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DOCKET NO. 53329

PETITION OF DENTON OLIVER	§	PUBLIC UTILITY COMMISSION
CREEK, LP TO AMEND THE CITY OF	§	
JUSTIN'S SEWER CERTIFICATE OF	§	OF TEXAS
CONVENIENCE AND NECESSITY IN	§	
DENTON COUNTY BY STREAMLINED	§	
EXPEDITED RELEASE	§	

ORDER NO. 5 GRANTING STREAMLINED EXPEDITED RELEASE

This Order addresses the petition by Denton Oliver Creek, LP for streamlined expedited release of a tract of land in Denton County from the City of Justin's service area under certificate of convenience and necessity (CCN) number 20061. For the reasons stated in this Order, the Commission releases the tract of land from Justin's certificated service area. In addition, the Commission amends Justin's CCN number 20061 to reflect removal of the tract of land from the service area.

Following entry of this Order, the Commission will determine the amount of compensation, if any, to be awarded to Justin, which will be addressed by separate order

I. Findings of Fact

The Commission makes the following findings of fact.

Petitioner

1. Denton Oliver Creek is a Texas limited partnership registered with the Texas secretary of state under filing number 804351505.

CCN Holder

- 2. Justin is a municipality located in Denton County.
- 3. Justin holds CCN number 20061 that obligates it to provide retail sewer service in its certificated service area in Denton County.

Petition, Supplemental Materials, and First Amended Petition

4. On March 10, 2022, the petitioner filed a petition for streamlined expedited release of a tract of land from the CCN holder's service area under sewer CCN number 20061.

- 5. The petition includes an affidavit, dated March 3, 2022, of Justin Bono, the manager of Astra Investments GP, LLC, which is the petitioner's managing general manager; maps; a special warranty deed dated December 10, 2021; and digital mapping data.
- 6. On May 2, 2022, the petitioner supplemented the petition with additional maps and digital mapping data.
- 7. On May 10, 2022, the petitioner filed a first amended petition.
- 8. The first amended petition includes an affidavit, dated May 9, 2022, of Mr. Bono; a special warranty deed dated December 10, 2021; and maps.
- 9. In Order No. 3 filed on June 9, 2022, the administrative law judge found the petition, as supplemented and amended, administratively complete.

Notice

- 10. On March 10, 2022, the petitioner sent a copy of the petition to the CCN holder on the same day the petition was filed with the Commission.
- 11. In Order No. 3 filed on June 9, 2022, the ALJ found the notice sufficient.

Response to the Petition

12. The CCN holder did not file a response to the petition or first amended petition.

The Tract of Land

- 13. The petitioner owns property in Denton County that is approximately 571 acres.
- 14. The tract of land for which the petitioner seeks streamlined expedited release is a portion of the petitioner's property that is approximately 454 acres.
- 15. The tract of land is located within the CCN holder's certificated service area.

Ownership of the Tract of Land

16. The petitioner acquired its property by special warranty deed dated December 10, 2021.

Qualifying County

- 17. Denton County is adjacent to Dallas and Tarrant counties and has a population of more than 47,500.
- 18. Dallas County and Tarrant County each has a population of at least one million.

Sewer Service

- 19. The tract of land is not receiving actual sewer service from the CCN holder or any other sewer service provider.
- 20. The CCN holder has not committed or dedicated any facilities or lines to the tract of land for sewer service.
- 21. The CCN holder has no facilities or lines that provide sewer service to the tract of land.
- 22. The CCN holder has not performed any acts for or supplied anything to the tract of land.

Map and Certificate

23. On July 25, 2022, Commission Staff filed its recommendation on final disposition that included a certificate and a map on which it identified the tract of land in relation to the CCN holder's certificated service area.

II. Conclusions of Law

The Commission makes the following conclusions of law.

