

ACCEPTED
01-23-00618-CV
01-23-00618-CV
FIRST COURT OF APPEALS
HOUSTON, TEXAS
6/24/2025 6:15 PM
DEBORAH M. YOUNG
Jeremy Gastback OF THE COURT
jgaston@hcgllp.com
713-530-0134

June 24, 2025

By E-Filing/E-Service

Deborah M. Young, Clerk of Court First Court of Appeals 301 Fannin Street, Room 208 Houston, Texas 77002

Re: Case No. 01-23-00618-CV (*Great Value Storage*, *LLC and World Class Capital Group*, *LLC v. Princeton Capital Corporation*); in the First Court of Appeals, Houston, Texas.

Intervenor Appellants' Sur-Reply to Receiver's June 16, 2025, Reply Brief

To the Honorable Court:

The Intervenor Appellants respond as follows to a new argument made in the Receiver's post-argument reply brief (dated June 16, 2025).

Specifically, the Receiver contends (at page 2) that no damages judgment can be awarded against him based on Rule 301 of the Texas Rules of Civil Procedure (which generally permits only one final judgment per case), given that the trial court's original judgment in this matter has become final.¹

But a trial court's jurisdiction over its appointed receiver is independent of—and continues beyond—its jurisdiction over the judgment,² and a trial court can issue orders within the scope of its receivership jurisdiction having "the same force and effect as any other final adjudication of a court." Whether such orders are viewed as "additional

¹ The Receiver relatedly suggests (at page 1) that the Intervenor Appellants only ever sought non-monetary relief against him and so the possibility of monetary relief is a "new" and "not plead[ed]" position. But as previously explained, the prayers for relief in their pleas in intervention were broad enough to encompass both monetary and non-monetary remedies. Brief of Intervenor Appellants (Corrected) (05/17/24) at 50 & n.163, 55.

² Hill v. Hill, 460 S.W.3d 751, 763-64 (Tex. App.—Dallas 2015, pet. denied) (collecting cases).

³ Huston v. F.D.I.C., 800 S.W.2d 845, 847 (Tex. 1990). Huston involved a pre-judgment liquidation receiver rather than a post-judgment turnover receiver, but the Court expressed the point broadly: "[A] trial court's order that resolves a discrete issue in connection with any receivership has the same force and effect as any other final adjudication of a court." Id. Similarly, the fact that such orders have the "same force and effect" as a final judgment means that any enforceability requirement, which the Receiver also references (at page 2, citing Grassroots Leadership), would be satisfied as well. See Tex. Dep't of Family & Protective Services v. Grassroots Leadership, Inc., No. 23-0192, 2025 WL 1642437 (Tex. May 30, 2025).

judgments" that are exceptions to Rule 301 (which Rule 301 permits if provided by law) or simply "enforceable orders," the result is the same: the trial court has power—independent of its power over the judgment—to issue orders to remediate harms caused by its appointed officer.

That said, the boundaries of such relief are not before this Court. Rather, the question here (as to the Intervenor Appellants) is whether the trial court's denial of intervention constituted reversible error. If so, that denial should be reversed and the matter remanded. Then, on remand, issues concerning the scope, form, and propriety of any remedial relief against the Receiver would be for the trial court to address in the first instance.

Respectfully submitted,

/s/ Jeremy Gaston

Jeremy Gaston State Bar. No. 24012685 jgaston@hcgllp.com HAWASH CICACK & GASTON LLP 711 West Alabama St., Suite 200 Houston, Texas 77006 Telephone: (713) 658-9007

Counsel for Intervenor Appellants: WC 4th and Rio Grande, LP; WC 4th and Colorado, LP; World Class Holdings, LLC; World Class Holding Company, LLC; WC 707 Cesar Chavez, LLC; WC Galleria Oaks Center, LLC; WC Parmer 93, LP; WC Paradise Cove Marina, LP; WC MRP Independence Center, LLC; and WC Subsidiary Services, LLC

cc: By E-Filing/E-Service

Abigail C. Noebels anoebels@susmangodfrey.com SUSMAN GODFREY L.L.P. 1000 Louisiana St., Suite 5100 Houston, Texas 77002

Counsel for Princeton Capital Corporation

James W. Volberding james@volberdinglawfirm.com KRETZER & VOLBERDING P.C. 110 North College Avenue, Suite 1850 Tyler, Texas 75702

Counsel for Court Appointed Receiver

Greg R. Wehrer greg.wehrer@squirepb.com
Amanda D. Price amanda.price@squirepb.com
SQUIRE PATTON BOGGS (U\S) LLP
600 Travis Street, Suite 6700
Houston, Texas 77002

Counsel for Appellants Great Value Storage, LLC and World Class Capital Group, LLC

Automated Certificate of eService

This automated certificate of service was created by the efiling system. The filer served this document via email generated by the efiling system on the date and to the persons listed below. The rules governing certificates of service have not changed. Filers must still provide a certificate of service that complies with all applicable rules.

Jeremy Gaston Bar No. 24012685 jgaston@hcgllp.com Envelope ID: 102384739

Filing Code Description: Other Brief

Filing Description: Intervenor Appellants' Letter Brief in Sur-Reply to

Receiver's Post-Argument Reply Brief Status as of 6/25/2025 7:44 AM CST

Case Contacts

Name	BarNumber	Email	TimestampSubmitted	Status
Greg R.Wehrer		greg.wehrer@squirepb.com	6/24/2025 6:15:14 PM	SENT
Amanda DoddsPrice		amanda.price@squirepb.com	6/24/2025 6:15:14 PM	SENT
Dana Lipp	24050935	dlipp@lipplegal.com	6/24/2025 6:15:14 PM	SENT
Abigail Noebels	24083578	anoebels@susmangodfrey.com	6/24/2025 6:15:14 PM	SENT
Seth Kretzer		seth@kretzerfirm.com	6/24/2025 6:15:14 PM	SENT
James Volberding		jamesvolberding@gmail.com	6/24/2025 6:15:14 PM	SENT
Ann Kennon		akennonassistant@gmail.com	6/24/2025 6:15:14 PM	SENT
Greg Wehrer		greg.wehrer@squirepb.com	6/24/2025 6:15:14 PM	SENT
Manfred Sternberg		Manfred@msternberg.com	6/24/2025 6:15:14 PM	SENT
Brian Elliott		brian@scalefirm.com	6/24/2025 6:15:14 PM	SENT
Amanda Prince		amanda.price@squirepb.com	6/24/2025 6:15:14 PM	SENT
Trevor Kehrer		trevor.kehrer@squirepb.com	6/24/2025 6:15:14 PM	SENT
Jeremy Gaston		jgaston@hcgllp.com	6/24/2025 6:15:14 PM	SENT