

Control Number: 51632



Item Number: 23

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DOCKET NO. 51632

APPLICATION OF TERRA SOUTHWEST, INC. AND UNDINE TEXAS, LLC FOR SALE, TRANSFER, OR MERGER OF FACILITIES AND CERTIFICATE RIGHTS IN DENTON COUNTY

2021 APR 12 PM 1: 28 PUBLIC UTILITY COMMISSION Det 12 Frank Frank Community OF TEXAS

UNDINE TEXAS, LLC'S SUPPLEMENTAL RESPONSE TO ORDER NO. 2

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TO THE HONORABLE ADMINISTRATIVE LAW JUDGE:

Undine Texas, LLC ("Undine") hereby files this Supplemental Response to Order No. 2.

In support thereof, Undine supplies the following:

Attached as Exhibit A is the Little Elm Dual Certificate Letter with updated maps.

Attached as Exhibit B is the updated information for the STM for general description and

2-mile radius.

Attached as Exhibit C is Terra Southwest, Inc.'s 2019 Annual Report (submitted confidentially).

In addition, the updated digital mapping data is being provided in the enclosed CDs and contemporaneously through the PUC Interchange Filer.

Regarding the payment of the 2018 Regulatory Assessment Fee, the seller has not been able to provide proof of payment for the fee for purposes of this filing. Under hereby represents that such payment will be made and addressed as a term of closing between the Parties.

Respectfully submitted,

DuBois, Bryant & Campbell, LLP

T 11 By:

Peter T. Gregg State Bar No. 00784174 303 Colorado, Suite 2300 Austin, Texas 78701 pgregg@dbcllp.com (512) 457-8000 (512) 457-8008 (fax)

Attorneys for Undine Texas, LLC

CERTIFICATE OF SERVICE

I certify by my signature above that a true and correct copy of the foregoing document was served on the persons as indicated below on this the 12th day of April, 2021:

Creighton Murray Public Utility Commission of Texas Legal Division 1701 N. Congress Avenue P. O. Box 13326 Austin, Texas 78711-3326 creighton.murray@puc.texas.gov

EXHIBIT A

Little Elm Dual Certificate Letter and Updated Maps



March 26, 2021

Town of Little Elm PO Box 129 Little Elm, Texas 75068

Re: Application of Terra Southwest, LLC ("Terra") and Undine Texas, LLC ("Undine") for Sale, Transfer or Merger of a Retail Public Utility in Denton County (Docket No. 51632)

Dear Town of Little Elm Representative:

On December 16, 2020, Terra and Undine submitted an application to the Public Utility Commission of Texas ("PUC") for the sale, transfer or merger of a retail public utility and certificate rights from Terra to Undine (the "Application"). Based on our review, the Application includes an area of overlap with the Town of Little Elm ("Little Elm") CCN No. 11202. The attached map specifies the area of overlap.

This letter requests that Little Elm agree to dual certification of the area identified on the attached maps for its CCN 11202 so that Terra and Undine may incorporate those areas into the service areas that are otherwise the subject of the Application. We note that Little Elm does not now, nor has it ever, supplied drinking water service to customers within the area highlighted on the attached maps. Undine and Terra seek Little Elm's dual certification of the area for no compensation under Texas Water Code §13.254.

If approved, the dual certification will allow Undine to exercise its authority to provide retail, public water utility service under Undine's STM Application to the portion of Little Elm's CCN No. 11202 requested for dual certification.

[SIGNATURE PAGE FOLLOWS]

If you agree to dual certification of the identified area pursuant to the terms of this letter, please so indicate by signing in the area indicated below. We appreciate your consideration in this matter.

