

Control Number: 51089



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### **DOCKET NO. 51089**

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APPLICATION OF DONALD E.	§	- A11 12 · Uδ
WILSON D/B/A QUIET VILLAGE II	§	BEFORE THE UTLINY COMMICTOR
D/B/A QV UTILITY AND CSWR-	§	CIEMS CLERK
TEXAS UTILITY OPERATING	§	PUBLIC UTILITY COMMISSION
COMPANY, LLC FOR SALE,	§	
TRANSFER, OR MERGER OF	§	OF TEXAS
FACILITIES AND CERTIFICATE	§	
RIGHTS IN HIDALGO COUNTY	§	

## JOINT MOTION TO ADMIT EVIDENCE AND PROPOSED ORDER APPROVING THE SALE AND TRANSFER TO PROCEED

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ATTACHMENT: Proposed Order Approving the Sale and Transfer to Proceed

#### **DOCKET NO. 51089**

APPLICATION OF DONALD E.	§	
WILSON D/B/A QUIET VILLAGE II	§	BEFORE THE
D/B/A QV UTILITY AND CSWR-	§	
TEXAS UTILITY OPERATING	§	PUBLIC UTILITY COMMISSION
COMPANY, LLC FOR SALE,	§	
TRANSFER, OR MERGER OF	§	OF TEXAS
FACILITIES AND CERTIFICATE	§	
RIGHTS IN HIDALGO COUNTY	§	

## JOINT MOTION TO ADMIT EVIDENCE AND PROPOSED ORDER APPROVING THE SALE AND TRANSFER TO PROCEED

COME NOW Donald E. Wilson dba Quiet Village dba QV Utility ("QV Utility") and CSWR-Texas Utility Operating Company, LLC ("CSWR Texas"), together with the Staff of the Public Utility Commission of Texas ("Commission Staff") (collectively, "the Parties"), and file this Joint Motion to Admit Evidence and Proposed Order Approving the Sale and Transfer to Proceed. In support thereof, the Parties show the following:

#### I. BACKGROUND

On July 20, 2020, QV Utility and CSWR Texas (collectively, Applicants") filed an application with the Public Utility Commission of Texas ("Commission") for approval of the sale, transfer, or merger of facilities and certificate rights in Hidalgo County ("Application"). The Applicants seek to cancel QV Utility's water certificate of convenience and necessity ("CCN") number 12730 and sewer CCN number 20780 and transfer all facilities and the service area held under those numbers to CSWR Texas held under water CCN number 13290 and sewer CCN number 21120. The requested sale transfer includes approximately 18.5 acres and 165 connections.

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<sup>&</sup>lt;sup>1</sup> The Parties anticipate that CSWR Texas will receive final approval to obtain water CCN number 13290 in pending Docket No. 50251, 50276, 50311, 51118, or 51065, whichever is approved first. The Parties anticipate that CSWR Texas will receive final approval to obtain sewer CCN number 21120 in pending Docket No. 51130 or 51146.

Pursuant to Order No. 8, the Parties timely file this Joint Motion to Admit Evidence and Proposed Order Approving the Sale and Transfer to Proceed.

### II. JOINT MOTION TO ADMIT EVIDENCE

The Parties move to admit the following items into the record evidence of this proceeding:

