



Filing Receipt

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Control Number - 55373

Item Number - 24



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December 2, 2024

Public Utility Commission of Texas
Central Records
1701 N. Congress Avenue, Suite 8-100
Austin, TX 78701

RE: Docket No. 55373 – Application of McLennan County Water Control and Improvement District 2 To Amend its Certificate of Convenience and Necessity and for Dual Certification with City of Waco in McLennan County

The McLennan County Water Control and Improvement District 2 (the “District”), through the District’s engineer, TRC Engineers, Inc., issues this Response to Item Number 22 and Item Number 23 (Order No. 8, filed on October 30, 2024). Comments from the Public Utility Commission of Texas (the “Commission”) are italicized with the Applicants response below.

Application Content:

1) *Please update the CCN Amendment application to state the correct name as ‘McLennan County Water Control and Improvement District 2’.*

Response:

- Acknowledged, the CCN Amendment application will be updated to state the correct name as ‘McLennan County Water Control and Improvement District 2’.
- Corrected. CCN Amendment Application form found in Appendix 1
- Additional sections edited below
 - Part B. 6
 - Part B. 13
 - Part C. 15
 - Part E. 28
 - Part E. 29
 - Part G. 33

2) *Response to Question 9 states that “No” need for service in the requested area and Question 10 states that “No” existing or anticipated growth in the requested area. Please provide clarification regarding the need to obtain a water and sewer CCN in the requested area (over 2,000+ acres) and provide supporting documentation requested under Question 9 and 10.*

Response:

- Question 9 states “No” to any requests for service within the requested area. The District has been in existence since the 1950’s and has been servicing the area since then. The District services customers within the City of Waco’s existing CCN boundaries and therefore must obtain their own CCN.

3) Please provide a detailed map(s) identifying the location of all the following items:

- a) Boundary of McLennan County Water Control and Improvement District 2’s water and sewer CCN area;
- b) Boundary of the requested areas in the current docket;
- c) Boundaries of city limits and extraterritorial jurisdiction for neighboring cities;
- d) Potential customers requesting service within the requested areas; and
- e) Existing customers within the requested area.

Response:

- See Appendix 4 for Existing Facility and Customer Maps

4) Please provide a detailed map identifying the location of the following items within the boundaries of the requested areas, identify each map and boundary:

- a) Existing water and sewer facilities for production, transmission, distribution, collection, and treatment; and
- b) Proposed water and sewer facilities for production, transmission, distribution, collection, and treatment.

Response:

- An existing water and sewer facilities map was provided in Item Number 20, However Appendix 4 provides the locations for existing water and sewer facilities.
- There are no proposed facilities.

5) Please provide a copy of each map that McLennan County WCID 2 uses to respond to the above requests in electronic format, file a copy, in an Adobe PDF file format, to the Commission Interchange Filer.

Response:

- Acknowledged, and provided as needed.

6) Provide any requests for service to support the need for service for the entire requested area.

Response:

- The District is already providing service within its area. This is why “No” was checked in Question 9 of the CCN Amendment Application.

7) Provide a capital improvement plan that includes a budget, an estimated timeline for construction (including date construction is expected to begin or when it began), and a keyed map showing where facilities will be located.

Response:

- At the time of this filing the District does have improvement plans in place. Application form has been updated as stated above, and financial reports have been provided in previous items

Application and Mapping Content

Applicant must file the following items to resolve the mapping deficiencies as required under 16 TAC 24.257 (a)(1), (2), and (3)(C)

1) *A general location map identifying only the requested area, in reference to the nearest county boundary, city, or town.*

Response:

- See Appendix 2

2) *A detailed map identifying only the requested area, in reference to verifiable man-made and natural landmarks, such as roads, rivers, and railroads.*

Response:

- See Appendix 2

3) *Digital mapping data for the requested area, as a single polygon record, in a shapefile (SHP) format, georeferenced in either NAD83 Texas Statewide Mapping System (Meters) or NAD83 Texas State Plan Coordinate System (US Feet).*

Response:

- Attached here to is the requested area for the District.
 - WCID 2 CCN.shx
 - WCID 2 CCN.dbf
 - WCID 2 CCN.idx
 - WCID 2 CCN.prj
 - WCID 2 CCN.shp

Staff recommends that the Applicant file the following items to determine overlaps with corporate boundaries pursuant to 16 TAC 24.233(a)(16):

4) *Digital mapping data for the current corporate boundaries of the City of Lacy Lakeview, as a single polygon record, in a shapefile (SHP) format, georeferenced in either NAD83 Texas Statewide Mapping System (Meters) or NAD83 Texas State Plan Coordinate System (US Feet).*

Response:

- This data was used to help define the Districts new CCN boundary, and is attached hereto in the following formats.
 - Lacylakeview_bndy.shx
 - Lacylakeview_bndy.dbf
 - Lacylakeview_bndy.idx

- Lacylakeview_bndy.prj
- Lacylakeview_bndy.shp

If Applicant is seeking dual certification between McLennan County WCID No. 2 (New Water and Sewer CCN Nos.) and Waco (CCN Nos. 10039 and 20010) under 16 TAC 24.233 (a)(12), Staff recommends that the Applicant file the following items:

5) A signed dual certification agreement between McLennan County WCID No. 2 and Waco indicating the following:

- a. *McLennan County WCID No. 2 (New Water and Sewer CCN Nos.) is seeking dual certification with the Waco (CCN Nos. 10039 and 20010); and*
- b. *The approximate total acreage agreed upon for dual certification as calculated in the digital mapping data as requested in 3 above, and*
 - i. *Please used NAD1983 State Plan Coordinate System (US Feet) to calculate the approximate total acreage used in the dual certification agreement.*
- c. *The revised general location map and revised detailed map requested in 1 and 2 above identifies the requested area for dual certification between McLennan County WCID No. 2 (New Water and Sewer CCN Nos.) and the Waco CCN Nos. 10039 and 20010).*

Response:

- The McLennan County WCID No. 2 is seeking dual certification with the City of Waco. The City of Waco is requiring approval of the McLennan County WCID No. 2 CCN boundary before they will provide the signed dual certification agreement. Item Number 10 contains a signed letter, and is attached in Appendix 3.

