historical Financial Information (Balance Sheet and Income Schedule)

(Audited financial statements may be substituted for this schedule – see item 29 of the instructions)

HISTORICAL BALANCE SHEETS (ENTER DATE OF YEAR END)	CURRENT(A)	A-1 YEAR ()	A-2 YEAR ()	A-3 YEAR	A-4 YEAR ()	A-5 YEAR
CURRENT ASSETS	, , ,					
Cash						
Accounts Receivable		-				
Inventories						
Other			-			
A. Total Current Assets				<u> </u>		
FIXED ASSETS						
Land						
Collection/Distribution System						
Buildings						
Equipment						
Other						
Less: Accum. Depreciation or Reserves						
B. Total Fixed Assets						
C. TOTAL Assets (A + B)						
CURRENT LIABILITIES						
Accounts Payable						
Notes Payable, Current						
Accrued Expenses						
Other					<u> </u>	<u> </u>
D. Total Current Liabilities						
LONG TERM LIABILITIES						
Notes Payable, Long-term						
Other						
E. Total Long Term Liabilities						
F. TOTAL LIABILITIES (D + E)			Ţ.			
OWNER'S EQUITY						
Paid in Capital						
Retained Equity						
Other						
Current Period Profit or Loss						
G. TOTAL OWNER'S EQUITY						
TOTAL LIABILITIES+EQUITY (F+G) = C						
WORKING CAPITAL (A – D)						
CURRENT RATIO (A / D)						
DEBT TO EQUITY RATIO (E / G)						

SEE ATTACHED 2017-18 FISCAL YEAR AUDIT

DO	NOT	INCLUDE A	ATTACHMENTS A	A OR B IF LEFT BLANK

HISTORICAL NET INCOME INFORMATION							
(ENTER DATE OF YEAR END)	CURRENT(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							
Revenue per Meter (use for projections)							
Expense per Meter (use for projections)							
Operating Revenue Per Meter							
GROSS WATER REVENUE							
Revenues- Base Rate & Gallonage Fees							
Other (Tap, reconnect, transfer fees, etc.)							
Gross Income			1				
EXPENSES							
General & Administrative (see schedule)							
Operating (see schedule)							
Interest							
Other (list)							
NET INCOME							

SEE ATTACHED 2017-18 FISCAL YEAR AUDIT

HISTORICAL EXPENSE INFORMATION (ENTER DATE OF YEAR END)	CURRENT(A)	A-1 YEAR ()	A-2 YEAR ()	A-3 YEAR ()	A-4 YEAR ()	A-5 YEAR
GENERAL/ADMINISTRATIVE EXPENSES			_/			
Salaries & Benefits-Office/Management						
Office (services, rentals, supplies, electricity)						
Contract Labor						
Transportation						
Insurance						
Telephone						
Utilities						
Property Taxes						
Professional Services/Fees (recurring)						
Regulatory- other						
Other (describe)		"				
Interest						
Other						
Total General Admin. Expenses						
(G&A)						
% Increase Per Year	0%	0%	0%	0%	0%	0%
OPERATIONS & MAINTENANCE EXPENSES						
Salaries & Benefits (Employee, Management)						
Materials & Supplies						
Utilities Expense-office						
Contract Labor						
Transportation Expense						
Depreciation Expense						
Other(describe)						
Total Operational Expenses (O&M)						
Total Expense (Total G&A + O&M)						
Historical % Increase Per Year	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
ASSUMPTIONS		·				
Interest Rate/Terms						
Depreciation Schedule (attach)						
Other assumptions/information (List all)				_		

