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#### **DOCKET NO. 52542**

| PETITION OF MESQUOAKEE      | § | PUBLIC UTILITY COMMISSION |
|-----------------------------|---|---------------------------|
| RANCH, LLC TO AMEND MARILEE | § |                           |
| SPECIAL UTILITY DISTRICT'S  | § |                           |
| CERTIFICATE OF CONVENIENCE  | § |                           |
| AND NECESSITY IN COLLIN     | § | OF TEXAS                  |
| COUNTY BY EXPEDITED RELEASE | § |                           |

# MARILEE SPECIAL UTILITY DISTRICT'S CORRECTIONS AND EXCEPTIONS TO THE PROPOSED ORDER

COMES NOW, MARILEE SPECIAL UTILITY DISTRICT (the "District") and files these Corrections and Exceptions ("Corrections and Exceptions") to the Proposed Order ("Proposed Order") entered by Honorable Administrative Law Judge ("ALJ") Gregory R. Siemankowski on February 18, 2022, proposing that the Public Utility Commission of Texas (the "Commission") amend the District's Certificate of Convenience and Necessity ("CCN") No. 10150 to release approximately 554.5 acres of land ("Tract of Land") in Collin County, Texas.<sup>1</sup> The Proposed Order requires the parties of this proceeding to file corrections or exceptions by March 4, 2022. Thus, the District's Corrections and Exceptions are timely filed. In support thereof, the District respectfully shows as follows:

I.

## **CORRECTIONS AND EXCEPTIONS**

The ALJ's Proposed Order, which recommends that the Commission grant Mesquoakee Ranch, LLC's ("Petitioner") First Amended Petition, 2 is in error. The Proposed Order is based on factual, procedural, and legal errors that require correction in order to prevent the unlawful and inequitable decertification of Property from the District and to prevent the District from being materially prejudiced. Accordingly, the District respectfully requests that its Exceptions and

<sup>&</sup>lt;sup>1</sup> Proposed Order and Memorandum with Attachments (Feb. 18, 2022).

<sup>&</sup>lt;sup>2</sup> First Amended Petition by Mesquoakee Ranch, LLC for Expedited Release Pursuant to Texas Water Code Section 13.2541 (Sept. 23, 2021).

Corrections to the Proposed Order be granted, and that the Commission deny the Petition and dismiss this proceeding.

A. The ALJ Erred in Holding that the Property Is Not Receiving Water Service from the District (FOF Nos. 24, 28, 29, 30, 31, and 32, COL Nos. 12 and 13, and Ordering Paragraphs 1 and 2).

The Proposed Order reflects a lack of understanding of the meaning of "service" under the Texas Water Code ("TWC"), the Texas Administrative Code ("TAC"), and caselaw interpreting the same when it concludes, "The tract of land is not receiving water service under TWC §§ 13.002(21) and 13.2541(b) and 16 TAC § 24.245(h), as interpreted in *Texas General Land Office v. Crystal Clear Water Supply Corp.*, 449 S.W.3d 130 (Tex. App.—Austin 2014, pet. denied)." In fact, the Findings of Fact in the Proposed Order reflect that the Tract of Land is receiving and is capable of receiving service from the District as that term is defined in the TWC and *Crystal Clear*. Accordingly, the Commission should revise the Proposed Order to conclude that, based on Findings of Fact 16, 27, 28, and 29, the Tract of Land is receiving water service from the District and is thus not eligible for streamlined expedited release under TWC § 13.2541 and 16 TAC § 24.245(h).

The TWC broadly defines "service" as "any act performed, anything furnished or supplied, and any facilities or lines committed or used by a retail public utility in the performance of its duties[.]" Whether or not a tract is "receiving water or sewer service" under TWC § 13.2541 is a fact question. The inquiry into whether a tract is "receiving service" requires the Commission to consider any facilities committed to providing water to the tract. As defined by TWC § 13.002(9), "facilities" includes "all the plant and equipment of a retail public utility, including all tangible and intangible real and personal property without limitation, and any and all means and instrumentalities in any manner owned, operated, leased, licensed, used, controlled, furnished, or supplied for, by, or in connection with the business of any retail public utility."

