

Control Number: 50711



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PETITION OF VAL VERDE UTILITY COMPANY, LLC TO DISCONTINUE SEWER SERVICE IN VAL VERDE COUNTY AND CANCEL CERTIFICATE OF CONVENIENCE AND NECESSITY NUMBER 21047 711 PUBLIC UTILITY CONDUISSION OF TEXAS

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION TO VAL VERDE UTILITY COMPANY, LLC QUESTION NOS. STAFF 1-1 THROUGH STAFF 1-2

Pursuant to 16 Texas Administrative Code (TAC) § 22.144 of the Commission's Procedural Rules, the Staff of the Public Utility Commission of Texas (Staff) requests that Val Verde Utility Company, LLC, by and through its attorneys of record, provide the following information and answer the following questions under oath. The questions shall be answered in sufficient detail to fully present all of the relevant facts, within the time limit provided by the Presiding Officer, or within 20 days if the Presiding Officer has not provided a time limit. Please copy the question immediately above the answer to each question. These questions are continuing in nature, and if there is a relevant change in circumstances, submit an amended answer, under oath, as a supplement to your original answer. State the name of the witness in this cause who will sponsor the answer to the question and can vouch for the truth of the answer.

Provide answers to these questions by filing with the Commission, solely via the Interchange on the Commission's website. Additionally, provide notice to all other parties via email, stating that the pleading or document has been filed with the Commission, unless otherwise ordered by the presiding officer, pursuant to the Order Suspending Rules in Docket No. 50664.

Dated: April 28, 2020

Respectfully submitted,

PUBLIC UTILITY COMMISSION OF TEXAS LEGAL DIVISION

Rachelle Nicolette Robles Division Director

/s/ Richard Nemer

Richard Nemer State Bar No. 24042829 1701 N. Congress Avenue P.O. Box 13326 Austin, Texas 78711-3326 (512) 936-7348 (512) 936-7268 (facsimile) richard.nemer@puc.texas.gov

DOCKET NO. 50711

CERTIFICATE OF SERVICE

I certify that, unless otherwise ordered by the presiding officer, notice of the filing of this document was provided to all parties of record via electronic mail on April 28, 2020, in accordance with the Order Suspending Rules, issued in Project No. 50664.

/s/ Richard Nemer

Richard Nemer

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION TO VAL VERDE UTILITY COMPANY, LLC QUESTION NOS. STAFF 1-1 THROUGH STAFF 1-2

DEFINITIONS

- "The Company," or "Val Verde," or "you," refers to Val Verde Utility Company, LLC, and any person acting or purporting to act on their behalf, including without limitation, attorneys, agents, advisors, investigators, representatives, employees or other persons.
- 2) "Document" includes any written, recorded, or graphic matter, however produced or reproduced, including but not limited to correspondence, telegrams, contracts, agreements, notes in any form, memoranda, diaries, voice recording tapes, microfilms, pictures, computer media, work papers, calendars, minutes of meetings or other writings or graphic matter, including copies containing marginal notes or variations of any of the foregoing, now or previously in your possession. In the event any documents requested by this Request for Information have been transferred beyond the Company's control, describe the circumstances under which the document was destroyed or transferred and provide an exact citation to the subject document. In the event that documents containing the exact information do not exist, but documents do exist which contain portions of the required information or which contain substantially similar information, then the definition of "documents" shall include the documents which do exist and these documents will be provided.

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION TO VAL VERDE UTILITY COMPANY, LLC QUESTION NOS. STAFF 1-1 THROUGH STAFF 1-2

INSTRUCTIONS

- 1) Pursuant to 16 TAC § 22.144(c)(2), Staff requests that answers to the requests for information be made under oath.
- 2) Please copy the question immediately above the answer to each question. State the name of the witness in this cause who will sponsor the answer to the question and can vouch for the truth of the answer.
- 3) These questions are continuing in nature, and if there is a relevant change in circumstances, submit an amended answer, under oath, as a supplement to your original answer.
- 4) Words used in the plural shall also be taken to mean and include the singular. Words used in the singular shall also be taken to mean and include the plural.
- 5) The present tense shall be construed to include the past tense, and the past tense shall be construed to include the present tense.
- 6) If any document is withheld under any claim of privilege, please furnish a list identifying each document for which a privilege is claimed, together with the following information: date, sender, recipients or copies, subject matter of the document, and the basis upon which such privilege is claimed.
- 7) Pursuant to 16 TAC § 22.144(h)(4), if the response to any request is voluminous, please provide a detailed index of the voluminous material.
- 8) Staff requests that each item of information be made available as it is completed, rather than upon completion of all information requested.

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION TO VAL VERDE UTILITY COMPANY, LLC QUESTION NOS. STAFF 1-1 THROUGH STAFF 1-2

- Staff 1-1 Please refer to the application, specifically at Page 6, Question No. 4. In response to Question No. 4, Val Verde indicates that no utility services have ever been provided in the area. In relation to Val Verde's response to Question No. 4, please clarify the following:
 - a. Has Val Verde provided water service in the area?
 - b. If the response to Staff 1-1(a) is "No," what are Val Verde's plans for water certificate of convenience and necessity No. 13179?
- Staff 1-2 In determining whether to authorize a retail public utility to discontinue, reduce, or impair retail water or sewer utility service, the Commission is provided a non-exhaustive list of factors to consider under 16 TAC § 24.249(i). Based on the factors enumerated, please provide responses to the following:
 - a. Effect of this petition being granted on landowners in the area;
 - b. Expected costs to bring system into compliance;
 - c. Steps taken by Val Verde to locate a service provider or purchaser for the service area;
 - d. Relationship between Val Verde and the original developer of the area;
 - e. Availability of alternative sources of service, such as adjacent retail public utilities or groundwater; and
 - f. Feasibility of landowners obtaining service from alternative sources and the length of time before full service can be provided.