IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF TEXAS DALLAS DIVISION 3 JON BEELER,) () (Plaintiff,) (4 CIVIL ACTION VS.) (NO. 3:00CV2441-M) (5 JOHN ROUNSAVALL, INDIVIDUALLY; MARY GAYLE 6 RAMSEY, INDIVIDUALLY; AND THE CITY OF TERRELL, 7) (TEXAS, 8 Defendants.) (9 10 VOLUME 2 OF THE 11 ORAL DEPOSITION OF MARY GAYLE RAMSEY 12 13 14 INDEX 15 16 EXAMINATION (Cont'd) By Mr. Nacol -----17 FURTHER EXAMINATION By Mr. Morales -----211 18 19 20 21 22 23 24 25 CREWS CERTIFIED REPORTING - 972/317-9911

3767 Forest Lane, Suite 124, #1110 Dallas, Texas 75244-7100

1	IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF TEXAS	
2	DALLAS DIVISION	
3	JON BEELER,)(
4	Plaintiff,)(VS.)(CIVIL ACTION	
5)(NO. 3:00CV24441-M JOHN ROUNSAVALL,)(
6	INDIVIDUALLY; MARY GAYLE)(RAMSEY, INDIVIDUALLY;)(
7	AND THE CITY OF TERRELL,)(TEXAS,)(
8	Defendants.)(
9	*_*_*_*_*_*	
10	APPEARANCES:	
11	NACOL, WORTHAM AND ASSOCIATES, P.C.	
12	By: MARK A. NACOL 990 S. Sherman Street,	
13	Richardson, Texas 75081 Appearing for the Plaintiff.	
14)
15	NICHOLS, JACKSON, DILLARD, HAGER & SMITH, L.L.E By: MELISSA M: MORALES 1800 Lincoln Plaza	•
16	500 North Akard Street Dallas, Texas 75201	
17	Appearing for the Defendants.	
18	*_*_*_*_*_*	
19		
20	VOLUME 2 of the DEPOSITION upon oral examination of the	
21	witness, MARY GAYLE RAMSEY, taken on behalf of the	
22	Plaintiff in the above-entitled cause, wherein JON BEELER	
23	is the Plaintiff and JOHN ROUNSAVALL, INDIVIDUALLY; MARY	
24	GAYLE RAMSEY, INDIVIDUALLY, AND THE CITY OF TERRELL, TEXAS	
25	are the Defendants, pending in the United States District	

1 Court, for the Northern District of Texas, Dallas Division, 2 before Susan M. Owen, a Certified Shorthand Reporter in and 3 for the State of Texas, on the 2nd day of October, A.D. 2001, in the offices of Nacol, Wortham & Associates, 990 S. 4 5 Sherman Street, Richardson, Texas, between the hours of 6 9:35 a.m and 11:32 a.m, pursuant to the Federal Rules of Civil Procedure. 7 8 EXAMINATION (Cont'd) 9 QUESTIONS BY MR. NACOL: 10 Q. Ms. Ramsey, you understand that we're back on the 11 record now? 12 Α. Yes. 13 Q. And you are still under oath? 14 Α. Yes. 15 And all of the answers you give are still subject Q. 16 to the penalties related to the intentional giving of a false answer. You understand that? 17 18 Α. Yes, sir. 19 Okay. I want to go over -- and I'm going to try 20 not to -- I hope to be done with this thing by noon at 21 latest, I don't want to rehash. It's kind of hard sometimes 22 to not go over a few additional items that you've been over 23 before. But since the last deposition have you had a chance 24 to review anything for your deposition today? 25 I've gone back through my file. Α.

1	Q. Okay. From the commencement you were aware that
2	Mr. Beeler was opening a business?
3	A. Yes.
4	Q. And you were aware from the beginning that Mr.
5	Beeler's business to some significant degree involved the
6	sale of alcohol?
7	A. Yes.
8	Q. And you knew from the beginning that Mr. Beeler
9	had been selling alcohol at the location next to the
10	location he was trying to get licensed?
11	A. Yes.
12	Q. Did you communicate that to Mr. Rounsavall?
13	A. I don't recall whether I communicated that
14	specific fact to Mr. Rounsavall or not.
15	Q. Is that something that you think would have been
16	important to communicate to Mr. Rounsavall?
17	A. Not necessarily.
18	Q. So if Why do you feel that way?
19	A. Well, Mr. Beeler first approached Mr. Rounsavall
20	going through the procedures at the City of Terrell for
21	permits. I don't know at that point in time if I had had
22	any conversations with Mr. Beeler. So I didn't know whether
23	or not Mr. Beeler was still at the other location, the next-
24	door location, or whether Mr. Beeler had ceased employment
25	with Mr. Lawson.

1	A that's what the letter says. I had that
2	information.
3	Q. And did you communicate that to Mr. Rounsavall?
4	A. I don't recall if I did or not.
5	Q. Okay. And on the March the 3rd of 2000 there was
6	no question in your mind at all where Mr. Beeler was
7	located; is that correct?
8	A. The letter states that Mr. Beeler applied and
9	received a permit for 305 Ninth Street in Terrell.
10	Q. All right. And you knew that 307 was next door to
11	where he was before, did you not?
12	A. Yes, sir.
13	Q. So you knew that information, right?
14	A. Yes, sir.
15	Q. And you knew on January the 6th Mr. Rounsavall had
16	approved the alcohol permit, did you not?
17	MS. MORALES: Objection. Assumes facts not
18	in evidence.
19	THE WITNESS: I'd have to check the date, Mr.
20	Nacol, but I knew what was in the memorandum from Mr.
21	Rounsavall to me dated February 23rd. And if that date is
22	in there, then that is correct.
23	Q. (MR. NACOL) If you'll look at Exhibit No. 5 from
24	your file, from the deposition exhibits to your deposition -
25	A. Yes, sir.

	Q there is a letter from John Rounsavall to handy
2	Mart No. 1 and a copy of a certificate. Does that refresh
3	your recollection whether you had that information?
4	A. Yes, sir, and I believe that is dated January the
5	11th rather than January 6th.
6	Q. Okay. That's the date the permit was granted. So
7	Mr. Rounsavall did not discuss anything with you prior to
8	that date?
9	A. Not that I remember.
10	Q. And when did you become first aware of Mr.
11	Rodriguez's application?
12	A. I don't recall a specific date.
13	Q. Well, I don't want to trick you or mislead you.
14	Mr. Rounsavall indicated in his deposition yesterday that
15	around the 6th Mr. Grady Lawson, the owner of the property
16	that was being licensed in Mr. Rodriguez's name, came by and
17	he was somewhat upset and everything, and he was wanting to
18	know when he'd get his permit and whatnot. Was that
19	information communicated to you at that time?
20	MS. MORALES: Objection. Mischaracterizes
21	Mr. Rounsavall's testimony.
22	THE WITNESS: Would you restate the question,
23	please, sir?
24	Q. (MR. NACOL) Tell the jury when the first time is
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you knew that Mr. Grady Lawson was seeking a new permit in

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the old location that Mr. Beeler was in. 1 There is a letter that has been produced that was 2 Α. sent to me by David Mallard, the attorney for Mr. Lawson, 3 and, I presume, for his --4 What exhibit are you looking at? 5 0. -- tenant. Exhibit No. 23. And that letter is 6 7 dated March the 14th of 2000. But you knew about it before then, didn't you? 8 Q. Not that I remember. 9 If you look back on Exhibit No. 23, the exhibit 10 0. 11 before that exhibit, is that not a memorandum to you from 12 the city secretary, John Rounsavall? MS. MORALES: 23? 13 MR. NACOL: Uh-huh. 22. I'm sorry. Excuse 14 15 me, 22. THE WITNESS: Yes, sir. 16 (MR. NACOL) And in that memorandum he discusses 17 Q. the moving of the location was previously denied because of 18 school property, day care and the location was next door and 19 selling liquor prior to the applicant -- the store wants to 20 continue -- what next. Did that not -- did you do any 21 investigation as to who he was referring to as "next door"? 22 23 Α. No, sir. 24 Q. Why? Handy Mart No. 1, as referenced in this 25 Α.

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that you knew that an application was being filed by Mr.

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1	Rodriguez in Grady Lawson's location?
2	MS. MORALES: Objection. Asked and answered.
3	You can answer.
4	THE WITNESS: I believe it was when I got the
5	letter from Mr. Mallard, the attorney representing the
6	Rodriguezes or Lawsons.
7	Q. (MR. NACOL) What was the date of that?
8	A. I believe it was March 14th, if I'm not mistaken.
9	If you'll let me refer to the exhibit. It was March 14th of
10	2000.
11	Q. Okay. Take a look at Rounsavall Exhibit No. 6,
12	which is a memorandum to you from John Rounsavall. We'll
13	have to look together here.
14	A. Yes, sir.
15	Q. Does that refresh your recollection of maybe some
16	indication you had of a sooner request by Mr. Rodriguez?
17	A. No, sir. It's the same one. That
18	Q. So when he says, "The old store wants to continue
19	to sell liquor and this location cannot. What next," that
20	doesn't tell you that they're both wanting a license?
21	A. No. No, sir. It doesn't refer to Mr. Rodriguez,
22	so I had no way of knowing who he was talking about.
23	Q. But you did have an indication that somebody there
24	was trying to sell trying to seek a license, didn't you?
25	A. The way I interpreted this memorandum was that

1	there was a problem with the application, that Mr.
2	Rounsavall had mistakenly granted it thinking it was an
3	address change only, and subsequent to that he found out it
4	was a new location.
5	Q. And did he ever call you to tell you what "what
6	next" means?
7	A. No, sir.
8	Q. Did you ever call him to ask him what "what next"
9	means
10	A. I would assume I did, but I couldn't give a date
11	or a time.
12	Q. Well, did you interpret "what next" means?
13	A. I would assume "what next" would mean where did we
14	go from here.
15	Q. Right. Give me an opinion, right?
16	A. I would assume so.
17	Q. So were you, in fact, commissioned at any time by
18	the city secretary, Mr. Rounsavall, to check on the
19	propriety and legal propriety of Mr. Rodriguez's
20	application?
21	A. I don't believe that I was. At that time we were
22	represented by counsel other counsel, and then I stepped
23	aside as lead counsel for the city.
24	Q. So it's your sworn testimony that Mr. Rounsavall
25	never commissioned you as the city attorney to give him an

1 opinion of the propriety of Mr. Rodriguez's application for 2 a license? 3 Not that I can recall. 4 Q. And you never did anything in that regard, did 5 you? 6 Α. (No response). 7 You never gave him an opinion, did you? As far as Mr. Rodriguez specifically, I don't 8 9 believe I did. There was some discussion as to whether that 10 location was -- had previously sold alcoholic beverages and 11 whether that location was grandfathered. 12 Well, you know --Q. 13 I think we testified -- I testified to that 14 before. 15 Right. And as before, you don't have any serious Ο. 16 legal position that there is a grandfather clause in the 17 Terrell ordinance that overcomes the laws of the State of 18 Texas with regard to a liquor license, do you? 19 MS. MORALES: Objection, argumentative. 20 THE WITNESS: No, the only -- one of the 21 things that was considered was, as stated in the letter of 22 March 14th from Mister -- I believe Mr. Rodriguez's 23 attorney, that says that under the Texas Alcoholic Beverage 24 Code, Section 109.59 A and B, it says, "If the original 25 premises satisfies the requirements regarding distances, the

1	premises shall be deemed to satisfy the distance requirement
2	for any subsequent renewals, extensions of the license or
3	permit."
4	Q. (MR. NACOL) But that's not Mr. Rodriguez is
5	a brand-new licensee, isn't he?
6	A. I believe the grandfather provision applies to
7	premises, not the individual. I think it applies to the
8	location.
9	Q. If the owner of the location is the licensee?
10	A. It was my understanding that it was the premises,
11	the location.
12	Q. Well, but you've testified that you didn't give
13	any of these opinions or any of these discussions to Mr.
14	Rounsavall, right?
15	MS. MORALES: Objection
16	THE WITNESS: I said not that I
17	MS. MORALES: mischaracterizes the
18	testimony given.
19	THE WITNESS: I said not that I could recall.
20	There was some discussion of reading the letter that had
21	been sent by Mr. Mallard on the 14th of March.
22	Q. (MR. NACOL) Well, I'm getting confused now.
23	Earlier you testified and I'll ask you now to clarify,
24	did you or did you not receive an order from the city
25	attorney to give the city secretary to give him, Mr.