Additional Documentation

The items listed below stem from statutory requirements and must be filed before Staff files a final recommendation for this application. Items in response to these requests may be filed confidentially as requested below:

1) Under TWC 13.1396(b), "An affected utility shall submit to the office of emergency management of each county in which the utility has more than one customer, the utility commission, and the office of emergency management of the governor a copy of:

- (1) *The effected utility's emergency preparedness plan approved under Section 13.1395; and*
- (2) *The utility commission's notification to the affected utility that the plan is accepted."*

Response:

- See Appendix 6 for receipt of filing with Docket No. 52272

2) Under TWC 13.1396(c), "Each affected utility shall submit to the utility commission, each electrical utility that provides transmission and distribution service to the affected

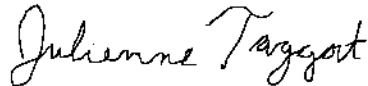
utility, each retail electric provider that sells electric power to the affected utility, the office of emergency management of each country in which the utility has water and wastewater facilities that qualify for critical load status under rules adopted by the utility commission, and the division of emergency management of the governor:

- (1) Information identifying the location and providing a general description of water and wastewater facilities that qualify for critical load status; and*
- (2) Emergency contact information for the affected utility, including:*
 - A. The person who will serve as a point of contact and the person's telephone number;*
 - B. The person who will serve as an alternative point of contact and the person's telephone number; and*
 - C. The affected utility's mailing address."*

Response:

- Critical Load status has been filed in Docket number 52299 and is confidential. See Appendix 5.

Sincerely,



Julianne Taggart, P.E.
TRC Engineers, Inc.

cc: Rhonda Taylor, Office Manager, McLennan County Water Control and Improvement District No. 2

Appendix 1



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 adhere to the following:
- Answer every question and submit all required attachments.
 - Use attachments or additional pages if needed to answer any question. If you use attachments or additional pages, reference their inclusion in the form.
 - Provide all mapping information as detailed in Part F: Mapping & Affidavits.
 - 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:
- DEFICIENT (Administratively Incomplete):** 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.*
 - SUFFICIENT (Administratively Complete):** 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:
- HEARING ON THE MERITS:** 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.
 - LANDOWNER OPT-OUT:** 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.

Application Summary

Applicant: McLennan County Water Improvement and Control District 2

CCN No. to be amended: N/A

or ☒ Obtain NEW CCN ☐ Water ☐ Sewer

County(ies) affected by this application: McLennan County

Dual CCN requested with: City of Waco

CCN No.: 10039, 20010

(name of retail public utility)

☒ Portion or ☐ All of requested area

Decertification of CCN for: _____

CCN No.: _____

(name of retail public utility)

☒ Portion or ☐ All of requested area

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Please mark the items included in this filing

<input type="checkbox"/> Partnership Agreement	Part A: Question 4
<input type="checkbox"/> Articles of Incorporation and By-Laws (WSC)	Part A: Question 4
<input type="checkbox"/> Certificate of Account Status	Part A: Question 4
<input checked="" type="checkbox"/> Franchise, Permit, or Consent Letter	Part B: Question 7 Attachment "A"
<input checked="" type="checkbox"/> Existing Infrastructure Map	Part B: Question 8 Attachment "B"
<input checked="" type="checkbox"/> Customer Requests For Service in requested area	Part B: Question 9
<input type="checkbox"/> Population Growth Report or Market Study	Part B: Question 10
<input type="checkbox"/> TCEQ Engineering Approvals	Part B: Question 11
<input type="checkbox"/> Requests & Responses For Service to ½ mile utility providers	Part B: Question 12.B
<input type="checkbox"/> Economic Feasibility (alternative provider) Statement	Part B: Question 12.C
<input type="checkbox"/> Alternative Provider Analysis	Part B: Question 12.D
<input type="checkbox"/> Enforcement Action Correspondence	Part C: Question 16
<input type="checkbox"/> TCEQ Compliance Correspondence	Part D: Question 20
<input type="checkbox"/> Purchased Water Supply or Treatment Agreement	Part D: Question 23
<input type="checkbox"/> Rate Study (new market entrant)	Part E: Question 28
<input type="checkbox"/> Tariff/Rate Schedule	Part E: Question 29
<input type="checkbox"/> Financial Audit	Part E: Question 30
<input type="checkbox"/> Application Attachment A & B	Part E: Question 30
<input type="checkbox"/> Capital Improvement Plan	Part E: Question 30
<input type="checkbox"/> Disclosure of Affiliated Interests	Part E: Question 31
<input checked="" type="checkbox"/> Detailed (large scale) Map	Part F: Question 32 Attachment "C"
<input checked="" type="checkbox"/> General Location (small scale) Map	Part F: Question 32 Attachment "D"
<input checked="" type="checkbox"/> Digital Mapping Data	Part F: Question 32 Attachment "E" (will be provided with submission to PUC)
<input checked="" type="checkbox"/> Signed & Notarized Affidavit	Page 12

Part A: Applicant Information

1. A. Name: McLennan County Water Improvement and Control District 2
(individual, corporation, or other legal entity)
☐ Individual ☐ Corporation ☐ WSC ☒ Other: WCID
- B. Mailing Address: PO Box 116
Elm Mott, TX 76640
Phone No.: (254) 829-1824 Email: mclennanwcid2@sbcglobal.net
- 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: Rhonda Taylor Title: Office Manager
Mailing Address: PO Box 116, Elm Mott, TX 76640
Phone No.: (254) 829-1824 Email: mclennanwcid2@sbcglobal.net
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 ☒ N/A
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: McLennan County Water Improvement and Control District 2

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.

McLennan County WCID #2 (District) currently serves residential and non-residential customers. The District is requesting dual certification with the City of Waco (City) within their existing CCNs (CCN No.20010 (Sewer) and 10039 (Water)) for the District's service areas.

7. The requested area (check all applicable):

☒ Currently receives service from the Applicant ☐ Is being developed with no current customers

☒ Overlaps or is within municipal boundaries ☐ Overlaps or is within district boundaries

Municipality: City of Waco District: _____

Provide a copy of any franchise, permit, or consent granted by the city or district. If not available please explain:

See the City's Consent letter included within Attachment "A"

8. Describe the circumstances (economic, environmental, etc.) driving the need for service in the requested area:

The area is currently being served water by the District. The District is requesting a CCN number for their requested area.