- 1. The Commission has authority over this petition for streamlined expedited release under Texas Water Code (TWC) §§ 13.254 and 13.2541.
- 2. The petitioner provided notice of the petition in compliance with 16 Texas Administrative Code (TAC) § 24.245(h)(3)(F).
- 3. No opportunity for a hearing on a petition for streamlined expedited release is provided under TWC §§ 13.254 or 13.2541 and, under 16 TAC § 24.245(h)(7), no hearing will be held on such a petition.
- 4. Petitions for streamlined expedited release filed under TWC §§ 13.254 and 13.2541 and 16 TAC § 24.245(h)(7) are not contested cases.
- 5. Landowners seeking streamlined expedited release under TWC §§ 13.254 and 13.2541 and 16 TAC § 24.245(h) are required to submit a verified petition through a notarized affidavit, and the CCN holder may submit a response to the petition.
- 6. Under 16 TAC § 24.245(h)(7), the Commission's decision is based on the information submitted by the landowner, the CCN holder, and Commission Staff.

- 7. To obtain release under TWC § 13.2541(b), a landowner must demonstrate that the landowner owns a tract of land that is at least 25 acres, that the tract of land is located in a qualifying county, and that the tract of land is not receiving service of the type that the current CCN holder is authorized to provide under the applicable CCN.
- 8. The time that the petition is filed is the only relevant time period to consider when evaluating whether a tract of land is receiving sewer service under TWC § 13.2541(b). Whether a tract of land might have previously received sewer service is irrelevant.
- 9. A landowner is not required to seek the streamlined expedited release of all of its property.
- 10. The petitioner owns the tract of land that is at least 25 acres for which it seeks streamlined expedited release.
- Denton County is a qualifying county under TWC § 13.2541(b) and 16 TAC § 24.245(h)(2).
- 12. The tract of land is not receiving sewer service under TWC §§ 13.002(21) and 13.2541(b) and 16 TAC § 24.245(h), as interpreted in *Texas General Land Office v. Crystal Clear Water Supply Corporation*, 449 S.W.3d 130 (Tex. App.—Austin 2014, pet. denied).
- 13. The petitioner is entitled under TWC § 13.2541(b) to the release of the tract of land from the CCN holder's certificated service area.
- 14. After the date of this Order, the CCN holder has no obligation under TWC § 13.254(h) to provide retail sewer service to the tract of land.
- 15. The Commission may release only the property of the landowner from a CCN under TWC § 13.2541(b). The Commission has no authority to decertificate any facilities or equipment owned and operated by the CCN holder to provide retail sewer service through the streamlined-expedited-release process under TWC § 13.2541(b).
- 16. The Commission processed the petition in accordance with the TWC and Commission rules.
- 17. Under TWC § 13.257(r) and (s), the CCN holder is required to record certified copies of the approved certificate and map, along with a boundary description of the service area, in

- the real property records of Denton County no later than the 31st day after the date the CCN holder receives this Order.
- 18. A retail public utility may not, under TWC §§ 13.254(d), provide retail sewer service to the public within the tract of land unless just and adequate compensation under TWC § 13.254(g) has been paid to the CCN holder.

III. Ordering Paragraphs

In accordance with these findings of fact and conclusions of law, the Commission issues the following orders:

- 1. The Commission releases the tract of land identified in the first amended petition from the CCN holder's certificated service area under CCN number 20061.
- 2. The Commission does not decertificate any of the CCN holder's equipment or facilities that may lay on or under the tract of land.
- 3. The Commission amends CCN number 20061 in accordance with this Order.
- 4. The Commission approves the map attached to this Order.
- 5. The Commission issues the certificate attached to this Order.
- 6. The CCN holder must file in this docket proof of the recording required in TWC § 13.257(r) and (s) within 45 days of the date of this Order.
- 7. The proceeding to determine the amount of compensation to be awarded to the CCN holder, if any, commences on the date of this Order in accordance with the schedule adopted in Order No. 3. Any decision on compensation will be made by a separate order.
- 8. The Commission denies all other motions and any other requests for general or specific relief not expressly granted by this Order.

Signed at Austin, Texas the 28th day of July 2022.

PUBLIC UTILITY COMMISSION OF TEXAS

JEFFREY J. HUHN

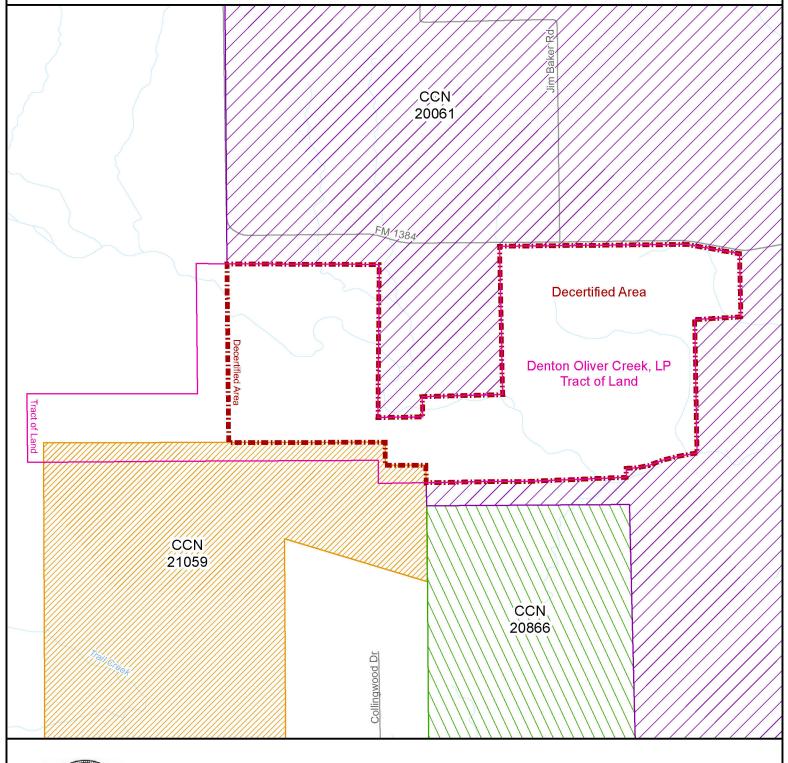
ADMINISTRATIVE LAW JUDGE

W2013

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City of Justin Portion of Sewer CCN No. 20061 PUC Docket No. 53329 Petition by Denton Oliver Creek, LP to Amend

City of Justin's CCN by Streamlined Expedited Release in Denton County





Sewer CCN

20061 - City of Justin



20866 - Town of Northlake

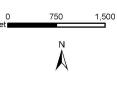


21059 - Aqua Texas Inc



Decertified Area

Tract of Land



Map by: Komal Patel Date: July 12, 2022 Project: 53329CityofJustin.mxd

Public Utility Commission of Texas 1701 N. Congress Ave Austin, TX 78701



Public Utility Commission of Texas

By These Presents Be It Known To All That

City of Justin

having obtained certification to provide sewer utility service for the convenience and necessity of the public, and it having been determined by this Commission that the public convenience and necessity would in fact be advanced by the provision of such service, the City of Justin is entitled to this

Certificate of Convenience and Necessity No. 20061

to provide continuous and adequate sewer utility service to that service area or those service areas in Denton County as by final Order or Orders duly entered by this Commission, which Order or Orders resulting from Docket No. 53329 are on file at the Commission offices in Austin, Texas; and are matters of official record available for public inspection; and be it known further that these presents do evidence the authority and the duty of the City of Justin to provide such utility service in accordance with the laws of this State and Rules of this Commission, subject only to any power and responsibility of this Commission to revoke or amend this Certificate in whole or in part upon a subsequent showing that the public convenience and necessity would be better served thereby.