Rounsavall, an opinion on Mr. Rodriguez's application?

- A. Did I receive a written request?
- Q. Any request. Were you commissioned to do so?
- A. I don't recall if I was specifically commissioned to do so or not. I know there were discussions.
- Q. Okay. A moment ago you said you didn't. What has happened between then and now to make it to where you don't know now, but earlier you said you didn't?
- A. I testified, I believe and if it was unclear, I'll be happy to clear it up on March 14th there was a letter from Mr. Mallard, the attorney representing Mr. Lawson and Mr. Rodriguez, I presume, that discussed grandfathering provisions and the provision of the alcoholic beverage code relating to the premises. Now, at the time that Mr. Rodriguez's application was considered, I believe we were represented by Mr. Marshall, and there were discussions with regard to locations, the 307 Ninth Street location and the 305 Ninth Street location. So I can't tell you that I gave a formal written opinion. I'm sure there were discussions, but as far as dates and times, I can't give you those specific dates and times, Mr. Nacol.
- Q. Okay. Objection, nonresponsive. Move that it be stricken. Listen to my question. It had nothing to do with what other lawyers do. Were you commissioned -- were you requested by Mr. Rounsavall to give an opinion on Grady

1	Lawson through Mr. Rodriguez's application for a permit?
2	MS. MORALES: Objection. Asked and answered
3	THE WITNESS: I was not asked to make a
4	ruling on Mr. Rodriguez's specific application.
5	Q. (MR. NACOL) Okay. Did you because of that March
6	letter do some analysis of the Rodriguez location, the one
7	you're referring to?
8	A. Did I do some legal research? Did I What are
9	you referring to?
10	Q. Did you work on that application?
11	A. No, I did not work on that specific application.
12	Q. Okay. So whatever decision-making went into the
13	granting of Mr. Rodriguez's application was in the purview
14	of Mr. Rounsavall. Is that a fair statement?
15	MS. MORALES: Speculation. You can answer.
16	THE WITNESS: I don't know.
17	Q. (MR. NACOL) He didn't ask your opinion, right?
18	A. It was discussed, but I did not give a formal
19	opinion.
20	Q. Right. He wasn't waiting on you?
21	A. I don't know.
22	Q. Well, did he ever call you up or do anything to
23	indicate he was waiting on you?
24	A. I don't think so.
25	O Now, you would agree with me that somewhere

1	between January the 4th and January the 11th you became
2	aware of the Beeler application, correct?
3	A. No, sir.
4	Q. When do you say you became aware of it?
5	A. It was
6	MS. MORALES: Objection, asked and answered.
7	THE WITNESS: February 23rd, 2000.
8	Q. (MR. NACOL) Okay. And we've already been over
9	Mr. Wortham's letters in March that gave you certain
10	information, correct?
11	A. Yes, sir.
12	Q. When were you made aware of Well, I guess it's
13	not relevant. Strike that. The actual permit effective in
14	September was granted for Mr. Beeler on the 27th of July,
15	correct?
16	A. I'd have to look at the actual permit to be sure
17	of the date.
18	Q. Okay. Go ahead.
19	MS. MORALES: I don't think it's in her
20	exhibits, is it?
21	MR. NACOL: No, no Yeah, it's in there.
22	MS. MORALES: Are you talking about his
23	withdrawal?
24	MR. NACOL: The actual permit is in
25	September, but

į.	MS. MORALES: Yean, and I think
2	MR. NACOL: but the I think the 27th
3	was his withdrawal
4	MS. MORALES: Okay.
5	MR. NACOL: of July.
6	MS. MORALES: Yeah, because I think we just -
7	MR. NACOL: But go ahead and confirm it so
8	she can tell I want to get testimony on it.
9	THE WITNESS: Ask your question again,
10	please.
11	Q. (MR. NACOL) When was Mr. Beeler's permit issued?
12	MS. MORALES: Objection, speculation.
13	THE WITNESS: I don't know.
14	MR. NACOL: When was it authorized by the
15	city?
16	MS. MORALES: Speculation.
17	THE WITNESS: The city withdrew the letter of
18	protest on July 27th of 2000.
19	Q. (MR. NACOL) Okay. So we've got February 23rd to
20	July the 27th. And if we look further, the actual date or
21	of the effective date of the permit is in September, is it
22	not?
23	A. I don't know. I'll have to take your
24	Q. Take a look
25	A word for it.

1	Q and see.
2	MS. MORALES: It's not in these documents.
3	Q. (MR. NACOL) I'll just give it to you here so you
4	can Take a look at that right there. What does that
5	tell you?
6	A. It is a beer and wine retailer's off-premise
7	permit dated September the 12th of 2000 through September
8	the 12th, 2001.
9	Q. So September the 12th of 2000, that was the old
10	permit, correct?
11	A. No, sir, I believe that would be the one that was
12	the subject of this lawsuit.
13	Q. That's correct. That's correct. You are
14	absolutely correct. So February the 23rd you started
15	looking at it, correct?
16	A. Yes, sir.
17	Q. And September the 12th of 2000 it was granted,
18	right?
19	A. According to the permit. That's when the permit
20	was issued, the effective date.
21	Q. And July the 27th is when the protest of the city
22	was withdrawn after your opinion, correct?
23	A. The protest of the city was withdrawn as a result
24	of the litigation, I believe.
25	Q. You mean y'all decided the city decided to go

1	ahead and give him his permit just because you got sued?
2	A. No, sir.
3	MS. MORALES: Objection to the extent
4	THE WITNESS: No, sir.
5	MS. MORALES: it calls for attorney-client
6	privilege.
7	MR. NACOL: Well, explain to the jury what
8	you mean.
9	MS. MORALES: I'll instruct you not to answer
10	to the extent it involves discussions with Mr. Marshall as
11	to the reasoning.
12	THE WITNESS: Okay.
13	Q. (MR. NACOL) I'm not asking for conversations with
14	your lawyer after the suit was filed. I'm just asking for
15	your conversations with Mr. Rounsavall or any other agent of
16	the city that is not a lawyer. You know, why was it
17	withdrawn, if you know?
18	A. It's my understanding that Mr. Beeler furnished
19	satisfactory proof of his sales of alcoholic beverages that
20	would exempt him from the distance requirements.
21	Q. So up until September of 2001 you were still
22	taking the position that his application violated some code,
23	correct
24	MS. MORALES: Objection
25	MR. NACOL: or law

1	MS. MORALES: assumes facts not in
2	evidence.
3	MR. NACOL: absent some sale ratio of
4	liquor to exempt him from that?
5	THE WITNESS: I'm not clear what you're
6	asking.
7	Q. (MR. NACOL) Okay. If the only reason that y'all
8	granted him the license, the city did, was due to proof of
9	sales as an exemption, that would exempt him from a law,
10	correct? Isn't that what an exemption is, to exempt someone
11	from existing law?
12	MS. MORALES: Legal conclusion.
13	THE WITNESS: An exemption would be an
14	exception.
15	Q. (MR. NACOL) Okay. Tell the jury what law up to
16	the date of your withdrawal of protest you were relying on
17	which would require him to have an exemption.
18	MS. MORALES: Speculation.
19	THE WITNESS: The reason that We were
20	relying on our city ordinances.
21	Q. (MR. NACOL) All right. And you read all Mike
22	Wortham's letters, right?
23	A. Yes, sir.
24	Q. You read all his cases, right?
25	A. I don't know that he furnished me any case law,

but I read his letters. 1 You don't recall any cases in the letters? 2 Q. 3 Α. Yes, I do recall some cases. Q. Okay. And you read those cases, didn't you? 5 Α. Yes, sir. 6 Q. So you knew that information --7 Yes, sir. Α. 8 -- correct? And so with all those letters and Q. 9 that information, it took until July to decide that he had 10 to have an exemption before you would give him a license, correct? 11 12 No, sir. Α. 13 You would give him a license without the 0. 14 exemption? 15 Α. No, sir. 16 Why did you give the license based on the 17 exemption? 18 Mr. Nacol, Mr. Wortham filed a lawsuit in March of 19 2000, filed a suit for declaratory judgment and injunction. 20 That suit was dismissed, I believe, in April. In June he 21 filed another lawsuit -- in May he filed another lawsuit, a 22 suit for writ of mandamus, and that suit was resolved, I 23 believe, in July. And then this federal lawsuit was filed 24 in November. During the times of those lawsuits the city

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was represented by another attorney, an attorney from TML,

Mr. Marshall, and we were in litigation during those times and had many discussions with Mr. Wortham. At the time that we were represented by other counsel, I stepped aside as lead counsel, and a lot of the conversations that you're referring to were between Mr. Wortham and Mr. Marshall.

Q. Okay. Well, I'm concerned with your statement earlier that the protest was withdrawn because you received a letter stating an amount of sales — proof of sales which exempted him from the statute. Regardless of the lawsuit, that's why you gave the permit, isn't it?

MS. MORALES: Speculation.

THE WITNESS: I believe that the city withdrew its protest based on Mr. Beeler's counsel furnishing proof that showed that he would be exempt from a portion of the city ordinance.

Q. (MR. NACOL) Okay. Now, tell the jury at this time between the time you became acquainted with Mr. Lawson's case -- Mr. Lawson-Rodriguez case, i.e. -- Strike all that. Tell the jury at this time what analysis you did with regard to the Grady Lawson-Rodriguez application for permit and what exemption they established for you.

MS. MORALES: I'll instruct you to answer only what exemption they established for you. I don't want you to testify about any process — thought process you had.