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: _____

C. Summarize an estimated timeline for construction for any required facilities to serve the requested area:

N/A

D. Describe the source and availability of funds for any required facilities to serve the requested area:

N/A

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.

12. A. 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:

N/A

B. Did the Applicant request service from each of the above water or sewer utilities?

☐ 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.

13. Explain the effect of granting the CCN request on the Applicant, any retail public utility of the same kind serving in the proximate area, and any landowners in the requested area. The statement should address, but is not limited to, regionalization, compliance, and economic effects.

The District has been serving water to this proximate area since 1954 and is now requesting a CCN number for their requested area.

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:

There are no anticipated impacts and/or changes in the quality of retail utility service for the requested area.

15. Describe the experience and qualifications of the Applicant in providing continuous and adequate retail service:

The District has been continuously providing water and sewer service to its service area since the District's inception in 1954. The District owns, operates, and maintains its own water distribution system, including the Charles Well, the Katy Well and Pump Station, the Linden Well and Pump Station, the Leroy Parkway Pressure Tank and Pump Station storage tanks, etc.), and treatment facility; and its own sewer collection system and treatment facility (McLennan County WCID #2 WWTP).

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:

There will not be any interruption to the environmental integrity of the land within the District's service boundary and the proposed water and sewer CCN boundaries as a result of granting the CCNs.

18. Has the Applicant made efforts to extend retail water or sewer utility service to any economically distressed area located within the requested area?

There are no economically-distressed areas within the requested area.

19. List all neighboring water or sewer retail public utilities, cities, districts (including ground water conservation districts), counties, or other political subdivisions (including river authorities) providing the same service located within two (2) miles from the outer boundary of the requested area:

City of Waco
Pure WSC
RSS WSC
City of Lacy Lakeview

Part D: TCEQ Public Water System or Sewer (Wastewater) Information

20. A. Complete the following for all Public Water Systems (PWS) associated with the Applicant's CCN:

TCEQ PWS ID:	Name of PWS:	Date of TCEQ inspection*:	Subdivisions served:
1550002	McLennan County WCID #2	6/7/2018	

*Attach evidence of compliance with TCEQ for each PWS

- B. Complete the following for all TCEQ Water Quality (WQ) discharge permits associated with the Applicant's CCN:

TCEQ Discharge Permit No:	Date Permit expires:	Date of TCEQ inspection*:	Subdivisions served:
WQ- 0015965001	1/20/2027	4/26/2023	
WQ-			
WQ-			
WQ-			

*Attach evidence of compliance with TCEQ for each Discharge Permit

- C. The requested CCN service area will be served via: PWS ID: 1550002
WQ - 0015965001

21. List the number of existing connections for the PWS & Discharge Permit indicated above (Question 20. C.):

Water				Sewer	
0	Non-metered	8	2"	495	Residential
768	5/8" or 3/4"	0	3"	115	Commercial
7	1"	0	4"	0	Industrial
2	1 1/2"	0	Other	0	Other
Total Water Connections:		785		Total Sewer Connections: 810	

22. List the number of additional connections projected for the requested CCN area:

Water				Sewer	
	Non-metered		2"		Residential
	5/8" or 3/4"		3"		Commercial
	1"		4"		Industrial
	1 1/2"		Other		Other
Total Water Connections:		0		Total Sewer Connections: 0	

23. A. Will the system serving the requested area purchase water or sewer treatment capacity from another source?

☐ Yes* ☒ No *Attach a copy of purchase agreement or contract.

Capacity is purchased from:

Water: _____

Sewer: N/A

B. Are any of the Applicants PWS's required to purchase water to meet the TCEQ's minimum capacity requirements or TCEQ's drinking water standards?

☐ Yes ☒ No

C. What is the amount of supply or treatment purchased, per the agreement or contract? What is the percent of overall demand supplied by purchased water or sewer treatment (if any)?

	Amount in Gallons	Percent of demand
Water:		0%
Sewer:		0%

24. Does the PWS or sewer treatment plant have adequate capacity to meet the current and projected demands in the requested area?

☐ Yes ☒ No

25. List the name, class, and TCEQ license number of the operators that will be responsible for the operations of the water or sewer utility service provided to the requested area:

Name (as it appears on license)	Class	License No.	Water/Sewer
Stevven Nelson	C	WG0018867	Water
Stevven Nelson	C	WD0016758	Water
Stevven Nelson	C	WW0087140	Sewer

26. A. Are any improvements required for the existing PWS or sewer treatment plant to meet TCEQ or Commission standards?

☐ Yes ☒ No

B. Provide details on each required major capital improvement necessary to correct deficiencies to meet the TCEQ or Commission standards (attach any engineering reports or TCEQ approval letters):

Description of the Capital Improvement:	Estimated Completion Date:	Estimated Cost:

27. Provide a map (or maps) showing all facilities for production, transmission, and distribution, and the location of existing or proposed customer connections, in the requested area. Facilities should be identified on subdivision plats, engineering planning maps, or other large scale maps. Color coding can be used, and is encouraged, to distinguish types of facilities.

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. N/A

29. If the Applicant is an existing IOU, please attach a copy of the current tariff and indicate: N/A

- 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.

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.
 - 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.
 2. 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 scaled 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:
 - a. 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.
 - b. A shapefile should include six files (.dbf, .shp, .shx, .sbx, .sbn, and the projection (.prj) file).
 - c. 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.

33. Complete the following using verifiable man-made and/or natural landmarks such as roads, rivers, or railroads to describe 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: 2,709

Number of customer connections in the requested area: 1,395

The closest city or town: Elm Mott

Approximate mileage to closest city or town center: 1

Direction to closest city or town: North

The requested area is generally bounded on the North by: Old Dallas Road

on the East by: 0.1 miles west of the overhead transmission lines

on the South by: Mesquite Tree Road (1,330 feet north of Broken Arrow Dr.)

on the West by: W. Elm Mott Lane/FM 308 (3,385 feet west of the intersection with Katy St.)

34. A copy of the proposed map will be available at The District's main office

Applicant's Oath

STATE OF Texas

COUNTY OF McLennan

I, Rhonda Taylor being duly sworn, file this application to
obtain or amend a water or sewer CCN, as Authorized Representative
(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.