Appendix B: Projected Information								
HISTORICAL BALANCE SHEETS	CURRENT(A)	A-1 YEAR	A-2 YEAR	A-3 YEAR	A-4 YEAR	A-5 YEAR		
(ENTER DATE OF YEAR END)	()	()	()	()	()	()		
CURRENT ASSETS								
Cash								
Accounts Receivable								
Inventories								
Income Tax Receivable								
Other								
A. Total Current Assets				s sign a second				
FIXED ASSETS								
Land								
Collection/Distribution System								
Buildings								
Equipment								
Other								
Less: Accum. Depreciation or Reserves								
B. Total Fixed Assets								
C. TOTAL Assets (A + B)						a Plant Charles		
CURRENT LIABILITIES	THE REAL PROPERTY.			THE PERSON				
Accounts Payable				T				
Notes Payable, Current								
Accrued Expenses								
Other								
D. Total Current Liabilities								
LONG TERM LIABILITIES	TOTAL SECTION							
Notes Payable, Long-term								
Other								
E. Total Long Term Liabilities								
F. TOTAL LIABILITIES (D + E)								
OWNER'S EQUITY								
Paid in Capital								
Retained Equity								
Other								
Current Period Profit or Loss								
G. TOTAL OWNER'S EQUITY								
TOTAL LIABILITIES+EQUITY (F+G) = C								
WORKING CAPITAL (A – D)								
CURRENT RATIO (A / D)				1	+			
DEBT TO EQUITY RATIO (F/G)					1			
DEBT TO EQUITY KATIO (F / G)								

IMPACT FEES AND RATE STRUCTURE WILL BE ADOPTED BY THE CITY COUNCIL AT A LATER DATE ONCE THE CAPITAL IMPROVEMENT PLAN AND IMPACT FEE STUDY IS COMPLETE

PROJECTED NET INCOME INFORMATION							
(ENTER DATE OF YEAR END)	CURRENT(A)	A-1 YEAR ()	A-2 YEAR	A-3 YEAR	A-4 ΥΕΛR	A-5 YEAR	
METER NUMBER							
Existing Number of Taps							
New Taps Per Year							
Total Meters at Year End							
METER REVENUE							
Revenue per Meter (use for projections)							
Expense per Meter (use for projections)							
Operating Revenue Per Meter							
GROSS WATER REVENUE							
Revenues- Base Rate & Gallonage Fees							
Other (Tap, reconnect, transfer fees, etc.)							
Gross Income							
EXPENSES							
General & Administrative (see schedule)							
Operating (see schedule)							
Interest							
Other (list)							
NET INCOME						Ì	

PROJECTED EXPENSE DETAIL	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5	TOTALS
GENERAL/ADMINISTRATIVE EXPENSES						
Salaries						
Office						
Computer						
Auto						
Insurance						
Telephone						
Utilities			,			
Depreciation						
Property Taxes						
Professional Fees						
Other						
Total						
% Increase Per projected Year	0%	0%	0%	0%	0%	0%
OPERATIONAL EXPENSES						
Salaries						
Auto						
Utilities						
Depreciation						
Repair & Maintenance						
Supplies						
Other						
Total						

PROJECTED SOURCES AND USES OF	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5	TOTALS
CASH STATEMENTS						
SOURCES OF CASH		l.		*		
Net Income						
Depreciation (If funded by revenues of system)						
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 (CADS)						
A: Net Income (Loss)						
B: Depreciation, or Reserve Interest						
C: Total CADS $(A + B = C)$						
D: DEBT SERVICE						1
Annual Principle Plus Interest						
E: DEBT SERVICE COVERAGE RATIO						
CADS Divided by DS $(E = C / D)$						

City of Elmendorf

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

Attachments

Attachment 'A' - Customer Requests for Service in Requested Area

Attachment 'B' - Detailed (Large Scale) Map

Attachment 'C' - General Location (Small Scale) Map

Attachment 'D' - SARA Response to Service

Attachment 'E' - Digital Mapping Data

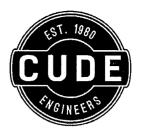
Attachment 'F' – City of Elmendorf Comprehensive Annual Financial Report for Year Ended September 30, 2017

https://nebula.wsimg.com/d86347bad6c39c4b13a839491e57bb45?AccessKeyId=26B3A824255B9F061999&disposition=0&alloworigin=1

Attachment 'G' – City of Elmendorf Fiscal Year 2018-2019 Adopted Budget https://nebula.wsimg.com/902b521dbbaca1174079f590767a239c?AccessKey1d=26B3A824255B9F061999&disposition=0&alloworigin=1

Attachment 'H' – Ranch at Elmendorf Master Plan

Attachment 'A' City of Elmendorf Customer Requests for Service in Requested Area



May 3, 2019

City of Elmendorf Attn: Mr. Cody Dailey, City Administrator 8304 FM 327 San Antonio, TX 78112

Re:

The Ranch at Elmendorf

Request for Sanitary Sewer Service Cude Project # R03278.001.0

Mr. Dailey,

Attached is a survey of a 978 acre tract of land located south of the intersection of Loop 1604 and State Hwy 181 within the city limits of the City of Elmendorf, Bexar County, Texas. The property is being considered for a residential development to include up to 3500 single family homes and possibly a new Elementay school.

On behalf of the Developer, Continental Homes of Texas, we are requesting sanitary sewer service from the City of Elmendorf for the proposed development which will require sanitary sewer facilities to be installed in phases to accommodate the following volumes of sanitary sewer flow:

Phase 1 – 312,500 gpd (or 1250 EDU's)

Phase 2 - Upgrade to 575,000 gpd (or 2300 EDU's)

Phase 3 - Upgrade to 999,000 gpd (or 3996 EDU's)

Should you have any questions or require any additional information, please call the office at (210) 681-2951. We will be glad to address any questions or concerns you may have.

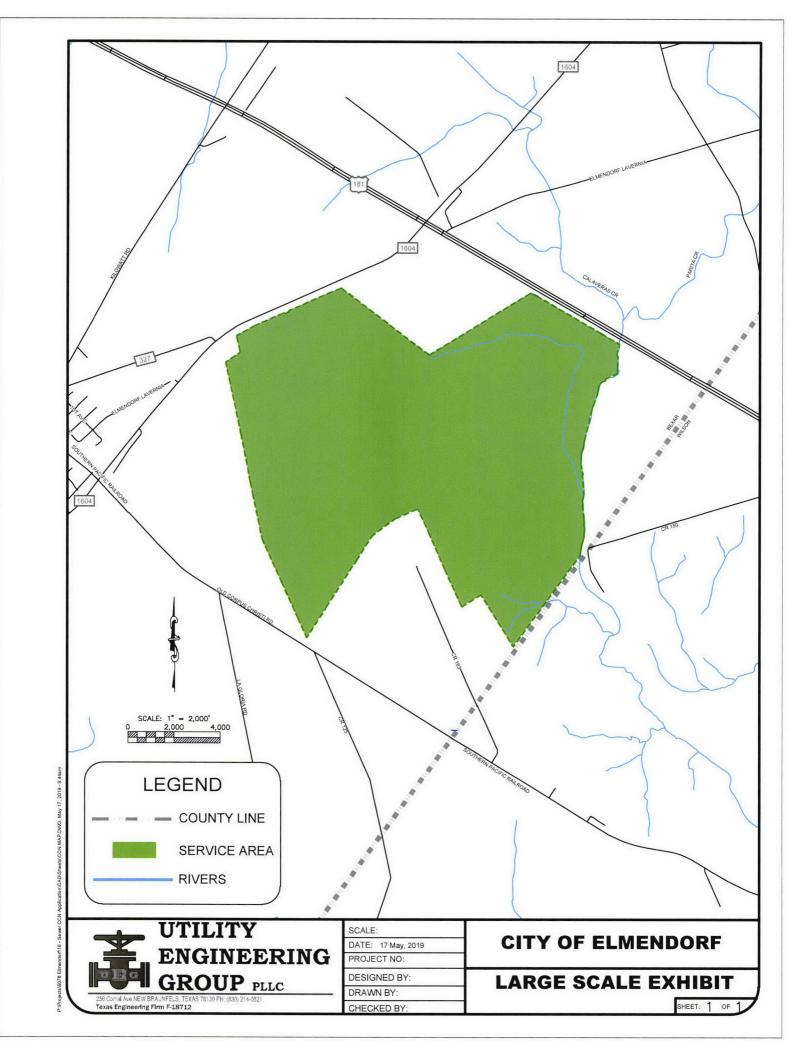
Sincerely,

Coy D. Armstrong, P.E.

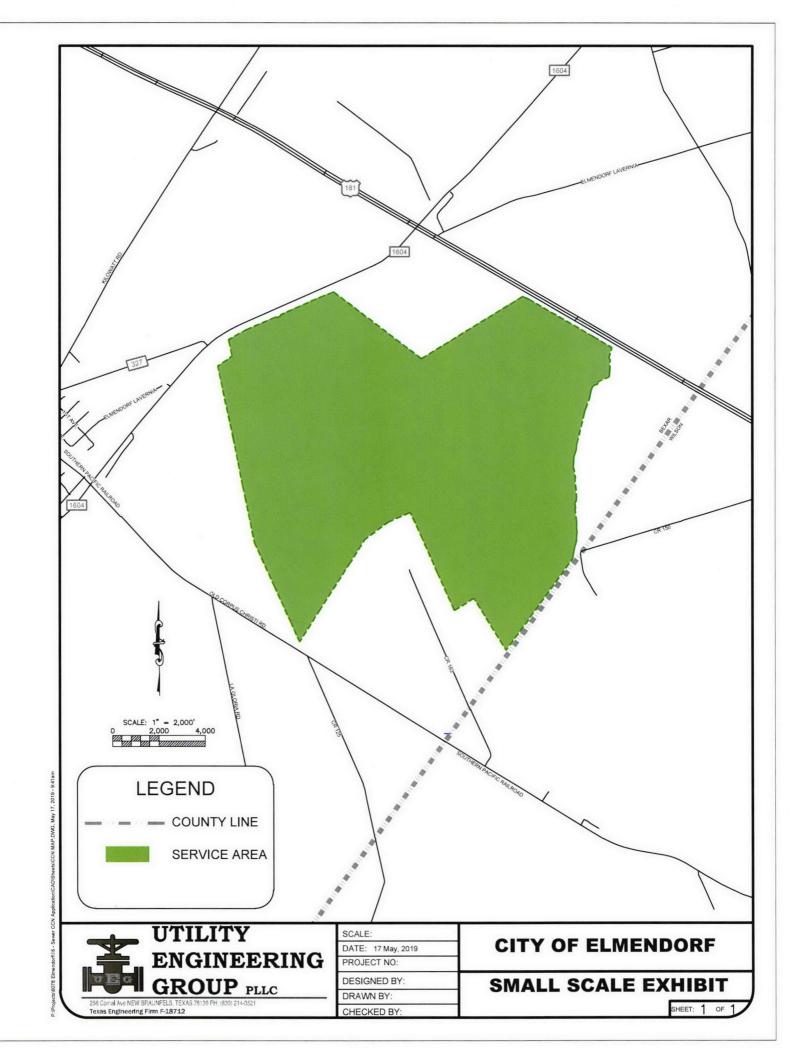
Vice President

Attachment Survey

Attachment 'B' Detailed (Large Scale) Map



Attachment 'C' General Location (Small Scale) Map



Attachment 'D' SARA Response to Service



May 15, 2019

To Whom It May Concern:

The San Antonio River Authority (River Authority) has no objection to the City of Elmendorf obtaining a Certificate of Convenience and Necessity for the property proposed for development as the Ranch at Elmendorf and delineated as "Service Area" in green on Attachment A – Small Scale Exhibit. The River Authority does not have capacity at existing facilities to service this property and does not intend to expand facilities to meet the Ranch at Elmendorf demand.

Please contact me if you have any questions or concerns at 210-302-4200 or at amiddleton@sara-tx.org.

Sincerely, My & Middle M

Amy Middleton, P.E. Utilities Manager

Executive Committee

Chairman Darrell T. Brownlow, Ph.D.

VICE CHAIRMAN Michael W. Lackey, P.E.

> Secretary Lourdes Galvan

Treasurer Jim Campbell

Members At-Large Gaylon J. Oehlke James Fuller, M.D.

BOARD OF DIRECTORS

BEXAR COUNTY

DISTRICT 1

Jerry G. Gonzales

District 2 Lourdes Galvan

District 3
Michael W. Lackey, P.E.

