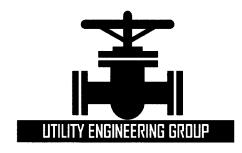


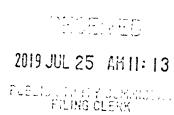
Control Number: 49566



Item Number: 5

Addendum StartPage: 0





July 25, 2019

Ms. Lisa Fuentes Manager Water Utility Regulation Division Public Utility Commission of Texas 1701 N. Congress Ave., 8th Floor Austin, Texas 78701

RE: Application of City of Elmendorf to Obtain a Sewer Certificate of Convenience and

Necessity in Bexar County

Docket No. 49566

Order No. 2 Response – Request for Supplemental Information

Dear Ms. Fuentes,

This letter is in response to Docket No 49566, Order No. 2, Commission Staff's request for supplemental financial and technical information. Below you will find an itemized response to the request:

• A capital improvement plan and impact fee study, including a budget and an estimated timeline for construction of all facilities necessary to provide full service to the requested area, keyed to a map showing where such facilities and connections will be located to provide service. The Applicant must include any developer funding agreements or any other applicable funding agreements, such as the developer agreement with DR Horton to fund the project and the agreement with the San Antonio River Authority to initially provide service to the requested area; and

Response – The City of Elmendorf is currently negotiating a Development Agreement with DR Horton to pay for the construction of the major sewer infrastructure, including the proposed wastewater treatment plant, that will provide service to the requested area. Note that the proposed DR Horton development is being named "Hickory Ridge". The proposed gravity collection system for the requested service area will be constructed systematically with each corresponding development phase. With the requested service area boundary limited to the proposed Hickory Ridge Development, there is not currently a need to prepare an impact fee study for the City's proposed wastewater system. We anticipate that the developer agreement will be completed and approved by Council within the next 60 days.

At their June 20th, 2019 City Council Meeting, the City of Elmendorf City Council approved the acquisition of the San Antonio River Authority's (SARA) 181 Wastewater Treatment Plant. The 181 Wastewater Treatment Plant will provide service to the initial phase of the Hickory Ridge Development including the first 300 residential lots. With the acquisition of the plant, there is no longer the need for a service agreement with SARA.



Additionally, a Texas Commission on Environmental Quality (TCEQ) Texas Pollutant Discharge Elimination System (TPDES) permit application is currently being prepared for the requested service area. The application is proposed to be submitted to the TCEQ in September of 2019. The permit will include three phases, with the final phase totaling 990,000 gallons per day, which is sized to serve the Hickory Ridge Development.

The wastewater treatment plant will be located within the Hickory Ridge Development and owned by the City of Elmendorf on land dedicated to the City by the Developer. We have provided an exhibit showing the land plan for the development and the location of the proposed wastewater treatment plant.

An answer to questions #27, including a facilities and connections map indicating where
the facilities and connections will be located in each of the pods on the master plan, if not
included in the response above.

Response – As noted in the response above, the proposed sewer collection system that will serve the requested service area will be constructed with each individual phase of the Hickory Ridge Development. At this time there is not a finalized sewer collection system layout for the development beyond phase 1, which will be served by the 181 Plant that the City is acquiring from SARA. However, a preliminary location map and layout for the proposed wastewater treatment plant that will provide service to the area, has been attached to this response letter.

We will supplement this response with the final purchase agreement from the San Antonio River Authority once the City and SARA officials have approved the agreement. The Elmendorf City Council approved the purchase agreement at their June 20, 2019 Council meeting and SARA will consider the agreement at their next Board meeting. Further, we will supplement this response with the final developer's agreement with DR Horton as soon as Council approves the agreement and an executed copy is available. We request a time extension to provide the requested information for PUC consideration related to this Docket.

If you have any questions or need any additional information, feel free to contact me. Thank you.

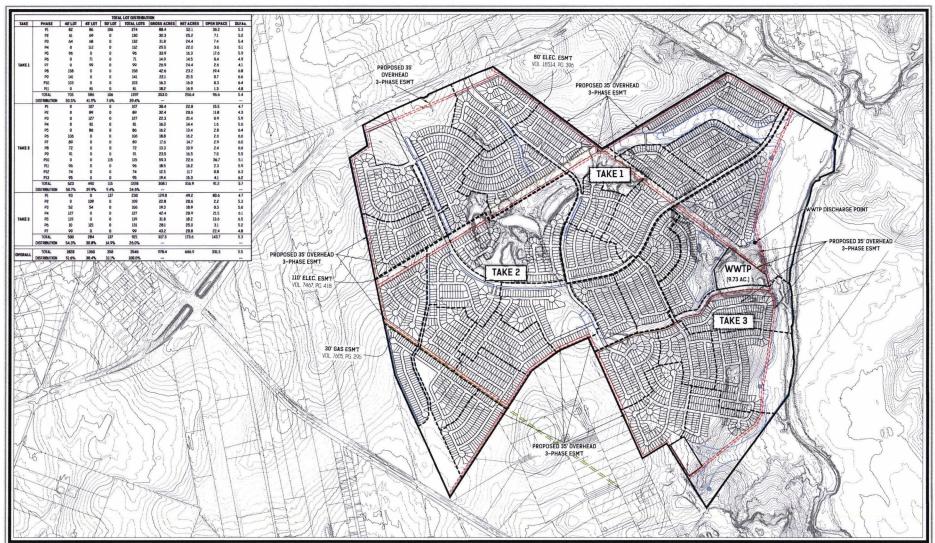
Garry Montgomery, P.E., CFM Utility Engineering Group, PLLC

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

Cc: Cody Dailey - City Administrator (City of Elmendorf)

Attachments:

Preliminary Wastewater Treatment Plant Layout Exhibit Location of the San Antonio River Authority 181 WWTP



HICKORY RIDGE / TAKE EHIBIT & LOT DISTRIBUTION

Elmendorf, TX

17 July 2019





CUDE ENGINEERS

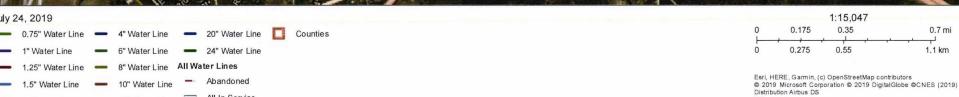
4122 Pond Hill Road, Suite 101 San Antonio, Texas 78231 P:(210) 681.2951 F: (210) 523.7112



P:\03278\001\2-Drawings\E

SARA WW Facilities





All In Service

Guadalupe

12" Water Line

16" Water Line

2" Water Line

3" Water Line

UEG GIS KFW 2015

SGarza

KFW GIS