AFFIANT

(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 _____, 20 _____

SEAL

**NOTARY PUBLIC IN AND FOR THE
STATE OF TEXAS**

PRINT OR TYPE NAME OF NOTARY

My commission expires: _____

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) (09 - 30 - 22)	A-1 YEAR (09 - 30 - 21)	A-2 YEAR (- -)	A-3 YEAR (- -)	A-4 YEAR (- -)	A-5 YEAR (- -)
CURRENT ASSETS						
Cash	\$ 504,789.00					
Accounts Receivable	\$ 92,722.00					
Inventories	\$ 61,620.00					
Other	\$ 165,467.00					
A. Total Current Assets	\$ 824,598.00					
FIXED ASSETS						
Land	\$ 156,392.00					
Collection/Distribution System	\$ 6,312,931.00					
Buildings	\$ 241,932.00					
Equipment	\$ 224,755.00					
Other	\$ 29,838.00					
Less: Accum. Depreciation or Reserves	\$ 4,122,782.00					
B. Total Fixed Assets	\$ 2,843,066.00	\$ 286,255.00				
C. TOTAL Assets (A + B)	\$ 3,667,664.00	\$ 3,902,452.00				
CURRENT LIABILITIES						
Accounts Payable	\$ 49,713.00					
Notes Payable, Current	\$ 30,938.00					
Accrued Expenses	\$ 0.00					
Other	\$ 64,725.00					
D. Total Current Liabilities	\$ 145,376.00					
LONG TERM LIABILITIES						
Notes Payable, Long-term	\$ 1,154,069.00					
Other	\$ 0.00					
E. Total Long Term Liabilities	\$ 1,154,069.00					
F. TOTAL LIABILITIES (D + E)	\$ 1,299,445.00					
OWNER'S EQUITY						
Paid in Capital	\$ 132,609.00					
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)						

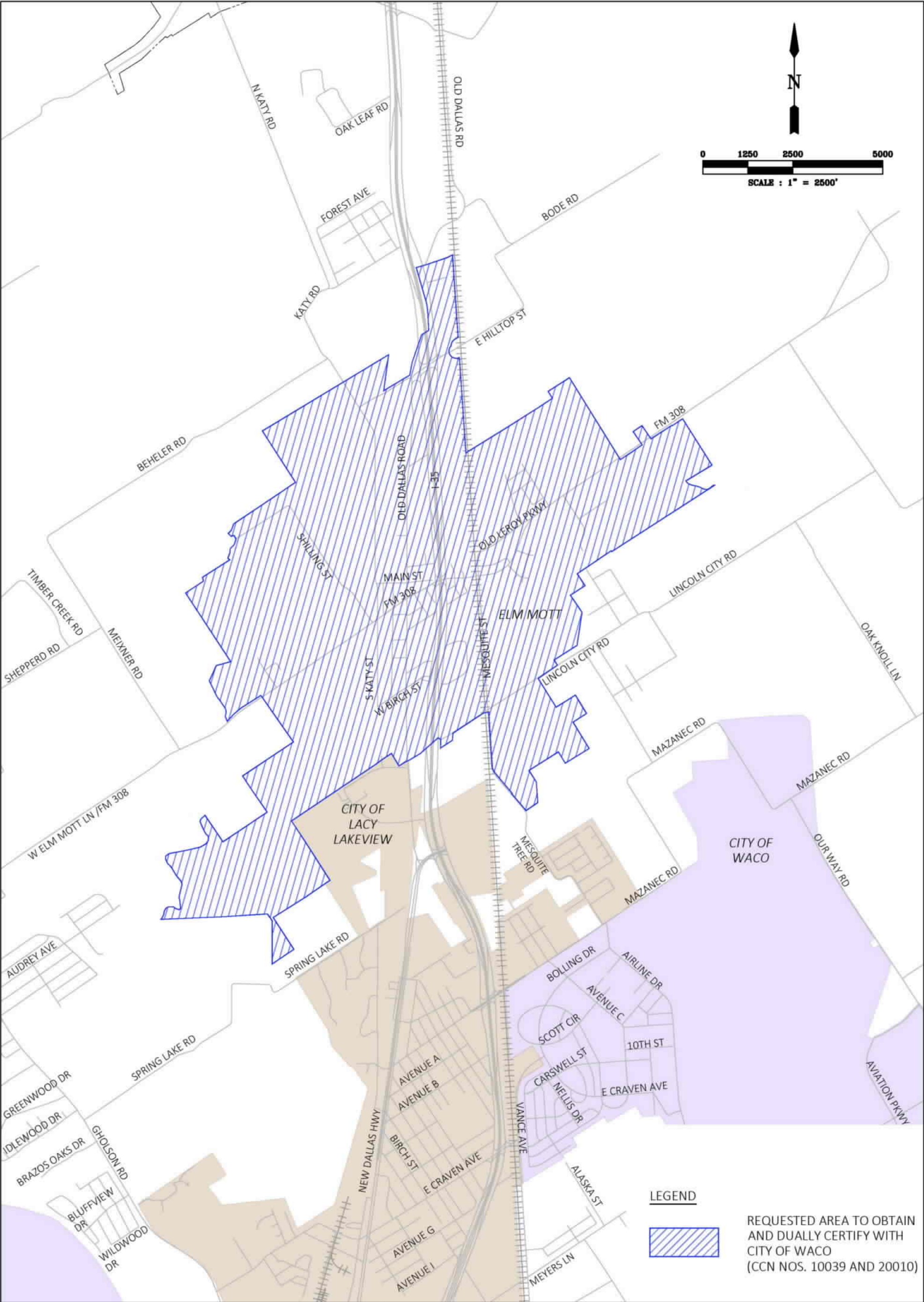
DO NOT INCLUDE ATTACHMENTS A OR B IF LEFT BLANK