<sup>&</sup>lt;sup>3</sup> Proposed Order at Conclusion of Law 12.

<sup>&</sup>lt;sup>4</sup> TWC § 13.002(21); see also 16 TAC § 24.3(33) (same definition).

In *Crystal Clear*,<sup>5</sup> the Austin Court of Appeals held that facilities or lines "used" or "committed" to providing such service might cause a property to "receive service" under the statutory and regulatory definition. But where water lines are actually present within a tract and committed to the property, the tract is unquestionably "receiving service" and the Commission has determined that a streamlined expedited release petition may not be granted under TWC § 13.2541, as interpreted by *Crystal Clear*, when such facts are present.

The District's verified response in this proceeding was supported by the affidavits and accompanying exhibits of Donna Loiselle, the District's General Manager, and Eddy Daniel, the District's engineer. Both swore that the Tract of Land, and the larger property upon which the Tract of Land is located, is served by the District's meters and facilities, including Meter Nos. 722, 964, 484, 1285, 1286, 1287, 1288, and 1284, and multiple waterlines near the Tract of Land. Here, the District is providing service to the Tract of Land, as that term is defined in TWC § 13.002, and as interpreted by *Crystal Clear*.

In the Proposed Order, the ALJ does not explain why the Tract of Land is not receiving "service" when, as the Proposed Order states, the following facts are present:

- "The CCN holder provides water service to a portion of the petitioner's property which lies outside the tract of land." 6
- "The CCN holder owns and operates a six-inch waterline running through the extreme eastern edge of the tract of land, a six-inch waterline running through the extreme southern edge of the tract of land, and a four-inch waterline partially bisecting the tract of land, but none of these lines provide water service to the tract of land."

<sup>&</sup>lt;sup>5</sup> 449 S.W.3d 130 (Tex. App.—Austin 2014, pet. denied) (interpreting TWC § 13.2541's predecessor statute, § 13.254(a-5); in 2019, the Legislature transferred § 13.245(a-5) to § 13.2451, its current place in the Water Code. See Tex. S.B. 2272, 86th Leg., R.S. (2019)).

<sup>&</sup>lt;sup>6</sup> Proposed Order at Finding of Fact 27.

<sup>&</sup>lt;sup>7</sup> *Id.* at Finding of Fact 28.

• "The CCN holder owns and operates additional water system infrastructure located outside of, but in proximity to, the tract of land. None of this infrastructure provides water service to the tract of land."8

The Proposed Order's Findings of Fact 24 and 27-32 are, or should be, informed by the following unrebutted sworn facts in the District's verified response:

- The sworn affidavit of Donna Loiselle and accompanying exhibit: "The District provides water service to the 857.021 acres of Property ["Tract of Land"] sought to be decertified in this proceeding from the District's water certificate of convenience and necessity ("CCN") No. 10150 through multiple meters and waterlines. The meters serving the Property include Meter Nos. 722, 964, 484, 1284, 1286, 1287, 1288, and 128[5]. Account details for Meter Nos. 484, 1284, 1286, 1287, and 1288—all of which are in the name of Daniel Hunt—are attached hereto as Exhibit A-1."9
- The sworn affidavit of Donna Loiselle: "The above-described meters are served by the District's waterlines, including a 6" waterline on the southern boundary of the [Tract of Land], a 6" waterline that extends along the eastern boundary of the [Tract of Land], and a 4" waterline that runs from the eastern portion of Tract 2 of the [Tract of Land] into the northwest boundary of Tract 3 of the [Tract of Land]. The meters and waterlines are accurately reflected in Exhibit B-1 to the affidavit of the District's engineer." 10
- The sworn affidavit of Donna Loiselle and accompanying exhibit: "On October 4, 2021, the District received an application for non-standard service from Elevated Property management for the [Tract of Land], with [Tract of Land] owner listed as Mesquoakee Ranch, LLC ("Petitioner"). A true and correct copy of Petitioner's non-standard service application is attached hereto as Exhibit A-2. Eddy Daniel, the District's engineer, provided recommendations for water-system improvements needed for the District to meet

<sup>&</sup>lt;sup>8</sup> *Id.* at Finding of Fact 29.