- 1. Application, including confidential attachments, filed on July 20, 2020 and July 27, 2020 (Interchange Item Nos. 1 and 3 through 7);
- 2. The First Supplement to the Application, including confidential attachments, filed on November 3 and 4, 2020 (Interchange Item Nos. 27 and 28);
- 3. QV Utility's response to Commission Staff's first request for information, filed on October 13, and 16, 2020 (Interchange Item Nos. 16 and 19);
- 4. CSWR Texas's responses to Commission Staff's first request for information and confidential attachments, filed on October 29, and 30, 2020 (Interchange Item Nos. 21 and 23 through 25);
- 5. CSWR Texas's Supplemental Response to Commission Staff's first request for information and confidential attachments, filed on December 7 and 8, 2020 (Interchange Item Nos. 33 and 35);
- 6. CSWR Texas's Second Supplemental Response to Commission Staff's first request for information and confidential attachments, filed on December 16, 2020 (Interchange Item Nos. 37 and 39);
- 7. CSWR Texas's Third Supplemental Response to Commission Staff's first request for information and confidential attachments, filed on January 8 and 11, 2021 (Interchange Item Nos. 41, 43, and 44);
- 8. CSWR Texas's Affidavit of Notice to Current Customers, Neighboring Utilities, and Affected Parties, including Confidential Exhibit B, filed on December 4 and 7, 2020 Interchange Item Nos. 31 and 32);
- 9. Commission Staff's Recommendation on Sufficiency of Notice, filed on December 14, 2020 (Interchange Item No. 36); and
- 10. Commission Staff's Recommendation on the Transaction, including confidential attachments, filed on February 3, 2021 (Interchange Item Nos. 45 and 46).

### III. RESPONSE TO ORDER DIRECTING ADMINISTRATIVE PROCESS

On August 20, 2020, the administrative law judge ("ALJ") filed an Order Directing Administrative Process ("Processing Order") in this and each of the following dockets: Docket Nos. 50276, 50311, 50989, 51003, 51026, 51031, 51036, 51047, 51065, 51089, 51118, 51126, 51130, and 51146.<sup>2</sup> As demonstrated in its recommendation in this proceeding, Commission Staff has performed a cumulative review to assess CSWR Texas's technical and managerial capability to provide service to the requested areas and customers affected in all prior CSWR Texas STM dockets in which Commission Staff has recommended the transaction to proceed, and it has determined that CSWR Texas has demonstrated its ability to provide continuous and adequate

<sup>&</sup>lt;sup>2</sup> Application of North Victoria Utilities, Inc. and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Victoria County, Docket No. 50276, Order No. 8 (Aug. 20, 2020); Application of Copano Heights Water Company and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Aransas County, Docket No. 50311, Order No. 8 (Aug. 20, 2020); Application of Ranch Country of Texas Water Systems, Inc. and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Austin County, Docket No. 50989, Order No. 2 (Aug. 20, 2020); Application of Oak Hill Ranch Estates Water and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Guadalupe and Wilson Counties, Docket No. 51003, Order No. 3 (Aug. 20, 2020); Application of Tall Pines Utility, Inc. and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Harris County, Docket No. 51026, Order No. 2(Aug. 20, 2020); Application of Council Creek Village, Inc. dba Council Creek Village dba South Council Creek 2 and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Burnet County, Docket No. 51031, Order No. 3 (Aug. 20, 2020); Application of Kathie Lou Daniels dba Woodlands West and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Burleson County, Docket No. 51036, Order No. 2 (Aug. 20, 2020); Application of Jones-Owen Company dba South Silver Creek I, II, and III and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Travis County, Docket No. 51047, Order No. 2 (Aug. 20, 2020); Application of Treetop Utilities, Inc. and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Parker County, Docket No. 51065, Order No. 4 (Aug. 20, 2020); Application of Donald E Wilson dba Quiet Village II dba QV Utility and CSWR-Texas Utility Operating Company for Sale, Transfer, or Merger of Facilities and Certificate Rights in Hidalgo County, Docket No. 51089, Order No. 2 (Aug. 20, 2020); Application of Shady Oaks Water Supply Company, LLC and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Wilson County, Docket No. 51118, Order No. 5 (Aug. 20, 2020); Application of Shawn M Horvath dba Aero Valley Water Service and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Denton County, Docket No. 51126, Order No. 4 (Aug. 20, 2020); Application of Laguna Vista Limited and Laguna Tres, Inc. and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Hood County, Docket No. 51130, Order No. 2 (Aug. 20, 2020); Application of Abraxas Corporation and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Parker County, Docket No. 51146, Order No. 3 (Aug. 20, 2020). In addition, CSWR-Texas has subsequently filed one additional STM application that was not addressed in the Processing Order. Application of the Estate of Patetreen Petty McCoy dba Big Wood Springs Water Company and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Wood County, Docket No. 51222 (pending).

service to each of the requested areas, both individually and as a whole. In addition, Commission Staff determined that CSWR Texas has the financial ability to pay for facilities necessary to provide service in each of the requested areas, both individually and as a whole.