HISTORICAL NET INCOME INFORMATION

(ENTER DATE OF YEAR END)	CURRENT(A) (00 - 00 - 00)	A-1 YEAR (00 - 00 - 00)	A-2 YEAR (00 - 00 - 00)	A-3 YEAR (00 - 00 - 00)	A-4 YEAR (00 - 00 - 00)	A-5 YEAR (00 - 00 - 00)
METER NUMBER						
Existing Number of Taps	712	666	641	656	656	
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	\$ 742,890.00	\$ 689,063.00	\$ 716,300.00	\$ 689,906.00	\$ 658,942.00	
Other (Tap, reconnect, transfer fees, etc.)	\$ 104,940.00	\$ 794,740.00	\$ 69,492.00	\$ 78,779.00	\$ 98,515.00	
Gross Income	\$ 847,830.00	\$ 1,483,803.00	\$ 785,792.00	\$ 768,685.00	\$ 757,457.00	
EXPENSES						
General & Administrative (see schedule)						
Operating (see schedule)						
Interest						
Other (list)						
NET INCOME						

HISTORICAL EXPENSE INFORMATION (ENTER DATE OF YEAR END)	CURRENT(A) (²⁰-²¹-²²)	A-1 YEAR (²⁰-²¹-²²)	A-2 YEAR (- -)	A-3 YEAR (- -)	A-4 YEAR (- -)	A-5 YEAR (- -)
GENERAL/ADMINISTRATIVE EXPENSES						
Salaries & Benefits—Office/Management	\$ 185,326.00	\$ 178,188.00				
Office (services, rentals, supplies, electricity)	\$ 17,426.00	\$ 17,088.00				
Contract Labor	\$ 790.00	\$ 760.00				
Transportation	\$ 12,915.00	\$ 11,218.00				
Insurance	\$ 13,128.00	\$ 12,908.00				
Telephone	\$ 11,649.00	\$ 0.00				
Utilities	\$ 104,940.00	\$ 105,142.00				
Property Taxes	\$ 0.00	\$ 0.00				
Professional Services/Fees (recurring)	\$ 17,029.00	\$ 66,275.00				
Groundwater Fees Regulatory- other	\$ 2,881.00	\$ 2,672.00				
Lab Fees Other (describe)	\$ 9,185.00	\$ 11,551.00				
Interest	\$ 58,462.00	\$ 57,714.00				
Other	\$ 9,885.00	\$ 49,566.00				
Total General Admin. Expenses (G&A)	\$ 443,616.00	\$ 513,082.00				
% Increase Per Year	0%	0%	0%	0%	0%	0%
OPERATIONS & MAINTENANCE EXPENSES						
Salaries & Benefits (Employee, Management)						
Materials & Supplies						
Utilities Expense-office						
Repairs and Maintenance Contract Labor	\$ 129,034.00	\$ 373,948.00				
Transportation Expense						
Depreciation Expense	\$ 275,798.00	\$ 261,785.00				
Dues & Fees Other(describe)	\$ 26,517.00	\$ 8,100.00				
Total Operational Expenses (O&M)	\$ 431,449.00	\$ 643,833.00				
Total Expense (Total G&A + O&M)	\$ 874,965.00	\$ 1,156,945.00				
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 2

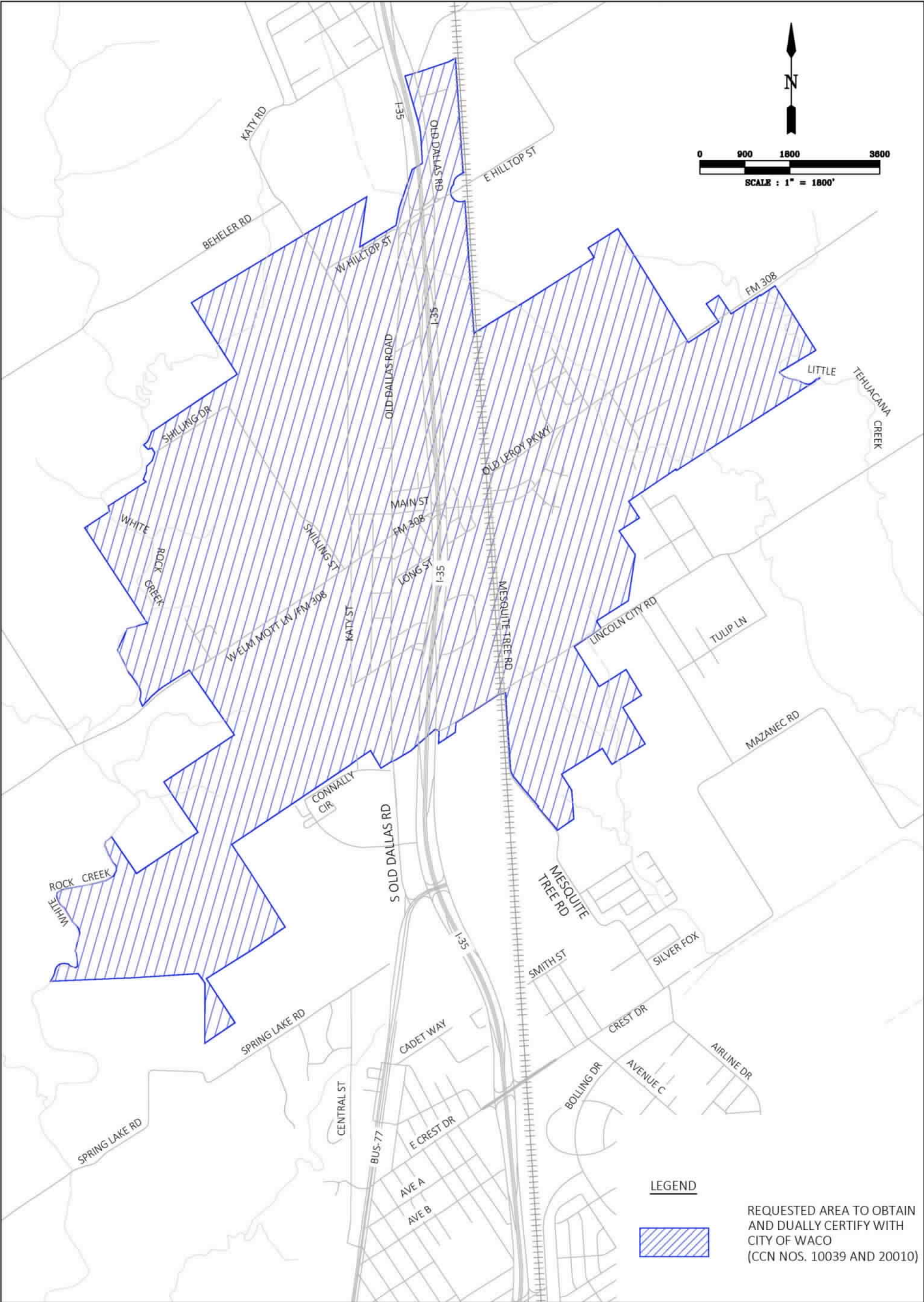


TRC ENGINEERS, INC.