<sup>&</sup>lt;sup>9</sup> Marilee Special Utility District's Verified Response to Petition of Mesquoakee Ranch, LLC to Amend Certificate of Convenience and Necessity in Collin County by Expedited Release, Exhibit A (Affidavit of Donna Loiselle) at ¶ 3 (Dec. 29, 2021).

<sup>&</sup>lt;sup>10</sup> *Id.* at Ex. A (Affidavit of Donna Loiselle), at ¶ 4.

the non-standard application, which are attached to his affidavit in this docked at Exhibit B-2."<sup>11</sup>

- The sworn affidavit of Eddy Daniel and accompanying exhibit: "The District provides water service to the [Tract of Land through] multiple meters and waterlines, which are marked on Exhibit B-1. The meters serving the [Tract of Land] include Meter Nos. 722, 964, 484, 1285, 1286, 1287, 1288, and 1284. All of these meters are marked on Exhibit B-1."
- The sworn affidavit of Eddy Daniel and accompanying exhibit: "The meters were placed with the intent to serve the [Tract of Land]." <sup>13</sup>
- The sworn affidavit of Eddy Daniel and accompanying exhibit: The District maintains waterlines that serve the above-described meters, including a 6" waterline on the southern boundary of the [Tract of Land], a 6" waterline that extends along the eastern boundary of the [Tract of Land], and a 4" waterline that runs from the eastern portion of Tract 2 of the [Tract of Land] into the northwest boundary of Tract 3 of the [Tract of Land]. All of these waterlines are marked on Exhibit B-1." 14
- The sworn affidavit of Eddy Daniel and accompanying exhibit: "On November 4, 2021, at the District's request, I provided recommendations regarding water-system improvements needed to provide water service to 24 new lots proposed to be developed on the [Tract of Land]. A true and correct copy of my recommendation is attached hereto as Exhibit B-2. The improvements I recommended were installation of an 8" waterline on the [Tract of Land]that would extend from the District's existing 8" waterline on the southwest side of the [Tract of Land], installation of a 6" waterline on the [Tract of Land]that would extend

<sup>&</sup>lt;sup>11</sup> *Id.* at Exhibit A, Affidavit of Donna Loiselle, at  $\P$  5.

 $<sup>^{12}</sup>$  Marilee Special Utility District's Verified Response to Petition of Mesquoakee Ranch, LLC to Amend Certificate of Convenience and Necessity in Collin County By Expedited Release, Ex. B (Affidavit of Eddy Daniel), at  $\P$  5 (Dec. 22, 2021).

<sup>&</sup>lt;sup>13</sup> *Id.* at Exhibit B, Affidavit of Eddy Daniel, at ¶ 6.

<sup>&</sup>lt;sup>14</sup> *Id.* at Exhibit B, Affidavit of Eddy Daniel, at ¶ 7.

from the District's existing 6" waterline on the south side of the [Tract of Land], and installation of fire hydrants on the [Tract of Land]."<sup>15</sup>

Because the Proposed Order and the sworn affidavits and exhibits provided by the District reflect that the District has facilities, water lines, and meters dedicated to the Property, Petitioner has failed to show that the Property is not receiving "service" under TWC § 13.2541, 16 TAC § 16.245(h), and *Crystal Clear*. The Proposed Order's recommended conclusion that the Property is not receiving "service" is error. Specifically, the following proposed Findings of Fact, Conclusions of Law, and Ordering Paragraphs are incorrect and should be corrected:

- "The tract of land is not receiving actual water service from the CCN holder." <sup>16</sup>
- "The petitioner has not requested that the CCN holder provide water service to the tract of land." <sup>17</sup>
- "The CCN holder owns and operates a six-inch waterline running through the extreme eastern edge of the tract of land, a six-inch waterline running through the extreme southern edge of the tract of land, and a four-inch waterline partially bisecting the tract of land, but none of these lines provide water service to the tract of land. 18
- "The CCN holder owns and operates additional water system infrastructure located outside of, but in proximity to, the tract of land. None of this infrastructure provides water service to the tract of land." 19
- "The CCN holder has not committed or dedicated any facilities or lines to the tract of land for water service." <sup>20</sup>
- "The CCN holder has no facilities or lines that provide water service to the tract of land." <sup>21</sup>

<sup>&</sup>lt;sup>15</sup> *Id.* at Ex. B (Affidavit of Eddy Daniel), at ¶ 8.

<sup>&</sup>lt;sup>16</sup> Proposed Order at Finding of Fact 24.

<sup>&</sup>lt;sup>17</sup> *Id.* at Finding of Fact 25.

<sup>&</sup>lt;sup>18</sup> *Id.* at Finding of Fact 28.

<sup>&</sup>lt;sup>19</sup> *Id.* at Finding of Fact 29.

<sup>&</sup>lt;sup>20</sup> *Id.* at Finding of Fact 30.

<sup>&</sup>lt;sup>21</sup> *Id.* at Finding of Fact 31.

• "The CCN holder has not performed any acts for or supplied anything to the tract of land."<sup>22</sup>

Additionally, for the aforementioned reasons, the ALJ should enter a Proposed Order that proposes denying the First Amended Petition on the grounds that the Tract of Land is receiving service from the District and is not eligible for streamlined expedited release under TWC § 13.2541, 16 TAC § 24.245(h), and *Crystal Clear*.

B. The ALJ Erred by Failing to Hold Petitioner to Its Burden of Proof Under TWC § 13.2541 and 16 TAC § 24.245(h) (FOF Nos. 4, 5, 6, 7, 8, COL Nos. 5, 7, 13, and Ordering Paragraph 1.).

The Proposed Order does not accurately state Petitioner's burden of proof under TWC § 13.2541, 16 TAC § 24.245(h), or caselaw that interprets these provisions. The petitioner in a proceeding brought under TWC § 13.2541 and 16 TAC § 24.245(h) has the burden to prove that the area requested to be decertified is not receiving service via a "statement of facts that *demonstrates* that the tract of land is not currently receiving service." That burden has not been met here, where in both the Original Petition and the First Amended Petition, Petitioner has only claimed, without factual support, that the Tract of Land is not and has not received water service from the District, and provided no facts regarding water-service facilities or meters on or near the Tract of Land, and further, failed to rebut the District's affirmative evidence that it provides and has provided and is fully capable of continuing to provide, water service to the Tract of Land. 24

<sup>&</sup>lt;sup>22</sup> *Id.* at Finding of Fact 32.

<sup>&</sup>lt;sup>23</sup> 16 TAC § 24.245(h)(3)(D) (emphasis added).

<sup>&</sup>lt;sup>24</sup> See Petition of Mesquoakee Ranch, LLC for Expedited Release Pursuant to Texas Water Code Section 13.2541, at Exhibit A (Affidavit of Alan W. Tompkins) at ¶ 3 ("The Requested Area is not receiving water or sewer service from Marilee SUD[.] The Requested Area has not requested water or sewer service from Marilee SUD or paid any fees or charges to initiate or maintain water or sewer service, and there are no billing records or other documents indicating an existing account for the Requested Area.") (Sept. 8, 2021) (the "Original Petition"). The First Amended Petition does not attach any additional factual materials in support, but instead includes the same affidavit, with reduced acreage, that Mr. Tompkins attached to the Original Petition.