MR. NACOL: Let the record reflect that

1	opposing counsel is again answering the questions, tailoring		
2	the witness and		
3	MS. MORALES: I have given my client		
4	MR. NACOL: predicates		
5	MS. MORALES: instruction. Okay. And the		
6	instruction, I believe, is clear on the recordIf I		
7	coached you in any way, please let me know that. I'm giving		
8	you an instruction and I would request that you abide by		
9	that instruction.		
10	THE WITNESS: Would you repeat your question?		
11	Q. (MR. NACOL) From the date you discovered the		
12	Grady Lawson-Rodriguez application to date it was granted,		
13	what analysis did you do with regard to any exemption to the		
14	statute you've been discussing?		
15	A. Mr. Nacol, we received notice I received a		
16	letter from Mr. Lawson/Rodriguez's attorney on March the		
17	14th. The suit was filed against the City of Terrell the		
18	next day by Mr. Beeler. At that point the case was turned		
19	over to the counsel representing the City of Terrell, which		
20	was Mr. Marshall.		
21	Q. Okay. Mr. Lawson's-Rodriguez's application was		
22	granted in early April, correct? April the 2nd?		
23	A. I don't know.		
24	Q. Well, I'm going to tell you it's April the 2nd of		
25	2000. Okay? I want you to assume. If it's wrong, then		

1 we'll throw the deposition out. But I'm going to ask you to 2 assume that. Okay? Did you do any analysis prior to April 3 the 2nd of 2000 on the Grady Lawson-Rodriguez application with regard to an exemption to this statute that you're 4 5 referring to? 6 As I stated, Mr. Marshall was representing us at 7 that time, the office of Peter Smith, and I would presume he 8 handled that. 9 Q. Was he charged with the responsibility by the city 10 to make a decision on the permit? 11 I don't know. Α. 12 You're just assuming all that? 13 Α. No, I don't think he would have that obligation. 14 I think that that would go back through the office of the 15 city secretary. 16 Yeah. And you never --17 All permits are filed through the office of the 18 city secretary. 19 0. And you never resigned? 20 No, sir. Α. 21 You never submitted a resignation? Q. 22 Α. No, sir. 23 Q. And you weren't fired? 24 No, sir. Α. 25 Q. So you were still on the job?

locations? 1 They're next door to each other. I don't know 2 what the distance between the two locations are, but they're 3 as far as the fact of the change of address on February the 4 23rd, of course I would know they were next door to each 5 other, because that's what Mr. Rounsavall had done in error. 6 So in order to get a license to either, you'd have 7 to check the distance to both, correct? 8 I didn't deal with Mr. Rodriguez or Mr. Lawson's 9 10 license --11 Q. Objection --12 Α. -- again. -- nonresponsive. Move that it be stricken. Ιf 13 ο. you were to give a license -- the city was to give a license 14 to either one of them, they would both have to be checked, 15 wouldn't they? 16 MS. MORALES: Objection, speculation. 17 THE WITNESS: I would presume so, but I -- I 18 19 would presume so. (MR. NACOL) Well, why are you just presuming it? 20 21 Do you have any doubt --Because you're asking --22 Α. -- on that? 23 Q.

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MS. MORALES: Objection, argumentative.

I did not --

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1	THE WITNESS: I didn't specifically check it
2	check the Rodriguez. As I've told you numerous times, I was
3	not asked to do anything on the Rodriguez application.
4	Q. (MR. NACOL) Great. Okay. So
5	A. The Grady Lawson application.
6	Q. Okay. So
7	A. Because after we got the letter on March 14th, the
8	lawsuit was filed and the matter was being handled by the
9	other attorney.
10	Q. Okay. So can you But you did Did you or
11	did you not have any awareness of what the distance was
12	between Grady Lawson's location and the field?
13	MS. MORALES: Asked and answered.
14	THE WITNESS: I don't know.
15	Q. (MR. NACOL) Okay. So let's see if I can this get
16	straight. You're called by the city attorney by the
17	Strike that. You were called by the city secretary. The
18	secretary commissions you, as we've seen here, to resolve
19	this issue of Mr. Beeler's application, correct? Give me ar
20	opinion.
21	A. He sent the 23rd memo to me, yes.
22	Q. Right. And it's your sworn testimony that he
23	didn't discuss anything with you prior to February the 23rd?
24	A. Not that I remember.

25

Q.

Okay. So from January the 6th or January the 11th

1	or January the 16th through February 23rd, for that six		
2	weeks, he never discussed Mr. Beeler's application with you?		
3	MS. MORALES: Compound.		
4	THE WITNESS: I'm sorry?		
5	MS. MORALES: You can answer. Compound		
6	Objection, compound.		
7	THE WITNESS: Not that I remember.		
8	Q. (MR. NACOL) Okay. And Mr. Rounsavall you		
9	have no recollection of him coming to you and telling you		
10	that Mr. Lawson had shown up in his office in his		
11	reception room complaining about the fact that he wanted to		
12	make sure he was going to get his license, too?		
13	A. Do I have a recollection of that?		
14	Q. Yes.		
15	A. No, sir, I don't have a recollection of that.		
16	Q. Okay. You would agree with me that these		
17	locations are right next to each other?		
18	A. Yes, sir.		
19	Q. I mean, you can almost spit on one from the other		
20	one, can't you?		
21	A. I don't know if they're that close, but they're		
22	close.		
23	Q. Well, their lines touch, don't they? I was there		
24	yesterday and it looked to me like the property line was		
25	right between them.		

1	A. They're on the same side of the street.
2	Q. Okay. And so there wouldn't be any rational basis
3	for granting one and not granting the other legally, would
4	there?
5	MS. MORALES: Objection, legal conclusion.
6	Argumentative.
7	THE WITNESS: That depends.
8	Q. (MR. NACOL) Depends on what?
9	A. Well, the location at 307 has had a permit for a
10	number of years. I don't even know how far the permit goes
11	back from that location.
12	Q. All right. And I've asked you in the last
13	deposition, and I'll ask you for the last time now, present
14	to the jury now any ordinance, statute, scrap of paper,
15	memorandum, resolution, note from a council meeting,
16	anything which supports the position that it is the owner of
17	the land rather than the seeker of the permit that would be
18	entitled to any type of grandfathering clause.
19	MS. MORALES: Objection, asked and answered.
20	Argumentative.
21	THE WITNESS: It's my understanding of the
22	law that it's the location that is the grandfather.
23	Q. (MR. NACOL) But you don't have anything to
24	support that, do you?
25	A. Nothing other than that provision in the alcoholic

1	beverage code, without going to the law.
2	Q. Okay. Why did it take you five months to give
3	your opinion to Mr. Rounsavall?
4	MS. MORALES: Objection, asked and answered.
5	THE WITNESS: It didn't take me five months
6	to give my opinion.
7	Q. (MR. NACOL) Well, you knew about it sometime
8	around late January, early February, didn't you?
9	A. No, sir. I knew about it February 23rd, as I've
10	testified.
11	Q. Okay. And you don't remember ever receiving the
12	letter in '98 from Mr. Beeler?
13	A. No, sir.
14	MS. MORALES: Asked and answered.
15	Q. (MR. NACOL) And you don't ever remember Mr.
16	Beeler coming in and talking to you?
17	A. At what time?
18	Q. Prior to January of 2000.
19	A. Not that I remember. Mr. Beeler did come to my
20	office, but I don't believe it was prior to that.
21	Q. Okay. What did he discuss with you when he came
22	to your office?
23	A. Mr. Beeler came to my office and stated, to the
24	best of my recollection, that he was he had had a
25	disagreement with Mr. Lawson and was no longer Mr. Lawson

1	was increasing his rent, and that he was not doing to stand
2	for it and he was going to try to set up a business
3	somewhere else and he thought he was going to move next
4	door. That's my best recollection.
5	Q. And that's just about what's in that '98 letter,
6	isn't it?
7	MS. MORALES: Objection, best evidence.
8	Q. (MR. NACOL) Take a look at the '98 letter. Tell
9	me if you didn't just pretty much just paraphrase the
10	letter.
11	MS. MORALES: Objection. Best evidence,
12	argumentative.
13	THE WITNESS: The letter says that he owns
14	the Handy Mart at 307 Ninth Street, and I don't believe he
15	was the owner. I think he is a renter at 307 Ninth. At
16	least that's what he told me
17	MR. NACOL: Let me have my
18	THE WITNESS: in 2000.
19	MR. NACOL: copy there.
20	MS. MORALES: Uh-huh.
21	MR. NACOL: What exhibit is that?
22	MS. MORALES: Two.
23	Q. (MR. NACOL) Okay. Go ahead.
24	A. He said he had several two locations he was
25	looking at, one was on Houston Street in Terrell and one was

1	at 305 Ninth Street.		
2	Q. And that you don't recall him telling you that		
3	he was going to move to 305 Ninth Street?		
4	A. In 2000 he told me that's where he would like to		
5	move.		
6	Q. Okay. When in 2000?		
7	A. I don't remember when he came to my office.		
8	Q. Well, it was before we all had lawyers fighting		
9	each other, wasn't it?		
10	A. I don't know. I don't know if he was represented		
11	by Mr. Wortham then or not.		
12	Q. Wasn't it before he made his application for the		
13	new permit?		
14	A. I don't think so.		
15	Q. To talk to you about schools and distances and		
16	things of that nature?		
17	A. I don't recall the specific date, but I don't		
18	think so.		
19	Q. Well, was it in January of 2000?		
20	A. I don't remember.		
21	Q. Was it in December of 2000?		
22	A. I don't think so.		
23	Q. Was it in December of '99?		
24	A. I don't remember Mr. Beeler ever coming in until		
25	after 2000, and I believe it was after it was when the		

discrepancy was discovered in the application, so that would 1 have been after February. 2 Do you have a -- do you keep a calendar? 3 I keep an appointment calendar. Α. 4 Okay. Do you have your -- do you keep your --5 Q. you have your 2000 appointment calendar? 6 No, I don't. Α. 7 Where is it? Q. 8 I don't know where it is? Α. 9 Do you throw them away at the end of the year? 10 Q. Sometimes I do. Α. 11 And do you have your '99 calendar? 12 0. I doubt it. I might, but I doubt it. 13 Α. Does the city keep a calendar for you? 14 Q. 15 Α. No. So understanding that you're an attorney -- You 16 Q. understand that, don't you? 17 Yes, I understand that. 18 And you understand you can be sued for 19 Q. malpractice? 20 21 Α. Yes, sir. And you understand you could be audited? 22 Q. Sure. 23 Α. And you throw away your calendars annually? 24 Q. I didn't say I threw it away. I just don't know 25 Α.

1	where it	is.
2	Q.	It's just missing?
3	Α.	No, I don't know that it's missing. I just don't
4	have it w	ith me.
5	Q.	Okay. Can you produce it?
6	Α.	If I have it, I can.
7	Q.	Okay. Do you keep your telephone records?
8	Α.	Only as they relate to specific cases, and I keep
9	those in	my file.
10	Q.	Do you I don't understand.
11	Yes.	
12		(Unidentified person entered the room and
13		discussion off the record from 10:19 to 10:19)
14		10.19)
15		MR. NACOL: Read the last question.
16		THE REPORTER: You only had part of a
17	question.	"Do you keep your telephone records?"
18		MR. NACOL: Do you keep telephone records?
19		MS. MORALES: Asked and answered.
20	Q.	(MR. NACOL) No. You
21	Α.	Only as they relate to specific cases.
22	Q.	So you cut up your telephone records at the end of
23	the month	and put the phone messages in each of the files?
24	Α.	Yes.
25	Q.	The record you get from the whatever utility

1	What's your phone company?
2	A. I'm not sure. I think it's AT&T, but I'm not
3	sure.
4	Q. Okay. We don't know our phone company. Do you
5	have any idea
6	A. It changes repeatedly.
7	Q. Okay. But for the year '99 and the year 2000, are
8	you telling the jury and the judge that when you get your
9	monthly phone bill you cut off each little number and put it
10	in each file?
11	A. No, sir.
12	Q. All right. Where is the phone bill?
13	A. My telephone bill?
14	Q. Yeah.
15	A. Oh, I don't know.
16	Q. Do you keep your telephone bills?
17	A. No, sir.
18	Q. You throw them away?
19	A. I suppose. I don't know where my '99 telephone
20	bills are.
21	Q. Where do you keep your closed files?
22	A. My retired files are kept in my office.
23	Q. Well, don't you keep your phone-a-grams and your
24	calendars and phone bills for tax audit purposes for a
25	period of time as required by the code of professional

1	responsibi	llity of
2	Α.	I don't know
3	Q.	the State of Texas?
4	Α.	I don't know if my office staff keeps those or
5	not.	
6	Q.	Well, how would you find that out?
7	Α.	I can find out in my office.
8	Q.	Do you have to go ask somebody on the staff where
9	the phone	bills are?
10	Α.	Yes.
11	Q.	Do you bill for your time?
12	Α.	Yes.
13	Q.	Do you bill for your telephone time telephone
14	calls?	
15	Α.	Yes, sir.
16	Q.	How do you establish that billing record?
17	Α.	By my time by my time slips. That's my program
18	I use for	my billing.
19	Q.	Did you ever did Mr. Grady Lawson ever sue you'
20	Α.	No, sir.
21	Q.	Did Mr. Humberto Rodriguez ever sue you?
22	Α.	No, sir.
23	Q.	All right. Did you relate to Attorney Marshall
24	with rega	rd to the propriety of the Rodriguez application?
25		MS. MORALES: Objection, ambiguous.

