

**MINUTES OF A REGULAR MEETING OF THE PINEYWOODS
GROUNDWATER CONSERVATION DISTRICT
HELD ON THE 23 DAY OF JULY 2009**

On the 23rd day of July, 2009 at 3:00 p.m. in the Nacogdoches City Commission Chambers, Room 119, in the Nacogdoches City Hall at 202 E. Pilar Street, Nacogdoches, Texas, the Board of Directors of the Pineywoods Groundwater Conservation District convened in a regular meeting at which time the following items were discussed and action possibly taken with the following members there of, to wit:

Keith Wright	President
David Alders	Vice President
Keith Weathers	Treasurer/Finance Officer
Gloria Montes	Secretary
Kelley Holcomb	Member
Pat Miller	Member
Jimmy Mize	Member

being present, and

David Alford	General Manager
Lynn Thomas	Administrative Assistant

also present.

1. Call to Order:

With a quorum of board members present, the meeting was called to order at 3:08 p.m. and the invocation was given by President Keith Wright.

President Keith Wright requested that Item 6a be moved to the next item of discussion.

6. New Business

a. