

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

IN THE MATTER OF THE APPLICATION OF)	
ARTESIAN WASTEWATER MANAGEMENT, INC.,)	
FOR A CERTIFICATE OF PUBLIC)	
CONVENIENCE AND NECESSITY TO PROVIDE)	
WASTEWATER SERVICES TO THREE PARCELS)	PSC DOCKET NO. 07-WW-013
OF LAND LOCATED ON BOTH SIDES OF)	("ROSS POINT FARM")
PHILLIPS HILL ROAD, EAST OF LAUREL,)	
SUSSEX COUNTY, DELAWARE)	
(FILED MARCH 5, 2007))	

ORDER NO. 7200

**CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY
TO PROVIDE WASTEWATER SERVICES**

This 19th day of June 2007, the Commission determines and Orders the following:

1. By the provisions of 74 Del. Laws ch. 317 (July 6, 2004), the General Assembly and Governor included wastewater systems within the public utilities subject to the regulatory oversight of this Commission. See 74 Del. Laws ch. 317 (2004) (amending "public utility" definition in 26 Del. C. § 102(2)).

2. The law includes a specific regime for the granting of Certificates of Public Convenience and Necessity ("CPCN") to begin the business of a wastewater public utility or to extend the system and operations of an existing wastewater public utility. See 74 Del. Laws ch. 317 § 6, adding 26 Del. C. § 203D. Under the statute, specifically 26 Del. C. § 203D(d)(2), the Commission shall grant a CPCN to an applicant if it has submitted a petition requesting wastewater services signed by a majority of the landowners in the

proposed service area, as well as the proof that all of the landowners in the proposed service area were notified of the application.

3. On February 22, 2005, by PSC Order No. 6573, the Commission adopted final *Regulations Concerning the Jurisdiction of the Public Service Commission to Grant and Revoke Certificates of Public Convenience and Necessity to Provide Wastewater Services* ("Regulations") which govern the process that non-governmental wastewater utilities serving, or planning to serve, fifty or more customers (in the aggregate) apply for and are granted a CPCN.

4. Artesian Wastewater Management, Inc. ("AWMI") is a public utility offering wastewater services, and is subject to the regulatory oversight of this Commission. On March 5, 2007, AWMI filed an application with the Commission requesting a CPCN to provide wastewater services to three parcels of land located on both sides of Phillips Hill Road, east of Laurel, Sussex County, Delaware ("Proposed Service Area"). These three parcels of land are part of an area proposed for development as a 1330-unit residential subdivision called "Ross Point Farms."¹

5. As required by 26 Del. C. § 203D(d)(2) and Commission Regulations, AWMI included in its application: (a) a petition requesting wastewater services signed by the owner of the three parcels of land comprising the Proposed Service Area; and (b) evidence, in the form of a signed United States Postal Service certified mail receipt, showing that the landowner was sent notice of

¹A proposal for the parcels was reviewed during 2006 under the Preliminary Land Use Service (PLUS), as outlined in Chapter 92 of Title 29 of the Delaware Code (PLUS Project 2006-08-04).

the Application. A Sussex County Tax Map showing the location of the Proposed Service Area was also included with the Application.

6. Pursuant to Commission Regulations, Commission Staff requested written comment from the Delaware Department of Natural Resources and Environmental Control ("DNREC") as to whether there are any outstanding issues with that Agency indicating AWMI has been unwilling or unable to provide safe, adequate, and reliable wastewater services to its existing customers.² In its reply, DNREC indicated it had no objection to the Commission granting the requested CPCN to provide wastewater treatment and disposal services to the three parcels of land.

7. Consequently, consistent with the statutory requirement, the Commission shall grant a CPCN to AWMI to provide wastewater public utility services within the Proposed Service Area.

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

1. That, pursuant to the provisions of 26 Del. C. § 203D(d)(2), a Certificate of Public Convenience and Necessity is

²Under Commission rules, the utility is required to file a copy of its application with DNREC, the Office of State Planning ("OSP"), and: "a) any county within whose boundaries the proposed service territory would be located; and b) any municipality, town or local authority: i) whose boundaries are adjacent to the proposed service territory; or ii) within whose boundaries or existing wastewater service territory the proposed service territory would be located." Staff copied the OSP and the Sussex County Engineering Department ("the County") on its request for comment sent to DNREC. While written comment is only required from DNREC, by notifying the other agencies Staff can be alerted if an Application is not filed, or if there is a significant issue with an Applicant or Application that the Commission may wish to consider. In this case, the County has stated that although the parcels are located in its Western Sussex Planning Area, it currently has no objection to a CPCN being granted. Comments from the OSP indicate that the parcels are located in an Investment Level 4 Area according to the "Strategies for State Policies and Spending" where new development activities are not supported by the State.

granted to Artesian Wastewater Management, Inc., to provide wastewater public utility services to the proposed "Ross Point Farms" subdivision located on both sides of Phillips Hill Road, east of Laurel, Sussex County, Delaware, and more specifically identified by the Sussex County Tax Map Parcels Numbers 232-20.00-32.00, 232-20.00-33.00, and 232-20.00-37.01.

2. That Artesian Wastewater Management, Inc., shall comply with any and all federal, state, county, and local statutes, ordinances, orders, regulations, rules, and permit conditions that are applicable, or may become applicable, to any matter involving wastewater utility services provided to the service territory granted by this Certificate of Public Convenience and Necessity.

3. That the Commission reserves the jurisdiction and authority to enter such further Orders in this matter as may be deemed necessary or proper.

BY ORDER OF THE COMMISSION:

/s/ Arnetta McRae
Chair

/s/ Joann T. Conaway
Commissioner

/s/ Jaymes B. Lester
Commissioner

/s/ Dallas Winslow
Commissioner

ATTEST:

/s/ Karen J. Nickerson
Secretary

/s/ Jeffrey J. Clark
Commissioner