THE WITNESS: Please restate your question. 1 2 I don't understand. (MR. NACOL) Okay. All the things you're working 3 on for Beeler, distance to the schools, churches, day cares, 4 5 athletic fields, how much do you sell in liquor, all the analysis you were doing for your opinion, did Marshall 6 7 discuss any of those issues with you with regard to Mr. 8 Rodriguez's application? MS. MORALES: I'll instruct you not to answer 9 to the extent it calls for attorney-client privileged 10 11 information. (MR. NACOL) Well, I don't want to know your 12 0. discussions with him. But if he's hired by the city -- Was 13 he hired by the city for that purpose? 14 No, sir, he's hired by the Texas Municipal League 15 Α. under the terms of our insurance. 16 Okay. So he is not the city attorney for that 17 0. 18 purpose? He represents the city, yes. 19 Α. I understand in a potential claim, but he is not 20 the attorney -- in-house attorney like you for the purpose 21 of giving opinions when they're requested by the city 22 secretary, correct? 23 24 Correct. Α. All right. Did you perform any duties with him 25 Q.

1	with regard to analysis of the claim of Mr. Rodriguez?
2	A. I don't recall.
3	Q. Do you recall whether Mr. Rodriguez you were
4	aware of when the decision was made to grant Mr. Rodriguez
5	his application?
6	A. No.
7	Q. So you didn't know anything about that?
8	A. No, I didn't say I didn't know anything about it.
9	Your specific question was, do I know when it was granted
10	and my answer was no.
11	Q. Did you know in advance when it was going to be
12	granted?
13	A. No, sir.
14	Q. Did Mr. Rounsavall ever ask you your opinion on
15	when it should be granted?
16	MS. MORALES: Asked and answered.
17	THE WITNESS: I believe I testified we
18	discussed it, but I don't remember anything specific
19	MR. NACOL: He never asked you to do work on
20	it?
21	MS. MORALES: Asked and answered.
22	THE WITNESS: As I said, we discussed it.
23	Q. (MR. NACOL) You just had cordial conversation
24	about it, but it wasn't like Mr. Beeler where he says, "I
25	want an opinion," right?

1	MS. MORALES: Objection, asked and answered.
2	THE WITNESS: I don't think a formal opinion
3	was requested.
4	Q. (MR. NACOL) Okay. Do you have any idea why Mr.
5	Rodriguez got his permit in 27 days
6	A. No, sir.
. 7	Q instead of seven months?
8	A. No, sir.
9	Q. Do you have rational basis for that distinction?
10	MS. MORALES: Objection, legal conclusion.
11	THE WITNESS: I don't know.
12	Q. (MR. NACOL) Do you know of any rational legal
13	basis for Mr. Rodriguez getting his in 27 days and my
14	client, Mr. Beeler, getting his in seven months?
15	MS. MORALES: Objection, legal conclusion.
16	Asked and answered.
17	THE WITNESS: I don't know.
18	Q. (MR. NACOL) You don't know of any opinion?
19	A. No, sir, I don't
20	Q. You don't know of any basis?
21	A. I don't have any information on it.
22	Q. And you are the city attorney?
23	A. Yes, sir.
24	Q. Did you ever know Mr. Lawson?
25	A. Yes, sir.

1	Q.	Before the application you knew him?
2	Α.	I knew that he was the owner of that store.
3	Q.	Did you ever know him personally?
4		MS. MORALES: Asked and answered.
5		THE WITNESS: I've been in the store.
6	Q.	(MR. NACOL) Okay. Do you buy liquor from him?
7	Α.	No, sir.
8	Q.	What do you buy from him?
9	Α.	It's been a while since I've been in there, but
10	years ago	I'd go in to it's a quick stop convenience
11	store.	
12	Q.	Is it on the way You live in Dallas, Texas,
13	don't you	?
14	Α.	No, sir.
15	Q.	Where do you live?
16	Α.	In Rockwall.
17	Q.	Is it on the way to Rockwall?
18	Α.	No, sir.
19	Q.	Why would you go there then?
20	Α.	I grew up in Terrell, and I've stopped at that
21	convenien	ce store and many others throughout the city.
22	Q.	Okay. When you stopped in, would you have
23	conversat	ions with him?
24	Α.	I assume I would as I paid for whatever I bought.
25	Q.	Does your husband know his wife?

I don't know. 1 Α. Have y'all ever been out socially or anything like 2 Q. that? 3 No, sir. 4 Α. How many times did you speak to Grady Lawson in 5 Q. the year 1999? 6 I couldn't answer that. I don't know. I don't 7 know that I spoke to him at all. 8 Can you recall any one occasion when you to spoke 9 Q. him? 10 No, sir. 11 Α. How many times did you talk to him in 2000? 12 Q. I can't tell you specifically. Probably not over 13 Α. 14 two. When was the first time? 15 Q. With regard to this particular situation? 16 Α. I want to know every conversation --17 Q. 18 Well, I may have --Α. 19 -- no matter what regard. 0. -- seen him on the street. I might have passed 20 Α. him in city hall. Specifically he came to my office I know 21 one time. But as far as where and the subject of the 22 conversations, other than saying "hello," I couldn't tell 23 24 you.

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25

Q.

Okay. So --

I don't see him very often. Α. 1 But you saw him at least twice, but you can't 2 Q. recall anything y'all talked about? 3 I didn't say that. Α. 4 Well, you did say two times. 5 Q. Yes, sir. Α. 6 Well, tell the jury everything you recall discussing with him. 8 Mr. Lawson came to my office and wanted to discuss 9 Α. the situation with Mr. Beeler. 10 When was this? 0. 11 I don't remember. Α. 12 Was it in January --13 Q. No, sir. 14 Α. -- of 2000? 0. 15 I don't -- No, as I've testified, I don't recall 16 being aware of the situation until after that time. 17 Was it in February of 2000? Q. 18 I don't know specifically. 19 Α. It could have been February? 20 Q. It could have been February or March. 21 Α. February or March. All right. And what did he 22 Q. say to you in that meeting? 23 Stated that he and Mr. Beeler had had a parting of 24 25 the ways.

1	Q. And
2	A. And I can't remember the exact text of the
3	conversation, but I referred him to city hall.
4	Q. Why did you do that?
5	A. Because he wanted to discuss a beer and alcohol
6	permit, and I said, "That's handled at city hall."
7	Q. Okay. So in February and/or March you were aware
8	from him directly that he was seeking a beer or alcohol
9	permit?
10	A. I was already aware. Mr. Beeler had already been
11	in.
12	Q. All right.
13	A. So I was aware of the situation between those two.
1 4	Q. And when, again, did Mr. Beeler come in?
15	A. Sometime around the same time period.
16	Q. Okay. How long did the conversation last with Mr.
17	Grady Lawson?
18	MS. MORALES: Asked and answered.
19	THE WITNESS: Very short. I don't even know
20	if I ever
21	Q. (MR. NACOL) Five minutes, 10 minutes?
22	A. I don't even know if I ever sat down when he
23	walked in the office. May have stayed five minutes.
24	Q. And you told him he needed to go see the city
25	council?

No, sir, the city secretary. 1 Α. Didn't you say city council earlier? 2 0. No, sir, I did not. I said city secretary. If I 3 Α. did say city council, I meant city secretary. Okay. Did you relate to him that based on your 5 0. theory of the law he had a lifetime exemption? 6 No, sir. 7 Α. Did you believe it at the time he came in that he 8 0. 9 had a lifetime exemption? 10 Α. No, sir. When was the second time he came to see you? 11 Q. Α. I don't remember the exact date or time. 12 13 Q. Where was it? I think I saw him at city hall, as I was coming 14 Α. in. 15 Well, what did he say? 16 Q. I don't remember what he said, but it was just a 17 Α. passing conversation. 18 You can't recall one word he said to you in that 19 Q. 20 meeting? MS. MORALES: Asked and answered. 21 THE WITNESS: No, sir, not really. Not with 22 23 any specificity. (MR. NACOL) Well, generally what did he discuss 24 Q. with you? 25

MS. MORALES: Asked and answered. 1 THE WITNESS: I think he discussed --2 said "hello" as I was passing, and I asked what he was 3 doing, and he said he was over checking on a permit. I 4 don't even know if it was the beer and wine permit. 5 (MR. NACOL) Do you recall a meeting with Mr. Ο. 6 Beeler at your office on March the .2nd of 2000? 7 No, sir. 8 Α. Would that be a date that would be within the area 9 0. that would you consider as to when you probably talked to 10 Mr. Beeler? 11 12 Α. Possibly. Did you indicate to him at that time any time 13 0. period within which the permit would probably be granted? 14 15 Α. No, sir. Did you say anything to him with regard to a time 16 line for the granting of a permit? 17 I don't think so. Α. 18 But you don't recall specifically, do you? 19 0. No, I don't think I would, because I wouldn't know 20 Α. that. 21 I'm not asking you what you're presuming you would 22 Q. do under the same or similar circumstances. I'm asking what 23 you have present knowledge of right now. Do you recall 24 right now from your current memory whether you did or did 25

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75244-7100

Dallas, Texas

1	not say anything with regard to when he would get his
2	permit?
3	A. I did not.
4	Q. Okay. Tell me everything you did say in that
5	conversation.
6	MS. MORALES: Objection, asked and answered.
7	THE WITNESS: I don't recall any specifics.
8	Q. (MR. NACOL) Then how can you recall that you
9	didn't say that?
10	A. Because I would not give anyone a time line,
11	because that is out of my control. That is handled at city
12	hall. I don't know what the backup is in Mr. Rounsavall's
13	office. I don't know what the state of his application was.
14	So I would not have given him any kind of a time frame.
15	Q. So did you tell him, "I can't give you a time
16	frame"?
17	A. I don't recall what I specifically said
18	Q. You don't recall
19	A to him.
20	Q what you said.
21	A. But I know I wouldn't give him a time frame,
22	because I wouldn't know that.
23	Q. You would know that you it would not be logical
24	to you today to make such a statement, correct?
25	A. I would not make such a statement as to a time

1	frame.
2	Q. But if you don't have a recollection of what you
3	said, how can you know whether you said it or not?
4	MS. MORALES: Objection, asked and answered.
5	THE WITNESS: I didn't give him a time frame,
6	Mr. Nacol.
7	Q. (MR. NACOL) Have you told the jury about every
8	conversation that you had, to your recollection, with Mr.
9	Beeler or Mr. Lawson?
10	A. Yes, sir.
11	Q. Did you have any conversations with Mr. Rodriguez?
12	A. I've never met Mr. Rodriguez.
13	Q. Who was your secretary in early 1998?
14	A. I'm not sure. I'm not sure if my current
15	secretary was there in '98 or not.
16	Q. On or about January the 4th of '98 who was your
17	secretary?
18	A. I'm not sure.
19	Q. Well, who are all the secretaries that were about
20	that time that you had?
21	A. I had a secretary named Denise Yeakley.
22	Q. Denise, D-e-n-i-s-e?
23	A. Yes, sir.
24	Q. Last name?
25	A. Yeakley, Y-e-a-k-l-e-y.

1	Q.	Okay.
2	Α.	I had a secretary named Lisa Hughes.
3	Q •	Okay.
4	Α.	I had a secretary named April Delacruz, and I'm
5	not sure	if she was there in April of '98.
6	Q.	Okay. Is it a fair statement one of these were
7	probably	the secretary in January of '98?
8	Α.	Probably, unless I've forgotten somebody.
9	Q.	Okay. How long did Denise Yeakley work for you?
10	Α.	About 12 years.
11	Q.	How long
12	Α.	I think it was about 12 years.
13	Q.	How long did Lisa Hughes work for you?
14	Α.	Lisa was there off and on probably for two to
15	three yea	rs. Probably two years.
16	Q.	And April Delacruz?
17	Α.	She's been there about a year, maybe a year and a
18	half. Ma	ybe not that long. As one came on when another one
19	left.	
20	Q.	Okay. Why did Denise quit?
21	Α.	Her husband got another job.
22	Q.	Where is she located now?
23	Α.	New Mexico.
24	Q.	Do you have her phone number?
25	Δ	No. sir

1	Q.	Do you have her address?
2	Α.	No, sir.
3	Q.	Okay. What about Did she leave She left
4	in '98?	
- 5	Α.	I don't know when she left. It may have been
6	before '9	8. I'm just not sure of the dates.
7	Q.	Did she go directly to New Mexico? .
8	Α.	Yes, sir.
9	Q.	How did you get her her W-2?
10	Α.	Her mother lives in Dallas, or used to live at
11	Dallas.	
12	Q.	What's her mother's name?
13	Α.	I don't know. I can provide that.
14	Q.	All right. If leave a blank in the deposition,
15	would you	fill that in?
16	Α.	Uh-huh. Her first name is Jerry.
17	Q.	Okay.
18	Α.	I just don't remember her last name.
19	Q.	Leave a blank in the deposition.
20	Α.	Juny tust
21	Q.	Do you have her phone number?
22	Α.	No, sir.
23	Q.	And why did Lisa Hughes leave?
24	Α.	Lisa
25		MS. MORALES: Objection. You can answer.
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75244-7100

Dallas, Texas

1			THE WITNESS: She got a job in Dallas.
2	Ç	Q.	(MR. NACOL) Is she in Dallas now?
3	i	Α.	Yes.
4	Ç	Ω.	Is that her name now? Is she married or anything?
5	ì	Α.	No, that's her name.
6	(Q.	Do you have her phone number?
7		Α.	I do.
8	I	Q.	What's her phone number?
9		Α.	I don't know.
10		Q.	If we leave a blank, will you put that number in
11	there	?	
12		Α.	Sure.
13		Q.	Okay. Leave a blank there.
14		Α.	972-932-7044
15		Q.	And April Delacruz?
16		Α.	She's there now.
17		Q.	She's your secretary now?
18		Α.	Uh-huh.
19		Q.	Okay.
20		Α.	Yes.
21		Q.	Well, you can just ask her if she was there during
22	that	time	period.
23		Α.	Yes, sir.
24		Q.	What's her phone number?
25		Α.	Just my office number.
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1	Q. Well, I can't call your office.
2	A. 972
3	Q. It violates the No, I can't call your office.
4	That's against the law.
5	A. I'll be happy to ask her if she were there, if you
6	want a specific date. I just don't remember if she was then
7	or not.
8	Q. Okay. Can you put in a blank for her home phone
9	number in there?
10	A. Okay.
11	Q. Okay. Put a blank there.
12	A. 972-551-0547
13	Q. Do you know whether or not Rounsavall ever
14	protested the Grady Lawson-Rodriguez application the way he
15	did Beeler's?
16	MS. MORALES: Objection, argumentative.
17	THE WITNESS: Restate your question.
18	MR. NACOL: How is that argumentative?
19	MS. MORALES: What do you mean "the way he
20	did" his?
21	MR. NACOL: The way he did it.
22	MS. MORALES: What did you mean "the way the
23	did it"?
24	Q. (MR. NACOL) With a letter. Did he ever send a
25	letter to anybody to protest to the TABC to protest Mr.

1	Rodriguez's application the way he did Mr. Beeler's?
2	MS. MORALES: Speculation.
3	THE WITNESS: I don't know.
4	Q. (MR. NACOL) Has he ever told you if he did or
5	not?
6	A. No, sir.
7	Q. Have you ever seen any document to that effect?
8	A. No, sir.
9	MR. NACOL: Thank you, ma'am.
10	THE WITNESS: Can we take a short break?
11	MS. MORALES: A bathroom break.
12	THE WITNESS: Yeah.
13	MR. NACOL: Sure. You bet.
14	(Recess from 10:38 to 10:45)
15	Q. (MR. NACOL) Okay. We're back on the record. Did
16	Mr. Rounsavall tell you anything that you haven't told me so
17	far in this deposition that he told either Mr. Grady or Mr.
18	Rodriguez or Mr. Beeler?
19	A. Mr. Lawson? You said "Mr. Grady."
20	Q. I mean Mr. Grady Lawson, Mr. Rodriguez and Mr.
21	Beeler.
22	A. Not that I can remember.
23	Q. Were any of these matters ever presented to the
24	city council?
25	MS. MORALES: Speculation.

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1	THE WITNESS: I don't think they were.
2	Q. (MR. NACOL) Are you at the city council meetings?
3	A. Yes.
4	Q. And you're there in person?
5	A. Yes, sir.
6	Q. So it wouldn't be speculation for you to know what
7	happened there if you're there, would it?
8	A. No.
9	Q. Okay. While you were there, were any of these
10	permit matters ever discussed or brought up or put on the
11	agenda?
12	A. No.
13	Q. Okay. Without having all the statutes here, can
14	you cite to me the grandfather clause of the City of
15	Terrell?
16	A. No, sir.
17	Q. There is not one, is there?
18	MS. MORALES: Objection, asked and answered.
19	THE WITNESS: I don't know that there's a
20	grandfather clause specifically for the City of Terrell.
21	Q. (MR. NACOL) Can you cite me to the code TABC
22	code that would have such a grandfathering effect?
23	A. I believe it was in one of the exhibits. 109.59.
24	Q. Exhibit 109 point
25	MS. MORALES: No, we're looking at 23.

1	MR. NACOL: Oh, okay.
2	THE WITNESS: Sorry, 23.
3	MR. NACOL: I started to say
4	THE WITNESS: We added a few when you weren't
5	looking.
6	Q. (MR. NACOL) Okay. And what page of the letter
7	A. The first page of the letter.
8	Q. Can you tell the jury how A possibly refers to a
9	new and original permit when it specifically states, "The
10	premises shall be deemed to satisfy distance requirements
11	for all subsequent renewals of the license or permit"?
12	MS. MORALES: Asked and answered.
13	THE WITNESS: Would you ask your question
14	again?
15	Q. (MR. NACOL) What is your legal basis for equating
16	renewals to an original, new permit?
17	MS. MORALES: Legal conclusion. I'll
18	instruct you not to answer to the extent it calls for any
19	work product.
20	MR. NACOL: What does that mean?
21	MS. MORALES: That means if you're asking for
22	her thought processes as to why she believes that, then I
23	think that's work product. Was something unclear about
24	MR. NACOL: What
25	MS. MORALES: what I said? What's your

1 | question, Mr. Nacol?

1.5

MR. NACOL: I'm asking her, she's in charge of the city to give opinions, and in her opinion how could she — how does she equate a renewal to a new permit.

THE WITNESS: I think the --

MS. MORALES: You can answer.

THE WITNESS: I think that the section 109.59 states that if the premises satisfies the requirements from the distance at the time the original permit is issued, then it's deemed to satisfy the distance requirements for all subsequent renewals of the license or permit.

Q. (MR. NACOL) And you knew -- you knew at the time you read this that Mr. Beeler was not a renewal, didn't you?

MS. MORALES: Objection, asked and answered.

THE WITNESS: I think at the time I read this, which would be sometime after March 14th, which is the date of the letter, I was aware that Mr. Beeler — that there was a problem with Mr. Beeler's application in the mind of John Rounsavall with regard to the location.

Q. (MR. NACOL) Okay. I'm not asking you to speculate on the mental processes of another. I'm asking you, with all the letters you'd received up to this date and all the conversations you had and the fact that you, quote, lived there all your life and used to frequent these locations — I'm asking you, you as a lawyer know the

1	difference between a renewal and an original application, do
2	you not?
3	A. Right.
4	MS. MORALES: Asked and answered.
5	THE WITNESS: Yes, sir.
6	Q. (MR. NACOL) Then how could you possibly have a
7	rational basis for denial of a permit when you know it's not
8	a renewal?
9	MS. MORALES: Objection, legal conclusion.
10	You can answer.
11	THE WITNESS: Section B on the top of the
12	next page states, "On the sale or transfer of the premises
13	or the business on the premises in which an original license
14	or permit is required, the premises shall be deemed to
15	satisfy any distance requirements as if the issuance of the
16	original, new permit were a renewal of the previously held
17	license or permit."
18	Q. (MR. NACOL) And that doesn't apply to either
19	Humberto Rodriguez or Mr. Beeler at 305, does it?
20	A. It doesn't apply to Mr. Beeler. And I believe
21	that this was You asked me with regard to 307, which was
22	Mr. Lawson's location, if I understood your question
23	correctly.
24	Q. But you understand you know as a lawyer who
25	does this for a living that Mr. Humberto Rodriguez is not

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1	Grady Lawson, is he?
2	MS. MORALES: Objection, asked and answered.
3	THE WITNESS: I don't know what the
4	relationship the business relationship between know Mr.
5	Lawson and Mr. Rodriguez was, whether they were going to be
6	landlord-tenant or whether it was an option to purchase or
7	whether it was a purchase.
8	Q. (MR. NACOL) They're not the same person, are
9	they?
10	A. No, sir.
11	Q. And the license is carried by the person, is it
12	not, not the location?
13	MS. MORALES: Legal conclusion. You can
14	answer.
15	THE WITNESS: The permit is granted to the
16	person.
17	Q. (MR. NACOL) Correct. All right. Please go to
18	Exhibit No. 6.
19	A. I'm there.
20	Q. When you received this letter from Michael
21	Wortham, did you read Rogers versus Texas Liquor Control
22	Board, 449 Southwest Second 292?
23	A. I presume I did.
24	Q. What does it say?
25	A. I don't remember specifically.