Sincerely,

Carey a. Thomas

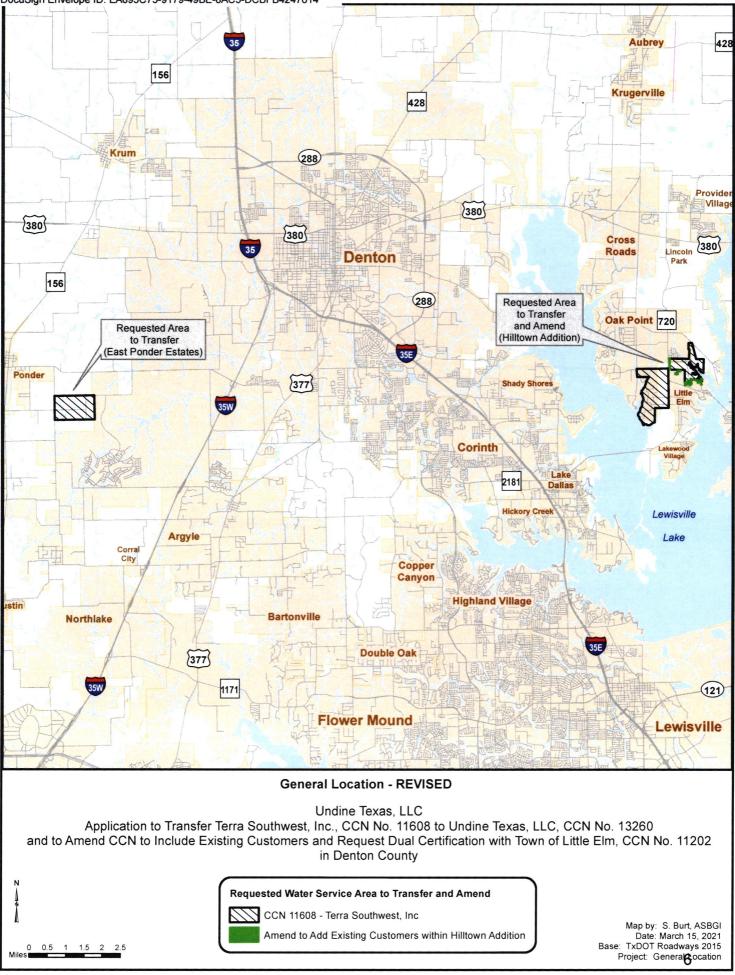
By the signature below, Town of Little Elm agrees to dual certification of the area identified in this letter according to the terms of this letter.

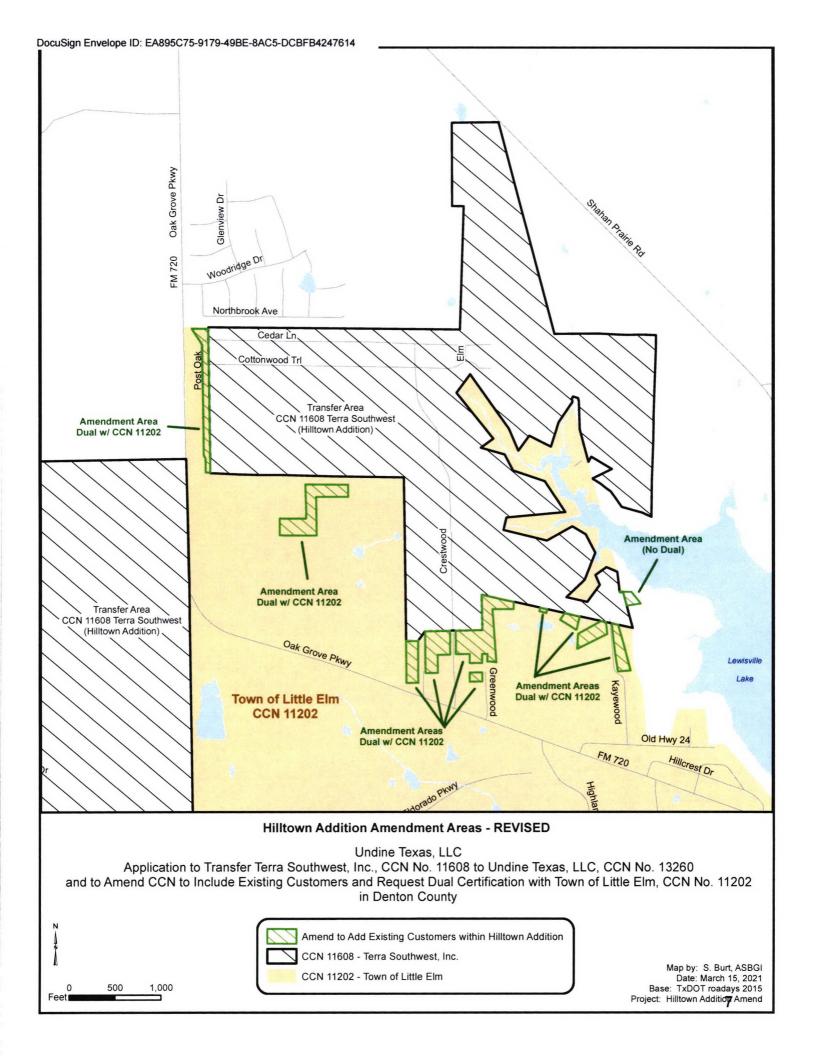
Signatu	re: D	avid Hillock
	<u> </u>	89F45A73F0884AF
Name:	David	Hillock

