SOAH DOCKET NOS. 582-25-02903 and 582-25-02905 TCEQ DOCKET NOS. 2024-1401-DIS and 2024-1406-DIS

APPLICATIONS OF TREASURE	§	BEFORE THE
ISLAND LAGUNA AZURE, LLC FOR	§	
CREATION OF GRAYSON COUNTY	§	STATE OFFICE OF
MUNICIPAL UTILITY DISTRICTS	Š	
NOS. 6A AND 6B	§	ADMINISTRATIVE HEARINGS

EXECUTIVE DIRECTOR'S EXCEPTION TO THE ADMINISTRATIVE LAW JUDGE'S PROPOSALS FOR DECISION

INTRODUCTION

The Executive Director of the Texas Commission on Environmental Quality (TCEQ or Commission) submits her Exception to the Administrative Law Judge's (ALJ) Proposals for Decision (PFD). The Executive Director supports the findings and conclusions contained in the ALJ's PFDs and respectfully recommends the Commissioners adopt the Executive Director's recommended change described below.

EXECUTIVE DIRECTOR'S EXCEPTION

The ED recommends adding the following Ordering Provision to each Order to be consistent with prior Municipal Utility District creation Orders:

Ordering Provision:

This Order shall in no event be construed as an approval of any proposed agreements or of any particular items in any documents provided in support of the petition for creation, nor as a commitment or requirement of the TCEQ in the future to approve or disapprove any particular items or agreements in future applications submitted by the District for TCEQ consideration.

CONCLUSION

The Executive Director supports the findings and conclusions contained in the ALJ's PFDs and respectfully recommends the Commission revise the Proposed Orders, as reflected in the above Exception.

¹ Proposals for Decision, SOAH Docket Nos. 582-25-02903, 582-25-02905; TCEQ Docket Nos. 2024-1401-DIS, 2024-1406-DIS; Applications of Treasure Island Laguna Azure, LLC for Creation of Grayson County Municipal Utility District Nos. 6A and 6B, August 14, 2025.

Respectfully submitted,

Texas Commission on Environmental Quality

Kelly Keel, Executive Director

Charmaine Backens, Deputy Director Environmental Law Division

Wayla murray

Kayla Murray, Staff Attorney Environmental Law Division State Bar No. 24049282 P.O. Box 13087, MC 173 Austin, Texas 78711 3087 Telephone No. 512-239-4761

Fax: (512) 239-0626

Harrison Cole Malley, Staff Attorney Environmental Law Division

State Bar of Texas No. 24116710

MC-173, P.O. Box 13087 Austin, Texas 78711-3087 Phone: (512) 239-1439

Fax: (512) 239-0626

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing document was served on the following by electronic mail at the addresses listed below on this 3rd day of September, 2025.

Kayla Murray, Staff Attorney

Service List

Grayson County MUD 6A and 6B SOAH DOCKET NOS. 582-25-02903 and 582-25-02905 TCEQ DOCKET NOS. 2024-1401-DIS and 2024-1406-DIS

For the Office of the Chief Clerk

via eFiling:
Docket Clerk
Texas Commission on
Environmental Quality
Office of Chief Clerk MC-105
P.O. Box 13087
Austin, Texas 78711-3087
Tel: 512/239-3300 Fax: 512/239-3311
https://www14.tceq.texas.gov/epic/eFiling/

For the Applicant

Natalie B. Scott Bryan M. Moore Coats Rose Terrace 2 2700 Via Fortuna, Suite 350 Austin, Texas 78746 nscott@coatsrose.com bmoore@coatsrose.com

Derek Seal McGinnis Lochridge, LLP 1111 West 6th Street, Bldg. B, Suite 400 Austin, Texas 78703 dseal@mcginnislaw.com

For the Requesters

Emily W. Rogers
Stephanie P. Albright
Joshua D. Katz
Kimberly G. Kelley
Bickerstaff Heath Delgado Acosta LLP
1601 South MoPac Expressway, Suite
C400
Austin, Texas 78746
erogers@bickerstaff.com
salbright@bickerstaff.com
jkatz@bickerstaff.com
kkelley@bickerstaff.com