1	Q. How many hours did you spend analyzing Rodriguez
2	versus Texas Liquor Control Board?
3	A. I don't remember.
4	Q. Did you spend over five minutes on it?
5	A. I'm sure I read the case. I don't remember the
6	period of time, Mr. Nacol.
7	Q. What was your conclusion after reading it?
8	A. I don't recall. I don't have the case in front of
9	me.
10	Q. Did you ever call Mr. Wortham to give him your
11	opinion?
12	A. I called Mr. Wortham numerous times and Mr.
13	Wortham called me also.
1 4	Q. Did you return all of his calls?
15	A. As far as I know
16	MS. MORALES: Asked and answered.
17	THE WITNESS: As far as I know I did.
18	Q. (MR. NACOL) After reading Rogers versus Texas
19	Liquor Control Board, did you have an opinion as to whether
20	or not an athletic field is a public school?
21	MS. MORALES: Asked and answered.
22	THE WITNESS: I don't remember.
23	Q. (MR. NACOL) What was your conclusion to your
24	opinion to Mr. Rounsavall?
25	A. I believe my opinion to Mr. Rounsavall was stated

1	in my memorandum to him. I don't have the date of it, but
2	it's an exhibit.
3 ·	Q. All right. Point it out to me.
4	A. Excuse me?
5	Q. Point it out to me.
6	A. I believe it was in a copy of a letter to Mike
7	Worth dated March 17th of 2000.
8	Q. What exhibit are you looking at?
9	MS. MORALES: We're looking at 8.
10	THE WITNESS: 8.
11	Q. (MR. NACOL) So it was your opinion after reading
1 2	Rogers versus Texas Liquor Control Board that an athletic
13	field is a public school?
14	MS. MORALES: Asked and answered.
15	THE WITNESS: No, sir.
16	Q. (MR. NACOL) Well, I'm not asking you about other
17	schools or the Easter Bunny or anything else. I'm asking
18	about this request, the original statement that it was near
19	an athletic field. What was your conclusion with regard to
20	the athletic field? Is it a public school?
21	MS. MORALES: Asked and answered.
22	THE WITNESS: I don't recall my specific
23	opinion with regard to the athletic field.
24	Q. (MR. NACOL) So you don't have an opinion as
25	you sit here today you don't have an opinion?

- A. I remember we researched it and I remember I had numerous conversations with Mr. Wortham.
 - Q. Well, you dropped the demand, didn't you?

 MS. MORALES: Asked and answered.
- Q. (MR. NACOL) After this letter you dropped the claim that an athletic field is a public school, didn't you?
- A. I don't recall -- I don't recall if and when I put forth that opinion. This says -- this is just information from Mr. Wortham.
- Q. So it's your position here today that you never had a position that Ordinance No. 1939 of the City of Terrell required that no permits be issued within 1000 feet of an athletic field or a day care center? That's your position here today?

MS. MORALES: Objection, asked and answered.

THE WITNESS: I don't -- Would you repeat

your question? I don't understand what you're asking.

- Q. (MR. NACOL) Well, it is our understanding that you had clearly taken the position that you couldn't sell alcoholic beverages within 1000 feet of an athletic field and a day care facility. That's why he's sending you the case to show you the law. Are you stating now that you never took that position to begin with?
- A. We looked at the ordinance, and we looked at the Texas Alcohol Beverage Code, and we discussed lots of

1	different things that might apply to these different
2	locations.
3	Q. Objection, nonresponsive. Did you or did you not
4	take the position that an athletic field and a day care
5	facility violates 1939?
6	A. It was probably one of the things that we
7	discussed.
8	Q. And you took that position originally with Mr.
9	Beeler, didn't you?
10	MS. MORALES: Objection, asked and answered.
11	THE WITNESS: I don't recall.
12	Q. (MR. NACOL) Who is "we"? Who is "we discussed"?
13	A. Probably Mr. Wortham and I.
1 4	Q. Mr. Wortham didn't take the position that it
15	violated an athletic field and a day care facility, did he?
16	A. No, sir.
17	Q. When you said, "we reviewed this, we discussed it
18	and we"
19	A. No, I said, "we discussed it," meaning Mr. Wortham
20	and I.
21	Q. Okay. Why were you even
22	A. He is the "we."
23	Q. Okay. Why, if we're trying to get a permit, would
24	Mr. Wortham even be talking about it unless you said it
25	applied?

1	MS. MORALES: Objection, speculation.
2	THE WITNESS: I don't know.
3	Q. (MR. NACOL) Did you ever after this March 30th,
4	2000 letter, receipt of it, change your opinion with regard
5	to an athletic field or day care facility being violative of
6	1939?
7	A. Repeat your question.
8	Q. Did you ever after receipt of this letter continue
9	to take the position that 1000 feet of an athletic field or
10	day center is violative of Ordinance 1939?
11	MS. MORALES: Asked and answered.
12	THE WITNESS: I can't say with certainty,
13	because I don't know that I ever took that position.
14	Q. (MR. NACOL) So Mike's writing this letter to you
15	just to have an intellectual conversation?
16	A. I don't know. I know that we discussed Ordinance
17	1939. He asked for copies of all our city ordinances. I
18	furnished them to him, and then we had numerous discussions
19	with regard to the alcoholic beverage code, the city
20	ordinances, any number of things that possibly could apply
21	to this location.
22	Q. Okay. How did you reach the second opinion,
23	Exhibit 8, that now the ordinance is violated because
24	Terrell Christian Academy is within 1000 feet of it?
25	MS. MORALES: Objection, assumes facts not in
	·

1	evidence.
2	THE WITNESS: I presume that it's because
3	I don't know that it was my second opinion first
4	Q. (MR. NACOL) Okay.
5	A in answer to your question. But in
,6	interpreting our city ordinances.
7	Q. You don't know if it was your interpretation or
8	not?
9	A. No, that's not what I said. You said how did I
10	reach my second opinion. And I take issue with that. I
11	don't know that it was my second opinion. You're
12	characterizing that as my second opinion.
13	Q. Whatever opinion, why did you take the opinion
14	that it was violative of the ordinance?
15	A. Because that's what our city ordinances state.
16	Q. Okay. And did Mike Wortham respond to that the
17	same day?
18	A. Yes. By letter.
19	Q. Okay. Did you read that letter?
20	A. Yes, sir.
21	Q. Did that letter clear up your second did it
22	clear up your opinion with regard to private schools being
23	within 1000 feet?
24	A. Mr. Wortham had already filed a lawsuit two days
25	prior to this that was pending in district court in Kaufmar

County with regard to this issue. He'd filed a suit for declaratory judgment and injunction. And we had already sent that lawsuit to Texas Municipal League. I don't recall if I even answered this letter, based on the litigation.

- Q. In point of fact, Mr. Wortham also said that my client would prefer to resolve this matter short of litigation, but the issues need to be addressed promptly, did he not?
 - A. Which paragraph are you referring to?
 - Q. Next-to-the-last on the second page.
- A. It says he would like to resolve this short of litigation, but he'd already had a hearing set for a temporary restraining order on March 29th.
- Q. Did you ever call him back to discuss the logic and the cases in this letter to establish the lack of legal basis for your position?
 - A. I don't remember if I did or not.
- Q. And you knew as early as early March that this man had bought a brand-new business and was suffering damages if he didn't have his license. You knew that, didn't you?

MS. MORALES: Objection, argumentative.

THE WITNESS: I knew that he had told me or told someone with the city -- I can't remember if it was me specifically, but I had information that --

Q. (MR. NACOL) Well, it was you. Look at Exhibit 6.

1	MS. MORALES: Can she finish her answer?
2	THE WITNESS: May I finish?
3	Q. (MR. NACOL) All right. Go ahead.
4	A. He told someone I don't remember if it was me
5	that he had purchased the building, but I don't remember if
6	I'd seen any copy of any contract or deed or anything
7	Q. Okay. Aside from
8	A at that time.
9	Q. Aside from this collateral information you had to
10	that effect, on March the 3rd of 2000, you did not know
11	that, quote, Mr. Beeler desires to open his store for
12	business Tuesday, March the 7th and needs a permit to sell
13	alcoholic beverage at that time?
14	MS. MORALES: You're on six?
15	MR. NACOL: Six, the last paragraph.
16	THE WITNESS: Yes, I got a copy of the letter
17	March 3rd.
18	Q. (MR. NACOL) So you had it in writing and you had
19	it from collateral sources, correct?
20	A. No, I don't know that I had information that he
21	had purchased the business on March the 7th. I don't
22	remember when I got that information.
23	Q. Well, you had some information that he couldn't
24	sell his alcoholic beverages without the permit. You had
25	that, didn't you?
	· · · · · · · · · · · · · · · · · · ·

1	THE WITNESS: Oh, I'm sorry. I didn't know
2	you were waiting on my answer.
3	Q. (MR. NACOL) Yeah.
4	A. I'm sorry. Would you restate your question?
5	Q. I'll go to the next question. This was on March
6	the 17th of 2000 that you got this letter asking you to
7	please review this law, look at it, and that he'd be willing
8	to resolve the issue, correct?
9	MS. MORALES: Objection, best evidence.
10	THE WITNESS: He said that he would prefer to
11	resolve the matter short of litigation, but is requesting
12	that I enter into the city enter into certain
13	stipulations to avoid having to subpoena Tim Maloney for the
14	hearing.
15	Q. (MR. NACOL) All right. It says "but" I don't
16	think you read that correctly "matter short of
17	litigation," comma, "but issues need to be addressed
18	promptly"
19	A. Correct.
20	Q correct? Did you promptly address these
21	issues?
22	MS. MORALES: Objection, best evidence.
23	THE WITNESS: Again, the lawsuit was filed,
24	the hearing was set for March the 29th at 9:00 o'clock, we
25	had sent this on to our insurer for coverage, and at that

1	the athletic field and day care centers and all that stuff,
2	besides a Christian private school, this is a residence"
3	A. No, sir.
4	Q protesting You never did that?
5	A. No, and I don't think that's what it says.
6	Q. But there was no doubt in your mind on the 25th
7	on the 17th of March and on the 21st of Martha that 305
8	Ninth Street is not in a residential area, is it? It is
9	zoned retail and you knew it, didn't you?
10	A. It's in a residential area, but it's
11	Q. It is zoned retail.
12	A zoned retail.
13	Q. And I'm not going to belabor all this, but in the
14	last deposition all you've got to do is go down to the city
15	to figure all that out?
16	A. Correct.
17	Q. It doesn't take lawyers
18	A. And we talked about that last time.
19	Q. It doesn't take lawyers, doesn't take any thought
20	process. You just go look it up and see it, right?
21	A. You can get the information from the city.
22	Q. And since the city attorney city secretary is
23	in charge of all the records, he wouldn't have any problem
24	getting that information, would he?
25	MS. MORALES: Argumentative, objection.