The proper analysis of a Petitioner's burden is reflected in *Johnson County Special Utility District v. Public Utility Comm'n of Texas.*<sup>25</sup> The petitioner in that case provided a detailed affidavit by a land broker on the grounds of the property to be decertified, in which the broker stated that he searched the property, which was inhabited, for several hours and found no district water meters or facilities, only "two shuttered ground well heads" and a "small, elevated water storage tank . . . implying that any dwelling on the [p]roperty required that water pressure be generated locally and not from a retail water utility service provider."<sup>26</sup> The Commission, based on these facts, properly decertified the property as having not water service from at least 2005.<sup>27</sup>

The "statement of facts" that Petitioner must show in its verified petition to meet its burden under 16 TAC § 24.245(h) is also reflected in *Crystal Clear*. Petitioner in that case, the Texas General Land Office, supported the contention that the area requested to be decertified was not receiving water service by explaining that there were "no active water meters or water connections on and no facilities providing current service" and that there was "one abandoned, empty meter box on the eastern portion of the property, which Crystal Clear itself classifies as inoperative." <sup>28</sup>

Petitioner here has not met its burden of proof to decertify the Tract of Land under TWC § 13.2541 and 16 TAC § 24.245(h). The Proposed Order improperly recommends decertifying Tract of Land that the District is capable of immediately providing service to, as evidenced by the District's existing meters, waterlines, and facilities. Petitioner disingenuously swears that that the "requested area" is not receiving service, when the meter that is dedicated to providing service is just outside of the requested area—this is why Petitioner amended the Original Petition—to "carve out" that area. <sup>29</sup> The ALJ's approval of Petitioner's "carving out" of the Property from the existing

<sup>&</sup>lt;sup>25</sup> No. 03-17-00160-CV, 2018 WL 2170259 (Tex. App—Austin (May 11, 2018, pet. denied) (mem. op.) (interpreting TWC § 13.2541's predecessor statute, TWC § 13.254(a-5); in 2019, the Legislature transferred § 13.245(a-5) to § 13.2451, its current place in the TWC. See Tex. S.B. 2272, 86th Leg., R.S. (2019)).

<sup>&</sup>lt;sup>26</sup> *Id.* at \*\*6-7.

<sup>&</sup>lt;sup>27</sup> *Id.* at \*\*9-10 (citing the Commission's Finding of Fact No. 24).

<sup>&</sup>lt;sup>28</sup> Crystal Clear, 449 S.W.3d at 134.

<sup>&</sup>lt;sup>29</sup> Compare Original Petition, at 3 (seeking to decertify 841 acres of property), to First Amended Petition, at 3 (seeking to decertify 554.5 acres of property, reduced to remove the areas of property receiving water service from the District).

meters, waterlines, and facilities, and acceptance of Petitioners' insufficient affidavit eviscerates Petitioners' burden of proof, and improperly puts all the burden on the District to prove that the Property is receiving, has received, and is capable of receiving water from the District's dedicated facilities, water lines, and meters.

The District takes exception to the Proposed Order as written because it fails to hold Petitioner to its burden of proof. For the above reasons, the Proposed Order's recommendation that Petitioner has established that the Tract of Land is eligible to be decertified is deficient and must be corrected.

C. The ALJ Erred by Proposing the Curtailment or Limitation of the District's Service Area Because the District is Entitled to Protection Under 7 U.S. Code § 1926 (COL 13, Ordering Paragraph 1).