700 HIGHLANDER BLVD., SUITE 210, ARLINGTON, TEXAS 76015
T.B.P.E. FIRM REGISTRATION # F-8632
(817) 522 - 1000

GENERAL LOCATION MAP

**MCLENNAN COUNTY WATER CONTROL AND
IMPROVEMENT DISTRICT NO. 2 TO OBTAIN A
WATER CCN AND SEWER CCN AND DUALY
CERTIFY WITH CITY OF WACO (CCN NOS. 10039
AND 20010) IN MCLENNAN COUNTY**



TRC ENGINEERS, INC.

700 HIGHLANDER BLVD., SUITE 210, ARLINGTON, TEXAS 76015
T.B.P.E. FIRM REGISTRATION # F-8632
(817) 522 - 1000

DETAILED LOCATION MAP

MCLENNAN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2 TO OBTAIN A WATER CCN AND SEWER CCN AND DUALY CERTIFY WITH CITY OF WACO (CCN NOS. 10039 AND 20010) IN MCLENNAN COUNTY

Appendix 3



PO Box 2570
Waco, Texas 76702-2570

T: (254) 750 5640
waco-texas.com

January 12, 2024

Scott Horowitz, P.E.
Project Manager
TRC
800 Isom Road, Ste. 400
San Antonio, TX 78216

**Re: PUC CCN Agreement Between City of Waco and McLennan
County WCID #2**

Mr. Horowitz:

This letter supersedes the March 28, 2023 McLennan County WCID#2 – water reservation and future sanitary sewer connection to upgraded lift station letter issued by City of Waco employee Saeed Soltani, P.E.

The City of Waco Water Utility Services Department does not object to a dual water and sewer CCN certification, between the City of Waco and McLennan County WCID #2, of the requested 2,711 acres that is identified on the maps provided in your March 26, 2023 email. Please note that Waco will not formally recognize this boundary without completion of the following:

- 1) WCID #2 formal PUC application for a mapped, bounded dual CCN,
- 2) A Texas licensed professional engineer sealed water and sewer dual CCN map that identifies all WCID #2 water and sewer infrastructure within the boundary,
- 3) PUC declaration that the WCID #2 dual CCN application is administratively complete,
- 4) City of Waco Council formal of the WCID #2 PUC complete application,
- 5) Execution of a City of Waco and WCID #2 Dual Certification agreement.



PO Box 2570
Waco, Texas 76702-2570

T: (254) 750 5640
waco-texas.com

Please contact Charles H. Leist II, P.E. with the completion of the above items to proceed with formal adoption of the agreed dual CCN.

Sincerely,

A handwritten signature in black ink, appearing to read 'Lisa Tyer'.

Lisa Tyer
Director
Water Utility Services
City of Waco
P.O. Box 2570, Waco TX
O: (254) 750-8040