District 4 Jim Campbell

At-Large Hector R. Morales Deb Bolner Prost

Wilson County
Darrell T. Brownlow, Ph.D.
John J. Flieller

Karnes County H.B. Ruckman, III Gaylon J. Oehlke

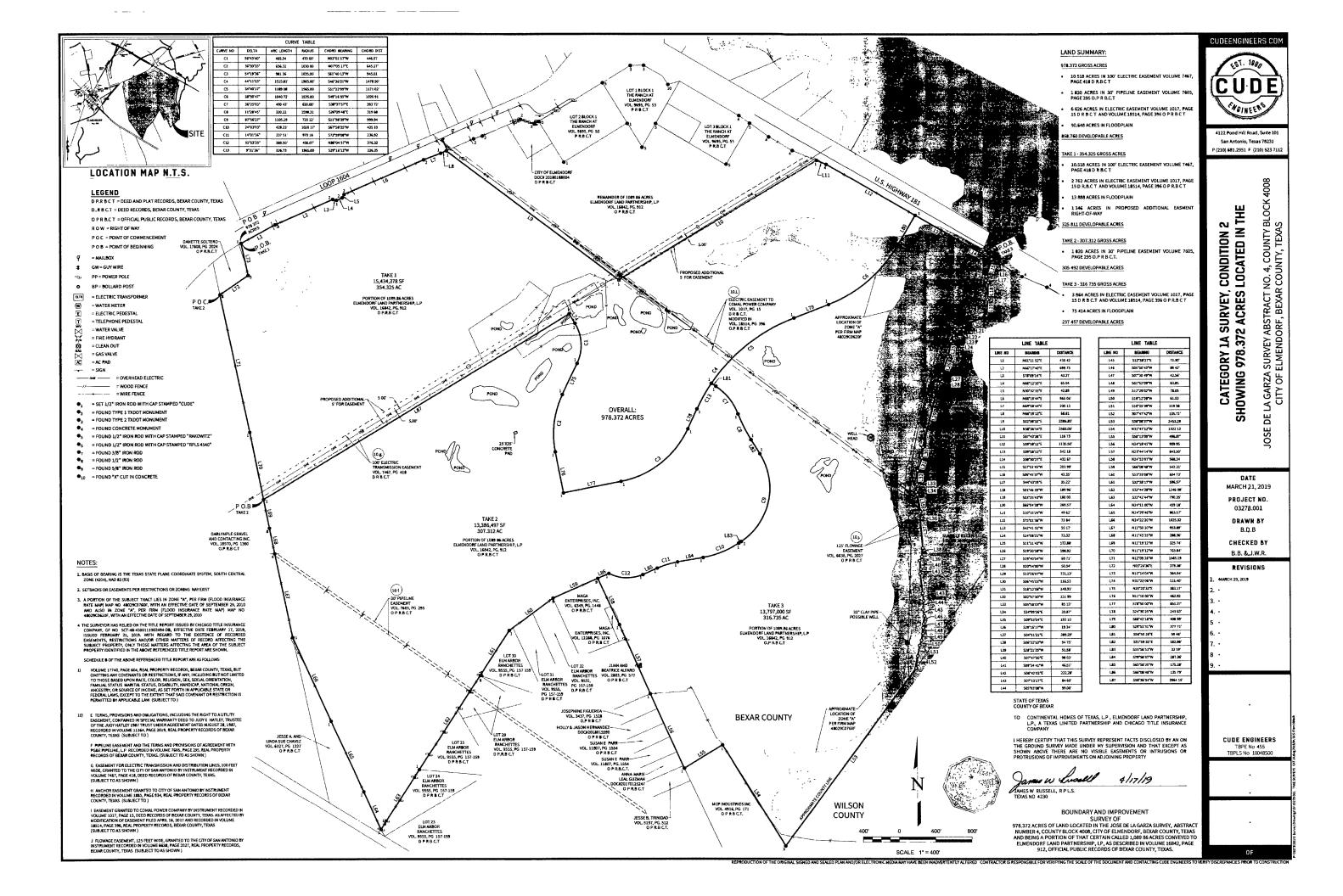
GOLIAD COUNTY James Fuller, M.D. Alicia Lott Cowley

