

**BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF DELAWARE**

IN THE MATTER OF THE APPLICATION OF)
TIDEWATER UTILITIES, INC., FOR A)
CERTIFICATE OF PUBLIC CONVENIENCE AND) PSC DOCKET NO. 04-CPCN-16
NECESSITY TO PROVIDE WATER SERVICES TO) (GREENE/BRENFORD WOODS)
FOUR PARCELS OF LAND AND PORTIONS OF A)
FIFTH PARCEL OF LAND LOCATED ON THE)
WEST SIDE OF BRENFORD ROAD, KENTON)
HUNDRED, KENT COUNTY, DELAWARE)
(FILED AUGUST 4, 2004))

ORDER NO. 6480

**CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY
TO PROVIDE PUBLIC WATER UTILITY SERVICES**

This 5th day of October, 2004, the Commission finds, determines,
and Orders the following:

I. BACKGROUND

1. Tidewater Utilities, Inc. ("Applicant"), is a water utility providing water services for public use that is subject to the regulatory jurisdiction of this Commission over any expansion of its service territory. On August 4, 2004, the Applicant filed an Application ("Application") with the Commission seeking a Certificate of Public Convenience and Necessity ("CPCN") to expand its facilities and operations in order to provide water services to four parcels of land and portions of a fifth parcel of land located on the west side of Brenford Road, Kenton Hundred, Kent County, Delaware ("Proposed Service Area"), as specifically described by the tax map parcel number identifications in paragraph 6 of the Application. The initial filing requested inclusion of one parcel (3-00-03600-02-2903) and portions of

a second parcel (3-00-03600-02-2900) that were part of an earlier Tidewater CPCN application approved by the Commission.

2. The Application includes petitions signed by a majority of the parcel owners within the Proposed Service Area, and evidence that the required Commission notice of the Application was sent via certified mail to each owner within the Proposed Service Area. The notice explained each owner's opportunity to object, request a hearing, and "opt-out," that is, to exclude the owner's property from Applicant's Proposed Service Area.

3. Staff directed the Applicant to publish notice of the Application in two newspapers of general circulation. The notice informed the public that any meritorious request for a hearing or objection must be filed with the Commission no later than thirty days from the publication. The notice was published in the Delaware State News and The News Journal newspapers on August 18, 2004.

4. The Commission did not receive any "opt-out" notice from any owner, any request for a hearing on the application, or any objection to the application.

II. SUMMARY OF THE EVIDENCE

5. The record in this matter consists of the Application, including Applicant's request that the Commission proceed in this matter under the informal fact-finding procedures set forth in *29 Del. C. § 10123 (¶ 3)*. In addition, the Application includes:

- (i) petitions signed by a majority of landowners within the Proposed Service Area (¶ 1(d));
- (ii) copies of the United States Postal Service's forms verifying that the

Applicant sent, via certified mail, a Commission approved notice to all landowners of the affected parcels of the Applicant's filing for a CPCN as prescribed by Water Utility CPCN Reg. 10.109 (§ 5);

- (iii) the County tax parcel identification numbers of the properties in the Proposed Service Area (§ 6);
- (iv) a listing of the landowners of record of each of the parcels included in the Proposed Service Area and the tax maps locating the parcels (§ 7); and
- (v) the Applicant's statement that its expansion of service to the parcels in the Proposed Service Area will comply with the water pressure requirements of 26 Del. C. § 403(a)&(b), and is not barred by any of the restrictions set forth in 26 Del. C. § 403(c) (§ 8 (a)-(d));

6. The record also contains:

- (i) affidavits of publication of the public notice of the Application in the Delaware State News and The News Journal newspapers on August 18, 2004;
- (ii) Staff's correspondence to representatives of the Office of Drinking Water of the Division of Public Health, the Office of the State Fire Marshal, and the Department of Natural Resources and Environmental Control in which Staff requested that any written comments on the application be submitted to the Commission by August 30, 2004;
- (iii) Correspondence from the Office of Drinking Water of the Division of Public Health (dated August 17, 2004) reporting that they have no outstanding issues with the Applicant that might preclude granting the requested CPCN;
- (iv) Correspondence from the Office of the State Fire Marshal (dated September 21, 2004) indicating the Agency had no outstanding issues that would preclude granting the requested CPCN;

- (v) Printed e-mail correspondence from the Department of Natural Resources and Environmental Control (dated August 16, 2004) indicating the Agency had no outstanding issues that would preclude granting the requested CPCN;
- (vi) Staff's September 21, 2004 memorandum of its investigation and its recommendation that the Commission approve the application and grant the requested CPCN. Staff reports that, based upon its review, the Applicant has complied with all the statutory and regulatory requirements necessary for granting the CPCN.

7. Finally, the record does not contain any evidence that any person objects to the application or requests a hearing.

III. FINDINGS OF FACT & CONCLUSIONS OF LAW

8. The Commission has jurisdiction to grant a CPCN permitting a water utility to expand its operations and facilities, and Applicant operates a water system for public use and, consequently, is a water utility.

9. First, the Applicant obtained the consent of the majority of the landowners of the property within the Proposed Service Area in compliance of *26 Del. C. § 203C(e)(1)(b)*. Second, the Applicant sent by certified mail an approved notice of its Application to all owners of parcels of land within the Proposed Service Area. Third, the record reflects: (a) no objection to this application; (b) no request for a hearing on this application; (c) the Applicant's statement that the Applicant will continue to meet the water pressure requirements for its existing customers; and (d) the Applicant's statement that it is not subject to any regulatory Order or finding pertaining to the

quality of its service to existing customers which would preclude it from expanding its operations or facilities.

10. Finally, the Commission's Staff has investigated the Applicant and has not discovered that the Applicant is currently subject to any Commission finding that the utility is unwilling or unable to provide adequate and reliable water service to its existing customers. The present record does not provide any basis for the Commission to believe that any further investigation into the Applicant's service quality is necessary in order to render a decision in this proceeding.

11. In summary, the Applicant has submitted the necessary proof required by the provisions of *26 Del. C. §§ 203C(e)(1), 203C(e)(1) b., & 203C(e)(3) (2002 Supp.)*, which the Commission's Staff has reviewed and found to be accurate. The Commission also finds no reason that the Applicant is not entitled to a CPCN under the provisions of either *26 Del. C. §§ 203C(f) or 203C(i) (2002 Supp.)*. Since the Applicant has satisfied the statute's requirements, the Commission shall issue a CPCN permitting the Applicant to expand its operations to provide water utility services to the parcels identified in Exhibit "A" hereto.

Now, therefore, **IT IS ORDERED:**

1. That, pursuant to *26 Del. C. § 203C(e) (2002 Supp.)*, the application for a Certificate of Public Convenience and Necessity, as filed in PSC Docket No. 04-CPCN-16, is hereby approved to the extent it is consistent with this Order, and a CPCN is granted to Tidewater

E X H I B I T "A"

APPROVED SERVICE AREA
PARCELS WITHIN CERTIFICATE OF
PUBLIC CONVENIENCE AND NECESSITY

GREENE/BRENFORD WOODS
KENT COUNTY, DELAWARE

KENT COUNTY TAX MAP PARCELS NOS.

3-00-03600-02-2902

3-00-03600-02-2905

3-00-03600-02-2906

3-00-02700-01-3804

The portions of parcel
3-00-03600-02-2900 that
lie on the west side of
Brenford Road