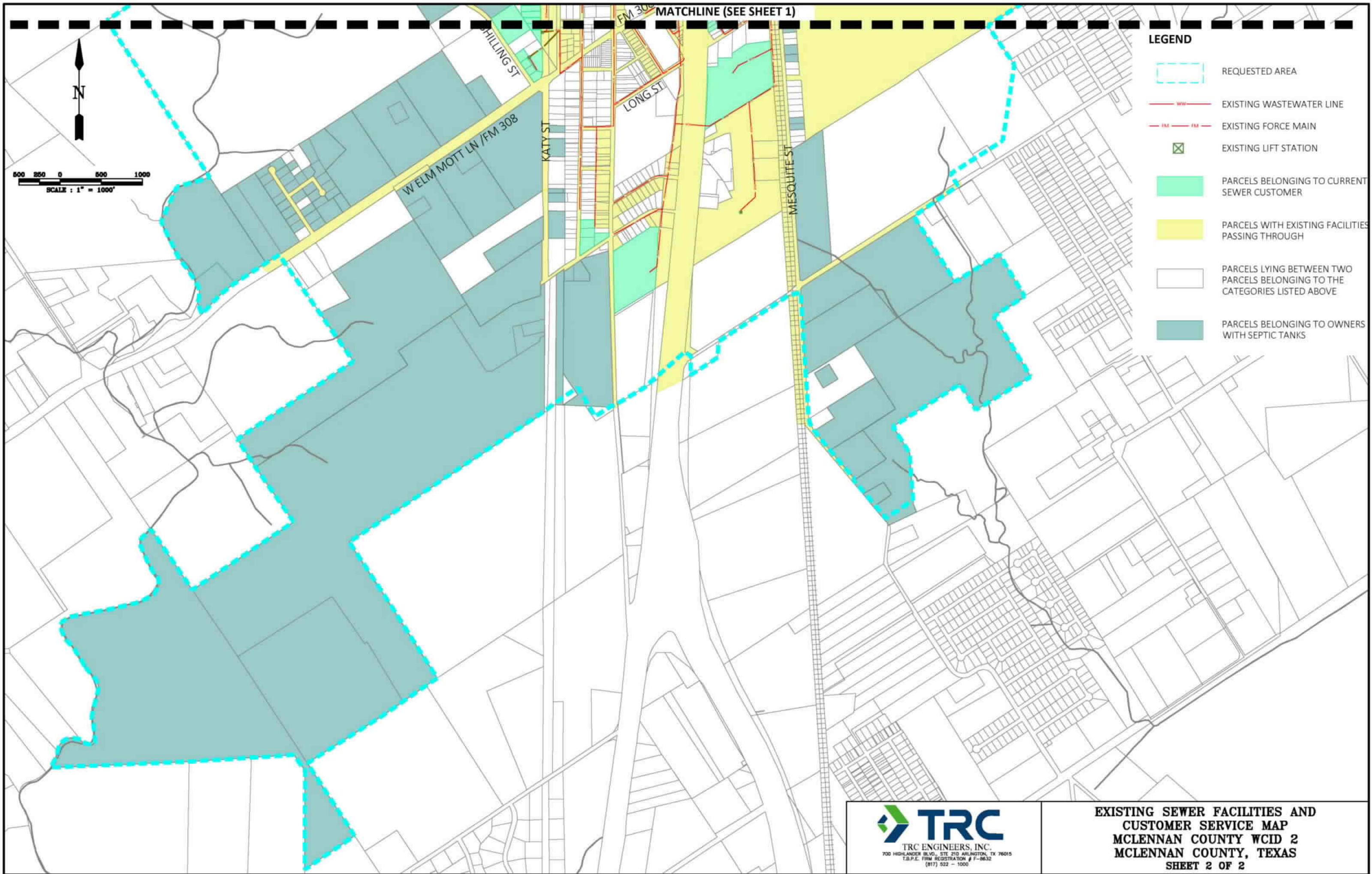
Appendix 4



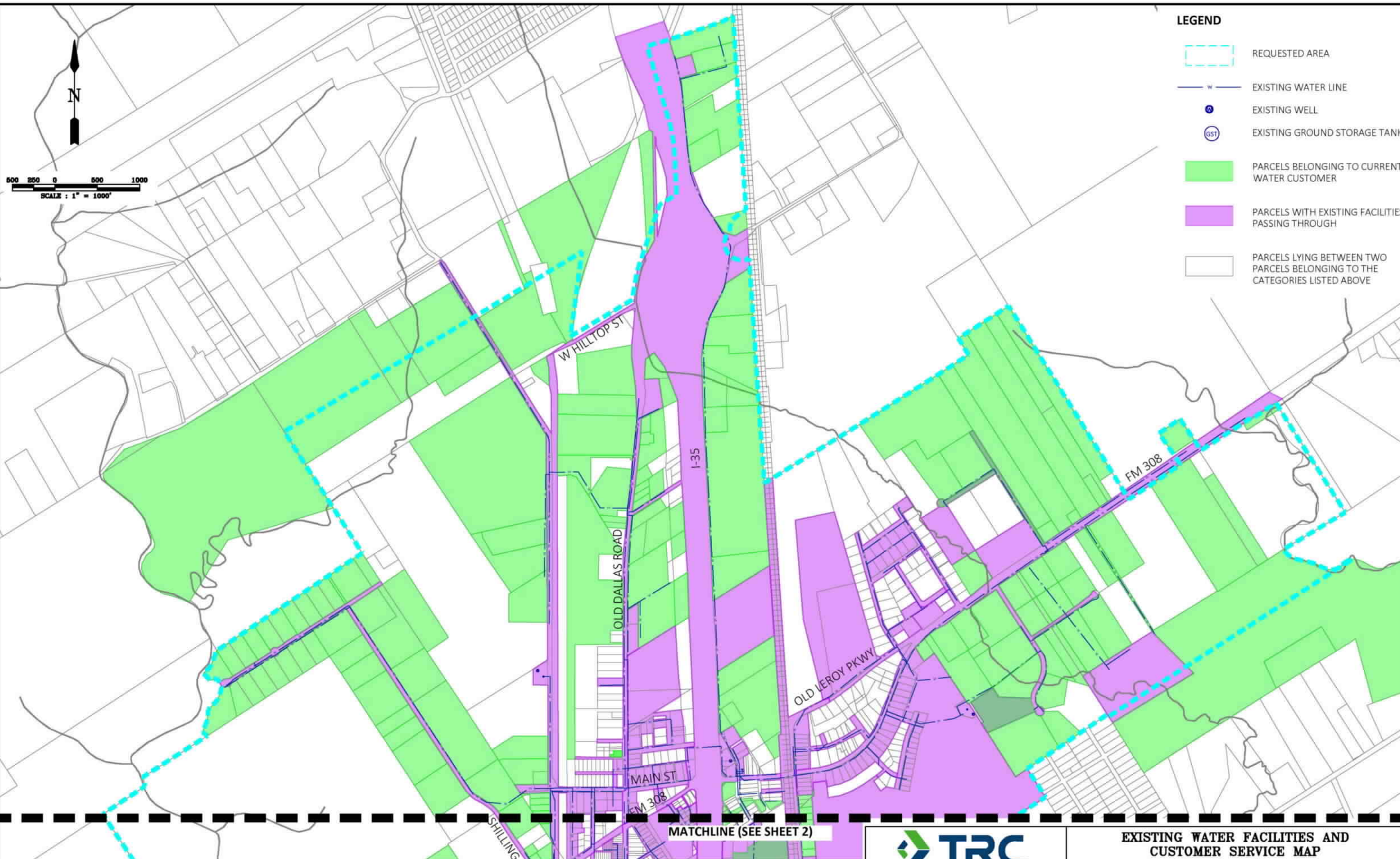
- LEGEND**
- REQUESTED AREA
 - EXISTING WASTEWATER LINE
 - EXISTING FORCE MAIN
 - EXISTING LIFT STATION
 - PARCELS BELONGING TO CURRENT SEWER CUSTOMER
 - PARCELS WITH EXISTING FACILITIES PASSING THROUGH
 - PARCELS LYING BETWEEN TWO PARCELS BELONGING TO THE CATEGORIES LISTED ABOVE
 - PARCELS BELONGING TO OWNERS WITH SEPTIC TANKS

TRC
TRC ENGINEERS, INC.
700 HIGHLANDER BLVD., STE 210 ARLINGTON, TX 76015
T.D.P.E. FIRM REGISTRATION # F-8632
(817) 522 - 1000