Pursuant to the Consolidated Farm and Rural Development Act of 1961 and 7 U.S. Code § 1926, the United States Department of Agriculture ("USDA") may make or insure loans to associations and public and quasi-public agencies. In order to protect a USDA debtor's ability to service its debt, Congress enacted 7 U.S.C. § 1926(b) to prohibit "curtail[ing] or limit[ing]" the service area of a USDA debtor. The statute provides:

The service provided or made available through any such association shall not be curtailed or limited by inclusion of the area served by such association within the boundaries of any municipal corporation or other public body, or by the granting of any private franchise for similar service within such area during the term of such loan; nor shall the happening of any such event be the basis of requiring such association to secure any franchise, license, or permit as a condition to continuing to serve the area served by the association at the time of the occurrence of such event.<sup>30</sup>

A federal law, such as 7 U.S.C. § 1926(b), is supreme and binding authority over a state law, such as TWC § 13.02541.<sup>31</sup> A federally indebted CCN holder has an equitable cause of action

<sup>&</sup>lt;sup>30</sup> 7 U.S.C § 1926(b).

<sup>&</sup>lt;sup>31</sup> See, e.g., Murphy v. NCAA, 138 S. Ct. 1461, 1479 (2018) ("[F]ederal law is supreme in case of a conflict with state law."); see also Green Valley Special Utility District v. City of Schertz, 969 F.3d 460, 492 (5th Cir. 2020) (en banc) (Jones, J., concurring) (noting, "the final PUC decision" in a case involving streamlined expedited release, "is reviewable de novo in state courts, which would have to enforce Section 1926(b) pursuant to the Supremacy Clause.").

for prospective injunctive relief, preventing ongoing or future limitation or curtailment of its service area by the Commissioners, in the event that the Commission enters an order curtailing or limiting the CCN holder's service area in violation of 7 U.S.C. § 1926(b).<sup>32</sup>

To be eligible for protection under 7 U.S.C. § 1926(b), the District must show that it satisfies the "physical abilities" test, as adopted by the United States Court of Appeals for the Fifth Circuit, sitting *en banc* in *Green Valley Special Utility District v. City of Schertz.*<sup>33</sup> To satisfy the "physical abilities," the District must show that it has "adequate facilities to provide service to the area within a reasonable time" after service is requested, and that the District has "the legal right to provide service." The District need not show "pipes in the ground" at the specific tract, as long as it has some "nearby infrastructure." The District's ability to provide service to the Property satisfies the "physical abilities" test. <sup>36</sup>

In addition to satisfying the "physical abilities" test, an entity must show federal indebtedness to qualify for protection under 7 U.S.C. § 1926(b). As described in the District's verified response, the District has been consolidated with Mustang Special Utility District ("Mustang SUD"), pursuant to the provisions of TWC Chapter 65, Subchapter H.<sup>37</sup> Mustang SUD is indebted to the USDA, Rural Utilities Service, which has twice purchased bonds from Mustang SUD: in 2016, in the amount of \$14,142,000, and 2018, in the amount of \$1,000,000 (collectively,

<sup>&</sup>lt;sup>32</sup> See, e.g., Green Valley, 969 F.3d at 475 ("Because . . . Green Valley has satisfied *Young*'s requirements, its suit for injunctive relief against the PUC Officials may go forward.") (citing *Ex Parte Young*, 209 U.S. 123 (1908)).

<sup>&</sup>lt;sup>33</sup> 969 F.3d 460 (5th Cir. 2020) (en banc).

<sup>&</sup>lt;sup>34</sup> *Id.* at 477.

<sup>&</sup>lt;sup>35</sup> *Id.* at 477 & n.36 (quoting *Lexington—S. Elkhorn Water Dist. v. City of Wilmore*, 93 F.3d 230, 238 (6th Cir. 1996)).

<sup>&</sup>lt;sup>36</sup> See infra notes 6-16 & accompanying text (describing the District's meters and waterlines on and near the Property).

