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DOCKET NO. 44387

**APPLICATION OF NORTHWEST
WATER SYSTEMS, INC. AND NERRO
SUPPLY INVESTORS, LLC FOR
SALE, TRANSFER, OR MERGER OF
FACILITIES AND CERTIFICATE
RIGHTS IN HARRIS AND
MONTGOMERY COUNTIES**

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PUBLIC UTILITY COMMISSION

OF TEXAS

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**ORDER NO. 6
FINDING CLOSING DOCUMENTATION INSUFFICIENT;
ESTABLISHING DEADLINE FOR APPLICANT
TO FILE ADDITIONAL INFORMATION**

On January 29, 2015, Northwest Water Systems, Inc. (Northwest) and Nerro Supply Investors, LLC (Nerro) filed an application for approval of the sale, transfer, or merger of facilities and certificate rights in Harris and Montgomery County, Texas.

On July 29, 2015, Public Utility Commission of Texas (Commission) Staff recommended (1) approval of the sale and transfer transaction between Northwest and Nerro, and (2) that Applicants be allowed to close on the transaction. On August 4, 2015, the sale and transfer transaction was approved to proceed and Applicants were required to file their closing documents evidencing consummation within one year of August 4, 2015.

On December 15, 2015, Northwest filed documents showing that the sale from Northwest to Nerro had been completed.


On January 4, 2016, Commission Staff filed a recommendation that the closing documents submitted by Applicants be found insufficient to show that the transaction has been fully completed. Specifically, Applicants did not file customer deposit information as required. Commission Staff recommended that Applicants be required to file documentation as evidence that the disposition of any remaining deposits has been addressed pursuant to 16 Tex. Admin. Code § 24.109(g) by February 5, 2016.

Consistent with Commission Staff's recommendation, the closing documentation filed by Applicants on December 15, 2015, is insufficient because it does not include all information required. Applicants shall file no later than **February 5, 2016**, documentation as evidence that

the disposition of any remaining deposits has been addressed. No later than **March 7, 2016**, Commission Staff shall file a supplemental recommendation regarding the sufficiency of the documents and a proposed schedule for the continued processing of this docket.

SIGNED AT AUSTIN, TEXAS the 8th day of January 2016.

PUBLIC UTILITY COMMISSION OF TEXAS



JEFFREY J. HUHN
ADMINISTRATIVE LAW JUDGE

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