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1	THE WITNESS: I presume that they were
2	attached.
3	Q. (MR. NACOL) And you had a December 31st, 1999
4	financial statement of Handy Mart, did you not, that gives
5	all their expenses and net profit and loss and all the
6	issues, correct?
7	MS. MORALES: Best evidence.
8	THE WITNESS: If it was attached.
9	Q. (MR. NACOL) Are telling the court you never
10	received this attachment?
11	A. No, sir. I'm saying that if it was attached, then
12	I got it.
13	Q. Okay. I got this out of your file.
14	A. Then I assume it was there.
15	MS. MORALES: Well
16	Q. (MR. NACOL) Okay. And if it was there, you read
17	it, didn't you?
18	MS. MORALES: I'm going to object that it
19	mischaracterizes the evidence and assumes facts not in
20	evidence. I think this is one of your documents. I don't
21	know. JB. We're looking at
22	MR. NACOL: This is your exhibits. These are
23	your exhibits.
24	MS. MORALES: These have your Bates stamp
25	numbers, Mr. Nacol, JB. I didn't put JB on mine. Mine just

1	nave numbers.
2	Q. (MR. NACOL) Okay. Are you telling the federal
3	judge that this via telefax never happened and you never got
4	this letter and these attachments? Yes or no?
5	MS. MORALES: Tell us what you're looking at.
6	THE WITNESS: I don't know what you're
7	looking at.
8	Q. (MR. NACOL) Exhibit No. 11, the letter with the
9	attachments, or enclosures as it referred to in the letter.
10	A. And you're saying I got that by fax?
11	Q. By fax and by mail, and by the way, so did Mr.
12	Rounsavall. It's in his exhibits.
13	A. It says
14	MS. MORALES: And let me just for record say,
15	we're not disputing that. My problem was that you're saying
16	that document came from our file, and it's your file. I
17	just wanted that cleared up. So you can go ahead and
18	answer.
19	THE WITNESS: It say "via telefax"
20	MR. NACOL: Wait, stop. I sent a duces
21	tecum. You produced this document.
22	MS. MORALES: You produced these. These are
23	from your these are from your No, we didn't produce
24	these to you. You gave these to me in initial disclosures.
25	I'll show you. I have your

MS. MORALES: And you brought those along, 2 and then whatever has written numbers, that's what I gave 3 you without the JB --4 MR. NACOL: Okay. 5 MS. MORALES: -- on the stuff that I gave 6 7 you. (MR. NACOL) Did you send this letter to Mr. 8 Rounsavall, the copy that you got of it? 9 I don't recall specifically if I did or not. 10 Α. Okay. But you're not denying you got this letter, 11 Q. That you had conversations with Mr. Wortham 12 are you? following this letter about this letter? 13 I can't say specifically that I had conversations 14 with Mr. Wortham about this particular letter. I had 15 conversations with Mr. Wortham, yes. And I presume that the 16 letter says what it says. It says "via telefax." Well, I'm 17 not disputing that I got it, but if you ask if I got this 18 particular letter with these particular attachments and I 19 talked to Mr. Wortham about this particular letter, I can't 20 say that with 100 percent certainty. 21 Okay. Do you have a recollection as we sit here 22 Q. whether you read this letter and analyzed these financials 23 on or about March the 21st of 2000? 24 MS. MORALES: This is your file. Yeah, let 25

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MR. NACOL: Well, then --

1

1	me just Okay. Here we go.
2	THE WITNESS: What's the number of your
3	exhibit again?
4	MS. MORALES: Well, you might read the Bates
5	stamp for the record.
6	THE WITNESS: Mark, what's the number of your
7	exhibit again?
8	MR. NACOL: 11.
9	THE WITNESS: 11. Is that it?
10	MS. MORALES: Those are our originals, yes.
11	THE WITNESS: Okay. Yes.
12	Q. (MR. NACOL) All right. Thank you. Did you call
13	Mr. Wortham immediately knowing that this business was
14	trying to start up and explain and tell him, "Well,
15	regardless of whether any of this law actually applies,
16	there's obviously an exemption. You're exempted. We're
17	going to grant the permit"?
18	A. Did I call Mr. Wortham and make that specific
19	Q. Yeah.
20	A statement? I don't remember.
21	Q. Why?
22	A. Why do I not remember?
23	Q. No. You don't recall whether you did or not?
24	A. No, I don't.
25	Q. Okay. Did you tell Mr. Rounsavall that?

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1 matter. THE WITNESS: Then I can't answer that. 2 were represented by another attorney at that time. 3 (MR. NACOL) Okay. Forget the attorney. 0. 4 So I don't know. 5 Why didn't you -- why didn't you call Mr. Wortham 6 Q. instantly or call Mr. Rounsavall and say, "Look, we're 7 hurting this man. This is hurting this man. We want to 8 settle" -- "We're wrong. Give him his permit"? 9 MS. MORALES: Objection, asked and answered. 10 THE WITNESS: As I stated, Mr. Nacol, we were 11 in litigation. Your client already filed suit against the 12 city, and this matter was referred to the attorney 13 representing the city. 14 (MR. NACOL) But you knew that when you got this 15 0. letter your position was wrong, didn't you? 16 No, sir. Α. 17 Okay. Tell the jury right now what was right 18 Q. about your position on March the 21st of 2000. 19 MS. MORALES: Asked and answered, and same 20 21 instruction. THE WITNESS: As I said, I referred this over 22 to the attorney representing the city at that point. 2.3 (MR. NACOL) Okay. I don't want to know about 24 Ο. referrals. In your mind what possible defense is there to 25

1		this lawsuit at this time?
2		MS. MORALES: Legal conclusion.
3		THE WITNESS: Mr. Nacol, my opinion was that
4		the location was in violation of the ordinance.
5		Q. (MR. NACOL) On March the 21st?
6		A. Yes, sir, the ordinance
7		Q. Did you think these
8		A 1939 was still on the books and
9		Q. Well, did you think that
10		A still stands.
11		Q these numbers were fraudulent?
12		A. No, I didn't think they are fraudulent. I didn't -
13		Q. Well, if they're not fraudulent
14		A know if they were correct or not correct. As I
15	· ·	said, I referred them over the attorney, and I assume he had
16		conversations with Mr. Wortham.
17		Q. Please go to the next exhibit, No. 12. Now, this
18		is two days after March the 21st, correct?
19		A. Yes.
20		Q. And it's via telefax, too, correct?
21		A. Yes, it says the same thing.
22		Q. And the sentence says, "Thank you for sending me
23		the latest ordinance on the city in relying on the protest
24		of the application of Mr. Beeler's off-premise permit at 305
25		Ninth Street, Terrell Texas," correct?

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1	THE WITNESS: Why what happened? I don't
2	understand your question.
3	Q. (MR. NACOL) That request was sent.
4	A. The open records request?
5	Q. Yeah.
6	A. No, I don't know.
7	Q. You don't have any idea?
8	A. You'd have to ask Mr. Wortham, I presume.
9	Q. Well, did Mr. Wortham ask you? Did you not confer
10	with him with regard to that you thought this was a
11	residence?
12	A. Not that I recall.
13	Q. Did Mr. Rounsavall ever discuss with you before
14	sending the affidavit in protest the propriety of claiming
15	that this was a residence?
16	MS. MORALES: Asked and answered.
17	THE WITNESS: I don't know that the position
18	was ever taken that it was a residence, Mr. Nacol.
19	MR. NACOL: Have you ever looked at the
20	affidavit that was on file here for the protest?
21	MS. MORALES: What exhibit are you looking
22	at?
23	MR. NACOL: Okay. Look at Exhibit B to his
24	deposition, Mr. Rounsavall. Read to the jury the third
25	paragraph. Please read to the jury the third paragraph.

1 MS. MORALES: Best evidence. "The application for the 2 THE WITNESS: 3 business came in as a change of address. I was not told it was a change in the physical location of the business. 4 was approved in error upon learning of the location change a 5 6 protest" -- "and upon learning of the location change, a 7 protest was filed." 8 Q. (MR. NACOL) Okay. Maybe I was wrong here. 9 Forget the original. I want you to read --10 The second paragraph --Α. 11 -- one, two, three. 0. 12 No. One, two, three. The second paragraph? Α. Yes, ma'am. 13 Q. 14 Okay. Α. 15 Q. Second paragraph. 16 "The application of Handy Mart" -- "for Handy Mart 17 No. 1 submitted by Jon Beeler does not comply with the 18 ordinances of the City of Terrell regarding the sale of 19 alcoholic beverages in residential areas." 20 Q. Did you ever tell Mr. Rounsavall to file a protest 21 based on the fact that this in a residence? 22 Α. No, sir. It didn't comply -- it didn't appear to 23 comply with the ordinances of the City of Terrell. 24 That's right. That's the subject, but there's a Q. 25 predicate to every sentence. Regarding the sale of CREWS CERTIFIED REPORTING - 972/317-9911

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75244-7100

Dallas, Texas

1	alcoholic beverages in residential areas, that's very
2	specific, isn't it?
3	MS. MORALES: Objection, best evidence.
4	THE WITNESS: No, sir.
5	MS. MORALES: Argumentative.
6	THE WITNESS: I disagree with you.
7	MS. MORALES: Asked and answered.
`8	Q. (MR. NACOL) Okay. You never called Mr.
9	Rounsavall and gave him a legal opinion or in any way told
10	him, "Protest this license because it may be in a
11	residence"?
12	A. No.
13	Q. And to do so would have been capricious, wouldn't
14	it?
15	A. That was a store.
16	MS. MORALES: Objection, legal conclusion.
17	THE WITNESS: A convenience store.
18	Q. (MR. NACOL) And you knew it wasn't in a
19	residential area, didn't you?
20	A. It was not in a residence, no.
21	Q. Do you have any idea why he would block this
22	application on such a specious argument?
23	MS. MORALES: Objection. Argumentative,
24	speculation.
25	THE WITNESS: I don't know.

1	mandamus, wasn't it?
2	A. It was a writ of mandamus.
3	Q. To get you to
4	A. No, the first one was a suit for declaratory
5	judgment and injunction, which was filed on March 15th.
6	Q. All right.
7	A. And then it was dismissed in April. And the
8	second suit was a writ of mandamus
9	Q. Why did the judge say the case was moot at the
10	hearing?
11	A. I don't know.
12	Q. Was it because you changed your position?
13	A. No, sir.
14	Q. You didn't change your position
15	A. You'd have to ask Mr. Wortham
16	Q at the time when you
17	A that. He's the one that agreed to the
18	voluntary dismissal.
19	Q. I'm asking you as city attorney if the city
20	changed its position at that hearing.
21	MS. MORALES: Asked and answered.
22	THE WITNESS: I don't believe we did. We
23	were represented by Mr. Marshall.
24	Q. (MR. NACOL) Have you even read the pleadings?
25	A. Yes, sir, I've read the pleadings.
	·

1	Q. If You're a lawyer, aren't you?
2	A. I think you've asked me that several times.
3	Q. And as a lawyer you know that if there is an
4	actual case and damages are churning it behooves you to
5	protect your client by mitigating those damages, does it
6	not?
7	A. Yes, sir.
8	Q. Well, can you tell the jury why you didn't call
9	Mr. Rounsavall on the 21st or 22nd or 23rd or a week after
10	March the 21st or anytime before July the 27th and say, "We
11	don't have a case. We've got to grant this permit and we're
12	depriving this man of his ability to make a living "?
13	MS. MORALES: Objection, argumentative.
14	Q. (MR. NACOL) Why didn't you do that?
15	A. Why didn't I do what?
16	Q. Why didn't you do that? Why didn't you call Mr.
17	Rounsavall and explain to him as the lawyer for the city
18	that we are wrong?
19	A. I was not the lawyer for
20	MS. MORALES: Objection, mischaracterizes the
21	testimony.
22	THE WITNESS: I was not the lawyer for the
23	city at that time. The city was being represented by Mr.
24	Marshall.
25	O (MR NACOL) You were not the lawyer

1	A. I was not the
2	Q in charge of the litigation?
3	A. Correct.
4	Q. But you're still the city attorney?
5	A. That's correct.
6	Q. And you are today, aren't you?
7	A. Yes.
8	Q. You're concerned, no matter what lawsuit is going
9	on, that the city is being damaged, aren't you?
10	A. Absolutely.
11	Q. Then why didn't you call him and tell him, "Not
12	only are you subjecting the city to liability, but we're
13	hurting this man, our citizen who pays ad valorem taxes,"
14	alerting him?
15	MS. MORALES: Objection.
16	MR. NACOL: Why didn't you do that?
17	MS. MORALES: Argumentative.
18	THE WITNESS: Again, Mr. Nacol, we were
19	involved in litigation and the lead counsel was Mr.
20	Marshall, and any decisions that were being made in
21	discussions between Mr. Marshall and Mr. Wortham were
22	ongoing.
23	Q. (MR. NACOL) Did Mr. Rounsavall ever tell you why
24	he waited from March the 21st until July the 27th to
25	withdraw that application?

