

Control Number: 46089



Item Number: 28

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DOCKET NO. 46089

PUBLIC UTILITY COMMISSION: 38 APPLICATION OF QUADVEST, L.P. TO § AMEND ITS WATER CERTIFICATE OF § § CONVENIENCE AND NECESSITY AND **DECERTIFY A PORTION OF TRI COUNTY POA IN JACKSON COUNTY**

PUBLIC UTILITY COMMISSION OF TEXASCING CLERK

RESPONSE TO ORDER NO 7

Quadvest, L.P. requests the Commission to approve the application to amend CCN No. 11612. On March 11, 2016 Rene Howes, as Developer and Simon Sequeira on behalf of Quadvest, L.P. dually executed a Letter of Intent, establishing the guidelines by which Quadvest would provide water service to the Cape Shores Subdivision. Upon execution of this agreement Quadvest proceeded to fulfill Ms. Howe's request. Let this response reflect that it has always been, and continues to be Ouadvest L.P.'s intent to perform all of the duties prescribed in accordance with the Letter of Intent (a copy of the Letter of Intent is attached hereto).

26 FM 2978

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March 9, 2016

Shorebird Ventures, LLC Attn: Renee Howes P.O. Box 261 Skull Valley, Az 86338

Reference: Proposed Cape Shores Subdivision

Dear Ms. Howes

This confirms our discussions with you regarding your development at the Cape Shores subdivision and expresses our intent to provide water supply and services to the proposed subdivision in Jackson County.

Our understanding is that:

- 1. The Subdivision will consist of 97 lots.
- 2. The Developer will require water service to each lot.
- 3. The Owner represents they currently have adequate financing to complete and market the Subdivision.

By Quadvest

- 1. Quadvest to construct a water treatment facility, capable of providing utility services for 97 lots.
- 2. Quadvest to construct the underground pipeline system, capable of providing utility services for 97 lots.
- 3. Quadvest is to drill water well at the water treatment facility. However, we cannot guarantee suitable water will be found in this region. We do have a copy of the Groundwater Availability Study, performed by Timothy Jay Duduit, PG, which states suitable water should be found at approximately 700 feet in depth. Additional depth requirements will need to be discussed and agreed upon by both parties.

By the Owner

1. Owner will be required to pay for the cost of construction of the proposed water treatment facility. The estimated cost for this facility will be approximately \$350,000.





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- 2. Owner will be required to pay for the cost of the construction of the proposed underground pipeline system. The estimated cost for this system will be approximately \$100,000.
- 3. Owner will convey the Facility and System to Quadvest, free and clear of all liens and encumbrances, upon completion of construction.
- 4. Owner will provide satisfactory proof that the System in located in properly dedicated easement allowing Quadvest, LP to own, operate, and maintain said system.
- 5. Owner will convey ownership to Quadvest, LP for the land where the Facility is located. This conveyance will be in fee simple, free and clear of all liens and encumbrances.
- 6. Owner will provide ingress/egress easements to the Facility and System. The easements shall be sufficient in size and location to allow for the construction and maintenance of an all-weather roadway, between the site and the nearest public roadway as required by TCEQ Rule.
- 7. Owner will provide the necessary sanitary control easement at the Facility, conforming to TCEQ Rule.
- 8. Owner will provide Quadvest with a 150' ft. x 150' ft site for the construction of the Facility, thus allowing the necessary sanitary control casement and access casements that conform to TCEQ Rule.
- 9. Owner will provide the Engineer Designs of the System and Facility, with coordination and input from Quadvest.
- 10. Owner will provide the Facility with, at a minimum, of Single Phase Electrical Service.

Additional Obligations of the Parties:

- 1. Owner will be responsible to obtain all necessary permits for the construction of the System and Facility.
- 2. Quadvest will assist in providing all necessary information, signatures, and will assist with witness and testimony deemed necessary, in the event the applications get contested.
- 3. Quadvest will not commence construction until all necessary governmental approvals have been received.

Very truly yours

Simon O. Sequeira, President

Quadvest, LP





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Project Approved:

By: Quadvest LP Representative

Date: 2/10/16

Approved to Proceed:

By: Couper Representative

My Date: 3-11-16