Title: Mayor

Date: _____

DocuSign Envelope ID: EA895C75-9179-49BE-8AC5-DCBFB4247614





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Undine Texas, LLC

Application to Transfer Terra Southwest, Inc., CCN No. 11608 to Undine Texas, LLC, CCN No. 13260 and to Amend CCN to Include Existing Customers and Request Dual Certification with Town of Little Elm, CCN No. 11202 in Denton County

330 660

0

Feet

Customers

Amend to Add Existing Customers within Hilltown Addition

CCN 11608 - Terra Southwest, Inc.

Map by: S. Burt, ASBGI Date: March 15, 2021 Base: ESRI World Imagery, Denton CAD Parcels Project: Customers Points **&** Service

EXHIBIT B

Updated Information for the STM for General Description and 2-Mile Radius

I.

Undine Texas, LLC, CCN 13260 Application to Transfer Terra Southwest, CCN No. 11608 and Amend to Include Existing Customers in Denton County

Transfer Areas – East Ponder Estates, approx. 451 acres Hilltown Addition, approx. 866 acres Amendment Areas – Existing Customers in Hilltown Addition, approx. 18 acres

Proposed Water CCN area for transfer and Amend is within:

County - Denton

City Limits – Denton (East Ponder Estates) Little Elm and Oak Point (Hilltown Addition) ETJ - Denton and Ponder (East Ponder Estates)

Little Elm and Oak Point (Hilltown Addition)

CCN – City of Denton, CCN 10195 (East Ponder Estates-dual) Town of Little Elm, CCN 11202 (Hilltown Addition transfer area-dual and amend areas-overlap) Districts –Upper Trinity Regional Water District (all areas)

Oak Point WCID 1 – Hilltown Transfer Area Only Oak Point WCID 2 – Hilltown Transfer Area only

GCD – North Texas GCD (all areas)

East Ponder Estates - Entities within 2 Miles/Notice list:

City of Denton (CCN 10195) Town of Northlake (CCN 12915) Town of Ponder (CCN 12951) Town of Dish Ponder Enterprises (CCN 12810) Aqua Texas, Inc. (CCN 13201) Upper Trinity Regional Water District North Texas GCD Denton County Judge Andy Eads

Hilltown Addition - Entities within 2 Miles/Notice list:

Community Water Service Inc. (CCN 10019) City of Lakewood Village (CCN 10201) Town of Little Elm (CCN 11202) Town of Hackberry (CCN 12015) Lake Cities MUA (CCN 10166) Aqua Texas, Inc. (CCN 13201) Knob Hill Water System (CCN 11414) Mustang SUD (CCN 11856) Last Resort Properties (CCN 12503) Denton County FWSD 8A (CCN 13018) Denton County FWSD 11-B City of Oak Point City of Shady Shores City of Lake Dallas Denton County MUD 4 Denton County MUD 5 Denton County MUD 8 – inactive/dormant Oak Point WCID 1 Oak Point WCID 2 Oak Point WCID 3 Oak Point WCID 4 Valencia on the Lake WCID Upper Trinity Regional Water District North Texas GCD Denton County Judge Andy Eads