- A. No, sir.
- Q. Did you discuss Mr. Beeler's application with anyone, any other city official, that you haven't told me about here today?
 - A. Not that I remember.
- Q. You can't remember specific conversation with any person in the entire City of Terrell, Texas, that you haven't told me about today?
 - A. Not that I recall.
- Q. I notice in your file you had letters that Mike sent you, memos from Rounsavall, miscellaneous items with the TABC, et cetera. I didn't see any notes, briefing, memorandums legal memorandums. Did you do any work on this case?
 - A. Yes, sir, I did.
 - O. Did you do any of it in writing?
 - A. Everything that I did on this case was in my file.
 - Q. So you didn't look up one case?
- A. No, sir, I didn't say that. I said any written memorandum or any written research would be in my file.
- Q. How many cases did you look up without writing down a note about them?
- A. I read the cases that Mr. Wortham referred me to.

 I did some independent research. I can't state with

 specificity how many cases and which ones. I reviewed the

1	city ordinances, as I've testified. I had numerous
2	conversations with Mr. Wortham, with our counsel, and also
3	with the TABC.
4	Q. You don't have one note in your file, do you?
5	A. I don't say I don't know. Whatever is there
6	is there.
7	Q. Well, you produced it.
8	A. Yes, sir.
9	Q. And there's nothing in it. Show me any notes
10	MS. MORALES: We produced what's responsive,
11	just so you're clear. We produced what's responsive to you
12	request, so
13	MR. NACOL: Well
14	MS. MORALES: if you asked for it, we went
15	through the file and produced it.
16	Q. (MR. NACOL) Is there any Do you have any note:
17	on this case that you have not produced?
18	A. Not that I'm aware of.
19	Q. Do you have any cases that have been Xeroxed or
20	e-mailed down or copied in your file that have not been
21	produced in this case?
22	A. Not that I am aware of.
23	Q. Do you have any chronology or time line or event
24	analysis reduced to writing that you have not produced in
25	this case?

1	A. Not that I'm aware of.
2	Q. Is there any e-mails any of the documents I
3	referred to in the last four questions on your computer that
4	you that exist today?
5	A. No, sir.
6	MS. MORALES: And I'd like the record to be
7	clear that if such documents do exist, certainly a
8	chronology, anything that would be work product, we've made
9	proper objections for that.
10	MR. NACOL: Work product?
11	MS. MORALES: You're asking her for
12	MR. NACOL: Before the suit was filed it
13	MS. MORALES: Before the suit was filed.
14	You're asking her what's in her whole file.
15	MR. NACOL: That's right.
16	MS. MORALES: Okay. So there could be notes
17	and processes and time lines or whatever.
18	MR. NACOL: Your lawyer now is testifying,
19	but you
20	MS. MORALES: I'm not testifying. I'm making
21	an objection. I'm making
22	MR. NACOL: I'm interested in
23	MS. MORALES: it clear for our objection.
24	Q. (MR. NACOL) I'm asking you, you have testified
25	you have no such notes, you have no chronology, no time

1	lines, you have no e-mails, you have no computer data on
2	disk. You have nothing that you haven't produced; is that
-3	correct?
4	A. Without going back to my file, I can't tell you
5	with certainty, but I've produced everything that you've
6	asked for.
7	Q. Okay. Have you withheld anything other than those
8	letters to your lawyers and stuff that's on your log?
9	A. Not that I'm aware of.
10	Q. Then there can't be anything else, can there?
11	A. I don't know.
12	Q. Do you have a photographic memory?
13	A. No, sir.
14	Q. Well, how can you recall all these issues on a
15	case like this without writing down one word in your file?
16	A. I don't understand what you're asking me, Mr.
17	Nacol.
18	Q. You have six letters here itemizing these laws and
19	cases. How can you rationally represent the city and do
20	what you're supposed to do without taking a note?
21	MS. MORALES: Legal conclusion,
22	argumentative.
23	THE WITNESS: I didn't say that I could do it
24	without taking a note.
25	Q. (MR. NACOL) Then you didn't do it? You didn't

1	A. I don't know.
2	Q. Within an hour?
3	A. No, probably not.
4	Q. Within a day?
5	A. Probably within a day. I do my best to get them
6	returned within a day.
7	MR. NACOL: Pass the witness.
8	(Time: 11:32)
9	FURTHER EXAMINATION
10	QUESTIONS BY MS. MORALES:
11	Q. I have a couple of follow-up questions just to
12	make sure I'm understanding correctly. Did Mr. Wortham
13	contact you after counsel outside counsel had been hired
14	on this case, to your recollection?
15	A. Yes.
16	Q. You testified that you had entered the store that
17	Mr. Lawson had owned, I believe you said, as you grew up in
18	Terrell. I don't know. But, nevertheless, did you frequent
19	Mr. Grady's store any more than any other stores that you
20	would go to in Terrell?
21	MR. NACOL: Objection, leading.
22	THE WITNESS: I probably have not been in
23	that store on Ninth Street in probably 15 years.
24	MR. NACOL: Objection, nonresponsive.
25	THE WITNESS: In the last 15 years.

1	MR. NACOL: Objection, nonresponsive.				
2	Q. (MS. MORALES) Okay. Approximately how many				
3	times, if you can recall, did you go into Mr. Lawson's				
4	store?				
5	A. Previously?				
6	Q. Right.				
7	A. Maybe once a month, once every six weeks. But, as				
8	I said, that's been over 15 years ago.				
9	MR. NACOL: Objection, nonresponsive.				
10	Q. (MS. MORALES) When was the last time you went				
11	into Mr. Lawson's store				
12	A. I can't even remember the last time.				
13	Q. Do you have any personal vendetta against Mr.				
14	Lawson?				
15	MR. NACOL: Objection, leading.				
16	THE WITNESS: Against Mr. Lawson, no.				
17	Q. (MS. MORALES) Do you have any personal vendetta				
18	against Mr. Lawson?				
19	MR. NACOL: Objection leading.				
20	THE WITNESS: No.				
21	Q. (MS. MORALES) Do you have any personal vendetta				
22	against Mr. Beeler?				
23	MR. NACOL: Objection, leading.				
24	THE WITNESS: No.				
25	Q. (MS. MORALES) Do you have any ill feelings				
	CREWS CERTIFIED REPORTING - 972/317-9911 3767 Forest Lane, Suite 124, #1110				

Dallas, Texas 75244-7100

1	toward Mr. Lawson?
2	MR. NACOL: Objection, leading.
3	THE WITNESS: No.
4	Q. (MS. MORALES) Do you have any ill feelings toward
5	Mr. Beeler?
6	A. No.
7	MR. NACOL: Objection, leading.
8	MS. MORALES: How is that leading?
9	MR. NACOL: Because it's a leading question.
10	This is your direct testimony. You can ask her how does she
11	feel about someone. You can ask about facts, but you can't
12	ask conclusions in a leading fashion.
13	MS. MORALES: I'm not asking her to agree
1 4	with my statement. I'm asking her whether she has a
15	personal vendetta.
16	MR. NACOL: The judge can rule on the
17	objection.
18	Q. (MS. MORALES) Okay. How do feel about Mr.
19	Lawson?
20	A. I don't feel anything one way or the other. I
21	just know who he is.
22	Q. How do you feel about Mr. Beeler?
23	A. The same. I just know who he is. I wasn't even
24	aware that he was operating the store on Ninth Street for
25	Mister had rented from Mr. Lawson. That's how long it's

been since I've been in there.
MR. NACOL: Objection, nonresponsive to the
question asked.
Q. (MS. MORALES) Do you know why Mr. Wortham was
contacting you instead of Mr. Marshall after Mr. Marshall
had been hired?
A. No, I do not.
Q. Do you know whether or not Mr. Marshall Strike
that. And to your recollection the case by Mr. Beeler, the
first case, was filed on March 15th, 2000?
A. Yes.
MR. NACOL: Objection, leading.
Q. (MS. MORALES) And do you recall when you hired
Mr. Marshall the city hired Mr. Marshall?
A. When we received notice of the lawsuit.
Q. When you received letters after Mr. Marshall was
hired, did you give those letters to Mr. Marshall?
A. Yes.
MS. MORALES: Okay. We'll reserve the
Wait one second. We'll reserve the rest for trial.
MR. NACOL: Thank you, ma'am, very much.
THE WITNESS: You're welcome.
(Deposition concluded at 11:36 a.m.)

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1	THE STATE OF TEXAS)
2	Before me <u>Jennifer Gowin</u> , on this day personally
3	appeared MARY GAYLE RAMSEY, known to me (or proved to me on
4	the oath of or through
5	(description of identity card or other document) to be the
6	person whose name is subscribed to the foregoing instrument
7	and acknowledged to me that he executed the same for the
8	purposes and consideration therein expressed.
9	Given under my hand and seal of office this
10	day of November, A.D., 2001.
11	
12	Channiton Harrin
13	Notary Public in and for the State of Texas
14	CANALLY CONTRACTOR OF THE PARTY
15	OFFICIAL SEAL conniter Gowin State of Texas
16	May 21, 2005
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IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF TEXAS DALLAS DIVISION

JON BEELER,) (
) (
Plaintiff,) (·
VS.) (CIVIL ACTION
) (NO. 3:00CV2441-M
JOHN ROUNSAVALL, ET AL	•) (
) (
Defendants.) (

DEPOSITION OFFICER'S CERTIFICATE PURSUANT TO RULE 30(f), FRCP

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I, SUSAN M. OWEN, a Certified Shorthand Reporter in and for the State of Texas, do hereby certify that there came before me on the 2nd day of October, A.D. 2001, at 9:35 a.m., at the offices of Nacol, Wortham & Associates, 990 S. Sherman Street, Richardson, Texas, following named person, to-wit: MARY GAYLE RAMSEY, who was by me duly sworn to testify to the truth and nothing but the truth of her knowledge touching and concerning the matters in controversy in this cause; that she was thereupon carefully examined upon her oath and her examination reduced to typewriting with the Computer-Assisted Transcription; and that the aid of deposition is a true record of the testimony given by the witness; that it was requested that the witness review the transcript; and that the transcript was submitted on ()()()(), 2001, to the attorney for the witness for his review, and changes, if any, in form or substance made

by the deponent during the 30-day period allowed are 1 appended hereto. 2 I further certify that I am neither attorney nor counsel 3 for, nor related to or employed by any of the parties to the 4 action in which this deposition is taken, and further that I 5 am not a relative or employee of any attorney or counsel 6 employed by the parties hereto or financially interested in 7 the action. 8 IN WITNESS WHEREOF I have hereunto set my hand on this 9 the 17th day of October, A.D. 2001. 10 11 12 13 OWEN, Certified Short hand Reporter in and for the 14 State of Texas. Certificate No. 2013 15 Certificate expires 12/31/02 3767 Forest Lane 16 Suite 124, #1110 Dallas, Texas 75244-7100 17 972/317-9911 18 19 20 21 22 23 24 SMO2095CAT4.0.0 25