### IV. PROPOSED ORDER APPROVING THE SALE AND TRANSFER TO PROCEED

The Parties move for adoption of the attached Proposed Order Approving the Sale and Transfer to Proceed.

#### V. CONCLUSION

The Parties respectfully request that the items listed above be admitted into the record of this proceeding as evidence and that the attached Proposed Order Approving the Sale and Transfer for Proceed be adopted.

Respectfully submitted,

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### **CERTIFICATE OF SERVICE**

I hereby certify that on this 3<sup>rd</sup> day of March 2021, a true and correct copy of the foregoing document was served on all parties of record via electronic mail in accordance with the Order Suspending Rules issued in Project No. 50664.

Evan D. Johnson

#### **DOCKET NO. 51089**

APPLICATION OF DONALD E.	§	
WILSON D/B/A QUIET VILLAGE II	§	BEFORE THE
D/B/A QV UTILITY AND CSWR-	§	
TEXAS UTILITY OPERATING	§	PUBLIC UTILITY COMMISSION
COMPANY, LLC FOR SALE,	§	
TRANSFER, OR MERGER OF	§	OF TEXAS
FACILITIES AND CERTIFICATE	§	
RIGHTS IN HIDALGO COUNTY	§	

### PROPOSED ORDER APPROVING SALE AND TRANSFER TO PROCEED

This Order addresses the application of Donald E. Wilson dba Quiet Village dba QV Utility (QV Utility) and CSWR-Texas Utility Operating Company, LLC (CSWR Texas) for the sale, transfer, or merger of facilities and certificate rights in Hidalgo County. QV Utility and CSWR Texas seek the transfer of all facilities and service area held under QV Utility's water certificate of convenience and necessity (CCN) number 12730 and sewer CCN number 20780 to CSWR Texas, the cancellation of QV Utility's water CCN number 12730 and sewer CCN number 20780, and the amendment of CSWR Texas's water CCN number 13290 and sewer CCN number 21120 to include the areas previously included in QV Utility's water CCN number 12730 and sewer CCN number 20780. The administrative law judge (ALJ) grants that the sale is approved and the transaction between QV Utility and CSWR Texas may proceed and be consummated.

### I. Findings of Fact

The Commission makes the following findings of fact.

### **Applicants**

 QV Utility is an investor-owned utility that operates, maintains, and controls facilities for providing water service under CCN number 12730 and sewer service under CCN number 20780 in Hildalgo County.

- QV Utility owns and operates one public water system (PWS) registered with the Texas
   Commission on Environmental Quality (TCEQ) under the following number: Quiet
   Village II, public water system number 1080221.
- 3. QV Utility provides sewer service through an agreement with the City of Donna.
- 4. CSWR Texas is a Texas limited liability company registered with the Texas secretary of state under file number 0803367893.

### **Application**

- 5. On July 20, 2020 QV Utility and CSWR Texas filed the application at issue in this proceeding.
- 6. QV Utility and CSWR Texas filed supplements to the application, confidentially under seal, on November 3 and 4, 2020.
- 7. In the application, QV Utility and CSWR Texas seek approval of the following transaction:

  (a) CSWR Texas will acquire all of QV Utility's facilities and water and sewer service area under water CCN number 12730 and sewer CCN number 20780, (b) QV Utility's water CCN number 12730 and sewer CCN number 20780 will be cancelled and (c) CSWR Texas's water CCN number 13290 and sewer CCN number 21120 will be amended to include the areas previously included in QV Utility's water CCN number 12730 and sewer CCN number 20780.
- 8. The requested area comprises approximately 18.5 acres and 165 connections.
- 9. The requested area is located approximately one mile east of downtown Donna, Texas and is generally bounded on the north by N Quiet Village Drive, on the east by E Quiet Village Drive, on the south by S Quiet Village Drive, and on the west by W Quiet Village Drive.

