

Filing Receipt

Received - 2022-04-04 02:08:46 PM Control Number - 53331 ItemNumber - 4

CROSS TIMBERS WATER SUPPLY CORPORATION

DOCKET NO. 53331

Public Utility Commission of Texas Attention: Filing Clerk 1701 N. Congress Avenue PO Box 13326 Austin, TX 78711-3326

RE: Response to Order No. 1

Cross Timbers Water Supply Corporation requests that the Public Utilities Commission approve the merger of Stonebridge Water Supply Corporation ("Stonebridge") into Cross Timbers Water Supply Corporation ("Cross Timbers") in accordance with the Application of Stonebridge Water Supply Corporation and Cross Timbers Water Supply Corporation for Sale, Transfer or Merger of Facilities and Certificate Rights in Denton County – Docket No. 53331.

The Stonebridge Membership unanimously voted to merge with Cross Timbers in late 2021 and to submit an application for merger. Stonebridge Water Supply Corporation lost its licensed water operator in January 2022 due to retirement. The two wells providing water to Stonebridge's sixteen Members had reached the end of their useful lives and are being capped and closed. The Board of Cross Timbers has approved the application for merger in its January 2022 Board Meeting. Cross Timbers WSC agreed to provide water to Stonebridge under a temporary agreement, approved by the Texas Commission on Environmental Quality, effective in January 2022 pending the conclusion of a merger with Cross Timbers. Cross Timbers extended a water line to accomplish this in early March 2022.

Cross Timbers respectfully requests an early approval of the Application for Merger in order to assure Stonebridge continues to receive a safe and adequate supply of water for its Membership. Cross Timbers has the resources, an adequate supply of water, water lines, and licensed water operators available to accept these sixteen new members into its water system. There are no opposing parties to this application.

Sincerely yours,

Sackson Wolf
General Manager

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STONEBRIDGE WATER SUPPLY CORPORATION

Rusty Vaden, President P.O. Box 246 Argyle, Tx 76226-246

Cross Timbers Water Supple Corporations 2032 E. Hickory Hill Road Argyle, Tx 76226-3125

To: Public Utilities Commission

Stonebridge Water Supply Corporation requests that the Public Utilities Commission approve the merger of Stonebridge Water Supply Corporation ("Stonebridge") into Cross Timbers Water Supply Corporation ("Cross Timbers") in accordance with the Application of Stonebridge Water Supply Corporation and Cross Timbers Water Supply Corporation for Sale, Transfer or Merger of Facilities and Certificate Rights in Denton County filed under Docket No. 53331.

Stonebridge Water Supply Corporation has employed a licensed water operator and obtained water from two water well located within the CCN territory for over 30 years. However, the licensed water operator has retired and is moving out of the area. The two wells have reached the end of their useful lives. After due diligence, it was determined that Stonebridge did not have the resources to hire a licensed water operator nor to rehabilitate or drill new wells. Discussions were held with various parties, but only Cross Timbers was able to present a viable option for the Membership. The Stonebridge Membership unanimously voted to merge with Cross Timbers in late 2021 and to submit an application for merger with Cross Timbers. The two wells providing water to Stonebridge's sixteen Members are being capped and closed in accordance with TCEQ guidelines. To ensure Stonebridge was able to continue to comply with TCEQ regulations, Cross Timbers agreed to provide water to Stonebridge under a temporary agreement, approved by the TCEQ, effective in January 2022. Cross Timbers extended a water line in early March 2022 to accomplish this.

Stonebridge respectfully requests this application be approved as quickly as possible in order to ensure Stonebridge continues to receive a safe and adequate supply of water for its Membership. There are no opposing parties to this application.

Sincerely yours,

Rusty Vaden President