Addresses for Notice List

City of Denton 901-A Texas St. Denton, TX 76209

Town of Northlake PO Box 729 Justin, TX 76247

Town of Ponder PO Box 297 Ponder, TX 76259

Town of Dish 5413 Tim Donald Rd Dish, TX 76247

Ponder Enterprises Inc. 5772 Tim Donald Rd Justin, TX 76247

Aqua Texas, Inc. 1106 Clayton Ln, Ste 400W Austin, TX 78723

Community Water Service, Inc. PO Box 850155 Mesquite, TX 75185

City of Lakewood Village 100 Highridge Dr Lakewood Village, TX 75068 Town of Little Elm PO Box 129 Little Elm, TX 75068

Town of Hackberry 119 Maxwell Rd Frisco, TX 75034

Lake Cities MUA 501 N. Shady Shores Dr Lake Dallas, TX 75065

Knob Hill Water System 2861 High Meadow Little Elm, TX 75068

Harris-Galveston Coastal Subsidence District 1660 W Bay Area Blvd Friendswood, TX 77546

Mustang SUD 7985 FM 2931 Aubrey, TX 76227

Last Resort Properties PO Box 162 Little Elm, TX 75068

Denton County FWSD 8-A 19 Briar Hollow Ln, Ste 245 Houston, TX 77027

Denton County FWSD 11-B 19 Briar Hollow Ln, Ste 245 Houston, TX 77027

Denton County MUD 4 1980 Post Oak Blvd Ste 1380 Houston, TX 77056

Denton County MUD 5 1980 Post Oak Blvd Ste 1380 Houston, TX 77056

Oak Point WCID 1 3100 McKinnon St, Ste 1100 Dallas, TX 75201 Oak Point WCID 2 3100 McKinnon St, Ste 1100 Dallas, TX 75201

Oak Point WCID 3 14755 Preston Rd, Ste 600 Dallas, TX 75254

Oak Point WCID 4 14755 Preston Rd, Ste 600 Dallas, TX 75254

City of Oak Point 100 Naylor Rd Oak Point, TX 75068

City of Shady Shores 101 S. Shady Shores Rd Shady Shores, TX 76208

City of Lake Dallas 212 Main St. Lake Dallas, TX 75065

Upper Trinity Regional Water District PO Box 305 Lewisville, TX 75067

Valencia on the Lake WCID C/o Kelly Hart & Hallman, LLP 201 Main St. Ste 2500 Fort Worth, TX 76102

North Texas GCD PO Box 508 Gainesville, TX 76241

Denton County Judge Andy Eads 110 W. Hickory St Denton, TX 76201

Written Description

The <u>East Ponder Estates</u> area subject to this transaction is located approximately <u>7.4</u> miles <u>southwest</u> of downtown <u>Denton</u>, TX, and is generally bounded on the north by <u>H Lively Road</u>; on the east by <u>Ed</u> <u>Robson Blvd</u>; on the south by <u>0.26 mile south of Seaborn Road</u>; and on the west by <u>Florance Road</u>.

The <u>Hilltown Addition</u> areas subject to this transaction are located approximately <u>8.6</u> miles <u>southeast</u> of downtown <u>Denton</u>, TX, and is generally bounded on the north by <u>Martingale Trail and Shahan Prairie</u> <u>Road</u>; on the east by <u>Shahan Prairie Road and Lewisville Lake</u>; on the south by <u>Lewisville Lake</u>; and on the west by <u>Lewisville Lake and Yacht Club Road</u>.

Transfer Areas = approx. 1,308 acres Amend Areas = approx. 18 acres Total area being requested includes approximately <u>1,326</u> acres and serves <u>901</u> current customers. Attachment C

<u>Terra Southwest, Inc.</u> <u>2019 Annual Report</u>

(CONFIDENTIAL)

CONFIDENTIAL

DOCKET NO.: 51632

STYLE: Application of Terra Southwest, Inc. and Undine Texas, LLC for Sale, Transfer or Merger of Facilities and Certificate Rights in Denton County

SUBMITTING PARTY: Undine Texas, LLC

BRIEF DESCRIPTION OF CONTENTS: Exhibit C – Terra Southwest Inc.'s 2019 Annual Report

BATE STAMP OR SEQUENTIAL PAGE NUMBER RANGE: 16 to 30

ENVELOPE #: 1 OF 1

ADDITIONAL INFORMATION REQUIRED BY PROTECTIVE ORDER:

DATE SUBMITTED TO COMMISSION: April 12, 2021