GENERAL MANAGER Suzanne Scott

Attachment 'E' Digital Mapping Data

CD ('S) ATTACHED

PLEASE CONTACT CENTRAL RECORDS 512-936-7180



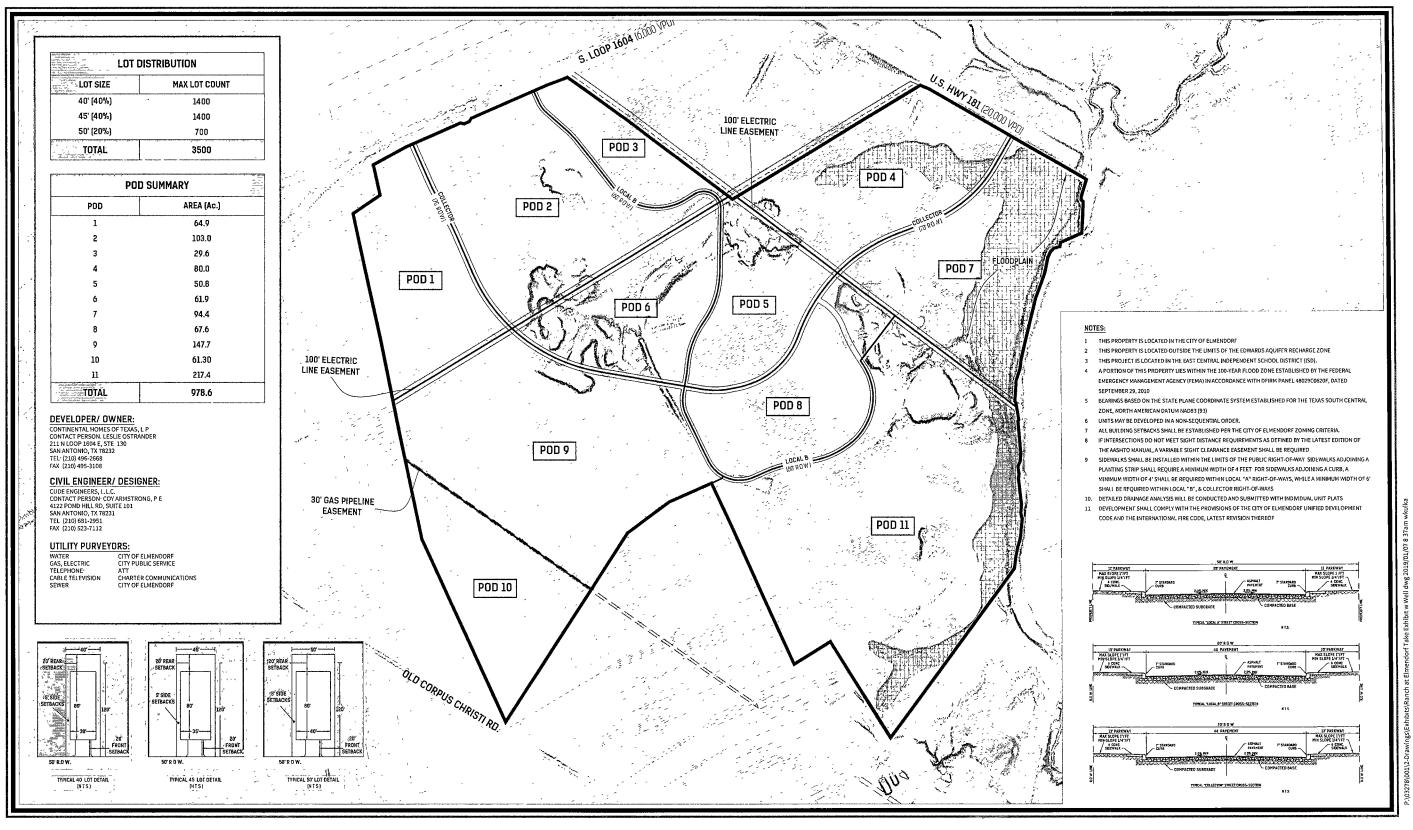
Attachment 'F' City of Elmendorf Comprehensive Annual Financial Report for Year Ended September 30, 2017

 $\frac{https://nebula.wsimg.com/d86347bad6c39c4b13a839491e57bb45?AccessKeyId=26B}{3A824255B9F061999\&disposition=0\&alloworigin=1}$

Attachment 'G' City of Elmendorf Fiscal Year 2018-2019 Adopted Budget

 $\frac{\text{https://nebula.wsimg.com/902b521dbbaca1174079f590767a239c?AccessKeyId=26B3A8242}}{55B9F061999\& disposition=0\& alloworigin=1}$

Attachment 'H' Ranch at Elmendorf Master Plan



THE RANCH AT ELMENDORF / MASTER PLAN

Elmendorf, TX

7 December 2019





CUDE ENGINEERS 4122 Pond Hill Road, Suite 101 San Antonio Texas 78231

4122 Pond Hill Road, Suite 101 San Antonio, Texas 78231 P:(210) 681.2951 F: (210) 523.7112