10. In Order No. 7 filed on November 10, 2020, the ALJ found the application administratively complete.

## **Notice**

- On December 4, 2020, CSWR Texas filed the affidavit of Josiah Cox, president and manager of CSWR Texas, attesting that notice was provided to all current customers of QV Utility, neighboring utilities, and affected parties on December 3, 2020.
- 12. In Order No. 8 filed on December 17, 2020, the ALJ found the notice sufficient.

#### Evidentiary Record

- 13. On March 3, 2021, the parties filed a joint motion to admit evidence.
- 14. In Order No. \_\_\_\_ filed on \_\_\_\_\_\_, 2021, the ALJ admitted the following evidence into the record: (a) the application and confidential attachments filed on July 20, 2020 and July 27, 2020; (b) CSWR Texas's first supplement to the application and confidential attachments filed on November 3, 2020 and November 4, 2020; (c) QV Utility's response to Commission Staff's first request for information, filed on October 13, and 16, 2020, (d) CSWR Texas's responses to Commission Staff's first request for information and confidential attachments filed on October 29, 2020 and October 30, 2020; (e) CSWR Texas's supplemental response to Commission Staff's first request for information and confidential attachments filed on December 7, 2020 and December 8, 2020; (f) CSWR Texas's second supplemental response to Commission Staff's first request for information and confidential attachments filed on December 16, 2020; (g) CSWR Texas's third supplemental response to Commission Staff's first request for information and confidential attachments filed on January 8, 2021 and January 11, 2021; (h) CSWR Texas's affidavit of notice to current customers, neighboring utilities, and affected parties, including

confidential Exhibit B, filed on December 4, 2020 and December 7, 2020; (i) Commission Staff's recommendation on sufficiency of notice filed on December 14, 2020; and (j) Commission Staff's recommendation on the transaction and confidential attachments filed on February 3, 2021.

#### Cumulative Recommendation

- 15. In Order No. 2 filed on August 20, 2020, the ALJ directed Commission Staff to cumulatively consider all CSWR Texas related dockets involving the sale, transfer, or merger of public water systems. When formulating its recommendation, the ALJ specifically required Commission Staff to consider whether CSWR Texas had adequate, financial, managerial, and technical capability for providing continuous and adequate service to the systems being transferred as a whole rather than on an individual basis.
- 16. On February 3, 2021, Commission Staff filed its recommendation on the transaction in this docket recommending that CSWR Texas has the financial, managerial, and technical capability to provide continuous and adequate service to all areas included in this docket

and in Docket Nos. 50251,<sup>1</sup> 50276,<sup>2</sup> 50311,<sup>3</sup> 50989,<sup>4</sup> 51026,<sup>5</sup> 51065,<sup>6</sup> 51118,<sup>7</sup> 51031,<sup>8</sup> 51047,<sup>9</sup> 51130,<sup>10</sup> and 51146.<sup>11</sup>

## <u>System Compliance—Texas Water Code (TWC) § 13.301(e)(3)(A); 16 Texas Administrative</u> <u>Code (TAC) §§ 24.227(a), 24.239(j)(3)(A), (h)(5)(I)</u>

- 17. QV Utility's public water system number 1080221 is not currently in compliance with the drinking water rules of the TCEQ.
- 18. CSWR Texas intends to invest the capital required to make the upgrades, renovations, and repairs necessary to bring the water system into compliance with TCEQ regulations and to ensure customers received safe and reliable service.
- 19. CSWR Texas has demonstrated a compliance history that is adequate for approval of the sale to proceed.

<sup>&</sup>lt;sup>1</sup> Application of JRM Water LLC and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Victoria County, Docket No. 50251 (pending).

<sup>&</sup>lt;sup>2</sup> Application of North Victoria Utilities, Inc. and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Victoria County, Docket No. 50276 (pending).

<sup>&</sup>lt;sup>3</sup> Application of Copano Heights Water Company and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Aransas County, Docket No. 50311 (pending).

<sup>&</sup>lt;sup>4</sup> Application of Ranch Country of Texas Water Systems, Inc. and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Austin County, Docket No. 50989 (pending).

