

MEMORANDUM

To: Mayor and City Council Members

Douglas Faseler, City Manager

From: David Rabago, P.E., CFM, Utility Engineer

Through: Rick Cortes, Assistant City Manager

Subject: City of Seguin Sewer Certificate of Convenience and Necessity

(CCN) Expansion

Date: April 11, 2017

In an effort to prevent other entities from encroaching in the City's sewer service area and minimize the potential of having to purchase areas held by other Certificate of Convenience and Necessity (CCN) holders, staff requests authorization to expand the City of Seguin Sewer CCN to the limit of the Extraterritorial Jurisdiction (ETJ).

The expansion would provide future customers located within the ETJ with sewer rates and service consistent with current customers. This would also provide an opportunity for good environmental stewardship since the need for on-site sewage facilities would decrease. The expansion can also serve as a tool to manage growth within the ETJ.

Please see attached Memorandum from TRC dated April 11, 2017 recommending expansion of the City of Seguin sewer CCN to the limit of the ETJ. Staff concurs with this recommendation and will be available to answer any questions at the Tuesday, April 18, 2017 City Council Meeting.