<sup>&</sup>lt;sup>37</sup> See TWC § 65.723 ("Two or more districts governed by this chapter may consolidate into one district as provided by this subchapter."); see also Marilee Special Utility District's Verified Response to First Amended Petition for Expedited Release from Water CCN No. 10150, at Exhibit A (Affidavit of Donna Loiselle) ¶¶ 9-10 & accompanying exhibits (affirming that the District has been consolidated with Mustang SUD) and Exhibit C (Affidavit of Chris Boyd) ¶¶ 3-4 & accompanying exhibits (affirming that Mustang SUD has been consolidated with the District) (Dec. 28, 2021).

the "Bonds"). <sup>38</sup> The District assumed Mustang SUD's federal indebtedness under the Bonds when the District and Mustang SUD were consolidated. <sup>39</sup> In addition to its existing federal indebtedness, the District is also working diligently to close on a USDA loan that was approved in July 2021. <sup>40</sup>

As the District is federally indebted and satisfies the "physical abilities" test, curtailing or limiting the District's service area with regard to the Property is prohibited by 7 U.S.C. § 1926(b). The Proposed Order must be revised and corrected to propose the denial of the Petition on the grounds that the 7 U.S.C. § 1926(b) prohibits the Commission from curtailing or limiting the District's service area.

#### D. The Proposed Order Omits Relevant Facts and Law.

The Proposed Order omits significant procedural events that occurred during this proceeding from its Findings of Fact. In order to have a clear record on appeal, the District respectfully requests that the Proposed Order be revised to correct Findings of Fact No. 5; and to include new Findings of Fact and Conclusions of Law substantially similar to the following:

- <u>Corrected FOF 5.</u> On September 23, 2021, the petitioner filed an amended petition, in which the petitioner clarified the acreage for which it seeks streamlined expedited release and included the affidavit, maps, and general warranty deeds included with the September 9, 2021 petition.
- **Proposed FOF 7A.** In Order No. 3, entered on October 26, 2021, the petition was ordered administratively incomplete based on Commission Staff's recommendation, and petitioner was given a deadline of November 5, 2021, to cure deficiencies.
- **Proposed FOF 8A.** In Order No. 5, entered on December 10, 2021, the ALJ entered a procedural schedule reflecting that the 60-day administrative approval period for expedited release expired on February 7, 2022.
- **Proposed FOF 12A.** On October 1, 2021, the CCN holder filed a Motion to Intervene.

<sup>&</sup>lt;sup>38</sup> See id. at Exhibit C (Affidavit of Chris Boyd), at ¶ 5.

<sup>&</sup>lt;sup>39</sup> See TWC § 65.726

<sup>&</sup>lt;sup>40</sup> Marilee Special Utility District's Verified Response to First Amended Petition for Expedited Release from Water CCN No. 10150, Exhibit A (Affidavit of Donna Loiselle), at ¶¶ 7-8 (Dec. 29, 2021).

• Proposed COL 8. Under 16 TAC § 24.245(h)(7), "[t]he commission will issue a decision on a petition filed under this subsection no later than 60 calendar days after the presiding officer by order determines that the petition is administratively complete."

### II.

#### **PRAYER**

WHEREFORE, PREMISES CONSIDERED, the District respectfully requests that its Exceptions and Corrections to the Proposed Order be granted, that the ALJ enter a corrected and revised Proposed Order that proposes denying the Petition and dismissing this proceeding on the independently sufficient grounds that the Property is receiving service from the District, and that 7 U.S.C. § 1926(b) prohibits the curtailment or limitation of the federally indebted District. The District also respectfully requests all other relief in law and equity to which it may be entitled.

Respectfully submitted,

By:

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ATTORNEYS FOR MARILEE SPECIAL UTILITY DISTRICT

## **CERTIFICATE OF SERVICE**

I hereby certify that I have served or will serve a true and correct copy of the foregoing document via hand delivery, facsimile, electronic mail, overnight mail, U.S. mail and/or Certified Mail Return Receipt Requested to all parties on this 4<sup>th</sup> day of March 2022.

Grayson E. McDaniel