<sup>&</sup>lt;sup>5</sup> Application of Tall Pines utility, Inc. and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Harris County, Docket No. 51026 (pending).

<sup>&</sup>lt;sup>6</sup> Application of Treetop Utilities, Inc. and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Parker County, Docket No. 51065 (pending).

<sup>&</sup>lt;sup>7</sup> Application of Shady Oaks Water Supply Company, LLC and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Wilson County, Docket No. 51118 (pending).

<sup>&</sup>lt;sup>8</sup> Application of Council Creek Village, Inc dba Council Creek Village dba South Council Creek 2 and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Burnet County, Docket No. 51031 (pending).

<sup>&</sup>lt;sup>9</sup> Application of Jones-Owen Company dba South Silver Creek I, II, and III and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Travis County, Docket No. 51047 (pending).

<sup>&</sup>lt;sup>10</sup> Application of Laguna Vista Limited and Laguna Tres, Inc. and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Hood County, Docket No. 51130 (pending).

<sup>&</sup>lt;sup>11</sup> Application of Abraxas Corporation and CSWR-Texas Utility Operating Company, LLC for Sale, Transfer, or Merger of Facilities and Certificate Rights in Parker County, Docket No. 51146 (pending).

## Adequacy of Existing Service—TWC § 13.246(c)(1); 16 TAC §§ 24.227(e)(1), 24.239(h)(5)(A)

- 20. There are currently 165 connections in the 18.5-acre requested area that is being served by QV Utility through public water system number 1080221, and such service has been continuous and adequate.
- 21. QV Utility provides sewer service to its customers through an agreement with the City of Donna and such service has been continuous.

#### Need for Additional Service—TWC § 13.246(c)(2); 16 TAC §§ 24.227(e)(2), 24.239(h)(5)(B)

- 22. There is a continuing need for service because QV Utility is currently serving 165 existing customers in the 18.5-acre requested area.
- 23. There have been no specific requests for additional service within the 18.5-acre requested area.

# Effect of Approving the Transaction and Granting the Amendment—TWC § 13.246(c)(3); 16 TAC §§ 24.227(e)(3), 24.239(h)(5)(C)

- 24. Approving the sale and transfer to proceed and granting the CCN amendment will obligate CSWR Texas to provide service to current and future customers in the 18.5-acre requested area.
- 25. Because this application is to transfer only existing facilities, customers, and service area, there will be no effect on any other retail public utility serving the proximate area.
- 26. There will be no effect on landowners as the area is currently certificated.
- 27. CSWR Texas will adopt QV Utility's current rates upon the consummation of the transaction.

# Ability to Serve: Managerial and Technical—TWC §§ 13.241(a), 13.246(c)(4), 13.301(b), (e)(2); 16 TAC §§ 24.227(a), (e)(4), 24.239(g), (h)(5)(D)

- 28. QV Utility's public water system number 1080221 is currently providing service to 165 connections in the 18.5-acre requested area with adequate capacity to meet the demands in the requested area.
- 29. CSWR Texas employs TCEQ-licensed water operators who will operate the public water system.
- 30. CSWR Texas has access to an adequate supply of water and is capable of providing water that meets the requirements of chapter 341 of the Texas Health and Safety Code, chapter 13 of the TWC, and the TCEQ's rules.
- 31. CSWR Texas has the technical and managerial capability to provide adequate and continuous service to the 18.5-acre requested area.
- 32. CSWR Texas will maintain the agreement with the City of Donna allowing it to provide sewer service to its customers.

## Ability to Serve: Financial Ability and Stability—TWC §§ 13.241(a), 13.246(c)(6), 13.301(b); 16 TAC §§ 24.11(e), 24.227(a), (e)(6), 24.239(g), (h)(5)(F)

- 33. CSWR, LLC, the immediate parent company of CSWR Texas, is capable, available, and willing to cover temporary cash shortages, and has a debt-to-equity ratio of less than one, satisfying the leverage test.
- 34. CSWR, LLC provided a written guarantee of coverage of temporary cash shortages and demonstrated it has sufficient cash available to cover any projected operations and maintenance shortages in the first year five years of operations after completion of the transaction and possesses the cash and leverage ability to pay for capital improvements and necessary equity investments—satisfying the operations test.

