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DOCKET NO. 46139

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QUADVEST, L.P.'S NOTICE OF §
INTENT TO SERVE AREA §
DECERTIFIED FROM HMW §
SPECIAL UTILITY DISTRICT IN §
MONTGOMERY COUNTY, TEXAS §

BEFORE THE PUBLIC UTILITY COMMISSION
PUBLIC UTILITY COMMISSION CLERK
OF TEXAS

QUADVEST, L.P.'S NOTICE REGARDING COMPENSATION

To the Public Utility Commission of Texas (“Commission” or “PUC”):


On July 7, 2016, Quadvest, L.P. (“Quadvest”) notified the Commission of Quadvest’s intent to serve the area decertified from HMW Special Utility District (“HMW”) by the Commission pursuant to Docket No. 46139. Pursuant to Tex. Water Code § 13.254(d), Quadvest is required to provide compensation to HMW for any property rendered useless or valueless to the decertified retail public utility as a result of the decertification. Tex. Water Code § 13.254(g) provides that “[t]he determination of the monetary amount of compensation, if any, shall be determined at the time another retail public utility seeks to provide service in the previously decertified area and before service is actually provided. The utility commission shall ensure that the monetary amount of compensation is determined not later than the 90th calendar day after the date on which a retail public utility notifies the utility commission of its intent to provide service to the decertified area.”

Quadvest has not begun providing service to the decertified area. It is currently working with HMW to reach agreement on the monetary amount of compensation due to HMW for any property rendered useless or valueless. Based on existing discussions between the parties, Quadvest anticipates that it will be able to reach agreement with HMW and provide confirmation of the agreement and payment of the compensation within the next 30 days.

To the extent necessary pursuant to Tex. Water Code § 13.254(g-1) (“If the retail public utilities cannot agree on an independent appraiser within 10 calendar days after the date on which the retail public utility notifies the utility commission of its intent to provide service to the decertified area . . .”), Quadvest provides notice that it has not reached agreement with HMW on an independent appraiser. As indicated, Quadvest anticipates reaching agreement with HMW on compensation and providing confirmation of payment well in advance of the statutory deadline to submit separate appraisals.

Respectfully submitted,

DUBOIS, BRYANT & CAMPBELL, LLP



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ATTORNEYS FOR QUADVEST, L.P.

CERTIFICATE OF SERVICE

By my signature above, I hereby certify that on the 16 day of July, 2016, the foregoing document was served via first class mail to the following:

HMW SUD
P O Box 837
Pinehurst, TX 77362-837

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