**EXISTING SEWER FACILITIES AND
CUSTOMER SERVICE MAP
MCLENNAN COUNTY WCID 2
MCLENNAN COUNTY, TEXAS
SHEET 2 OF 2**



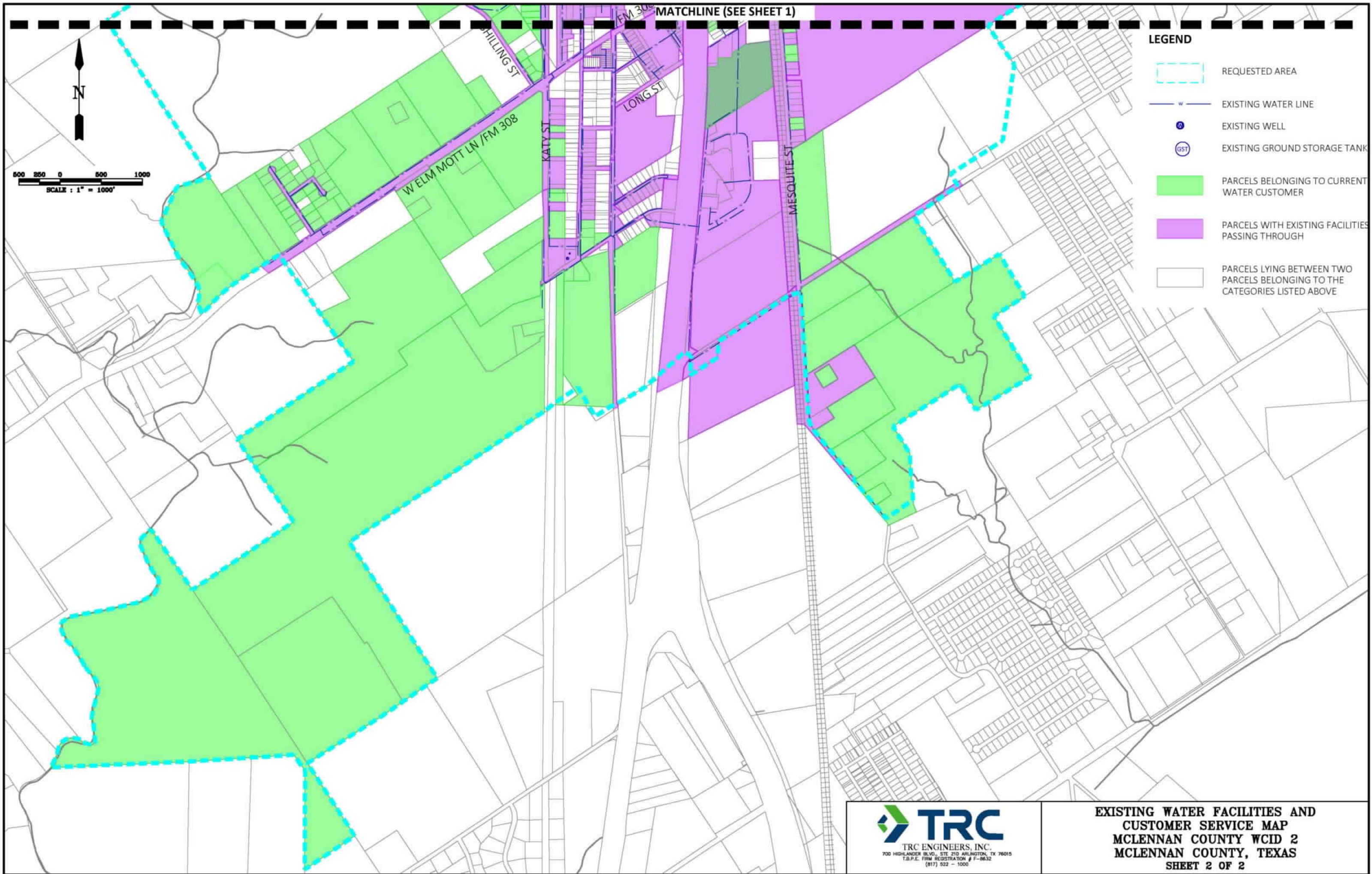
- LEGEND**
- REQUESTED AREA
 - EXISTING WASTEWATER LINE
 - EXISTING FORCE MAIN
 - EXISTING LIFT STATION
 - PARCELS BELONGING TO CURRENT SEWER CUSTOMER
 - PARCELS WITH EXISTING FACILITIES PASSING THROUGH
 - PARCELS LYING BETWEEN TWO PARCELS BELONGING TO THE CATEGORIES LISTED ABOVE
 - PARCELS BELONGING TO OWNERS WITH SEPTIC TANKS



- LEGEND**
- REQUESTED AREA
 - EXISTING WATER LINE
 - EXISTING WELL
 - EXISTING GROUND STORAGE TANK
 - PARCELS BELONGING TO CURRENT WATER CUSTOMER
 - PARCELS WITH EXISTING FACILITIES PASSING THROUGH
 - PARCELS LYING BETWEEN TWO PARCELS BELONGING TO THE CATEGORIES LISTED ABOVE

TRC
TRC ENGINEERS, INC.
700 HIGHLANDER BLVD., STE 210 ARLINGTON, TX 76015
T.D.P.E. FIRM REGISTRATION # F-8632
(817) 522 - 1000

**EXISTING WATER FACILITIES AND
CUSTOMER SERVICE MAP
MCLENNAN COUNTY WCID 2
MCLENNAN COUNTY, TEXAS
SHEET 1 OF 2**



- LEGEND**
- REQUESTED AREA
 - EXISTING WATER LINE
 - EXISTING WELL
 - EXISTING GROUND STORAGE TANK
 - PARCELS BELONGING TO CURRENT WATER CUSTOMER
 - PARCELS WITH EXISTING FACILITIES PASSING THROUGH
 - PARCELS LYING BETWEEN TWO PARCELS BELONGING TO THE CATEGORIES LISTED ABOVE

Appendix 5



Control Number: 52299



Item Number: 1096

CONFIDENTIAL

Appendix 6



Filing Receipt

Filing Date - 2024-11-25 08:35:14 AM

Control Number - 52272

Item Number - 591

The following files are not convertible:

WCID 2 CCN.cpg
WCID 2 CCN.dbf
WCID 2 CCN.idx
WCID 2 CCN.prj
WCID 2 CCN.shp
WCID 2 CCN.shx
lacylakeview_bndy.dbf
lacylakeview_bndy.idx
lacylakeview_bndy.prj
lacylakeview_bndy.shp
lacylakeview_bndy.shx

Please see the ZIP file for this Filing on the PUC Interchange in order to access these files.

Contact centralrecords@puc.texas.gov if you have any questions.