35. CSWR Texas demonstrated the financial ability and stability to provide continuous and adequate service to the 18.5-acre requested area.

### Financial Assurance—TWC §§ 13.246(d), 13.301(c); 16 TAC §§ 24.227(f), 24.239(f)

36. There is no need to require CSWR Texas to provide a bond or other financial assurance to ensure continuous and adequate service.

## Feasibility of Obtaining Service from Adjacent Retail Public Utility—TWC §§ 13.246(c)(5); 16 TAC §§ 24.227(e)(5), 24.239(h)(5)(E)

37. The requested area is currently being served by QV Utility and there will be no changes to land uses or existing CCN boundaries. Therefore, it is not feasible to obtain service from another utility.

## Environmental Integrity and Effect on the Land—TWC §§ 13.246(c)(7), (c)(9); 16 TAC §§ 24.227(e)(7), (e)(9), 24.239.(h)(5)(G)

- 38. The 18.5-acre requested area will continue to be served with existing infrastructure.
- 39. There will be minimal effects on the environmental integrity and on the land as a result of CSWR Texas's planned upgrades, renovations, and repairs to the water system.

## <u>Improvement in Service or Lowering Cost to Consumers—TWC § 13.246(c)(8); 16 TAC §§ 24.227(e)(8), 24.239(h)(5)(H)</u>

40. CSWR Texas will continue to provide water service to the existing customers in the requested area and the rates charged will not change as a result of the proposed transaction.

## Regionalization or Consolidation—TWC §§ 13.241(d); 16 TAC § 24.227(b)

41. CSWR Texas will not need to construct a physically separate water or sewer system to continue serving the requested area; therefore, concerns of regionalization or consolidation do not apply.

#### II. Conclusions of Law

The Commission makes the following conclusions of law.

- QV Utility and CSWR Texas provided notice of the application that complies with TWC §§ 13.246 and 13.301(a)(2) and 16 TAC § 24.239.
- 2. After consideration of the factors in TWC § 13.246(c), CSWR Texas has demonstrated adequate financial, managerial, and technical capability for providing continuous and adequate service to the requested area as required by TWC § 13.301(b).
- 3. QV Utility and CSWR Texas demonstrated that the sale of QV Utility's water and sewer facilities and the transfer of water and sewer service areas held under water CCN number 12730 and sewer CCN number 20780 from QV Utility to CSWR Texas will serve the public interest and is necessary for the service, accommodation, convenience, and safety of the public as required by TWC § 13.301(d) and (e).

### III. Ordering Paragraphs

In accordance with these findings of fact and conclusions of law, the Commission issues the following orders.

- 1. The sale is approved and the transaction between QV Utility and CSWR Texas may proceed and be consummated.
- 2. As soon as possible after the effective date of the transaction, but not later than 30 days after the effective date, QV Utility and CSWR Texas must file proof that the transaction has been consummated and customer deposits, if any, have been addressed.
- 3. QV Utility and CSWR Texas have 180 days to complete the transaction.
- 4. Under 16 TAC § 24.239(m), if the transaction is not consummated within this 180-day period, or an extension is not granted, this approval is void and QV Utility and CSWR Texas will have to reapply for approval.

5. QV Utility and CSWR Texas are advised that the 18.5-acre requested area and associated facilities will remain under water CCN number 12730 and sewer CCN number 20780 and be held by QV Utility until the sale and transfer transaction is complete, in accordance with Commission rules.

6. In an effort to finalize this case as soon as possible, the applicants must continue to file monthly updates regarding the status of the closing and submit documents evidencing that the transaction was consummated.

7. Within 15 days following the filing of the applicants' proof that the transaction has been consummated and customer deposits, if any, have been addressed, Commission Staff must file a recommendation regarding the sufficiency of the documents and propose a schedule for continued processing of this docket.

Signed at Austin, Texas the	day of	2021.
	PUBLIC	UTILITY COMMISSION OF TEXAS
	KATIE M	IOORE STRATIVE LAW HIDGE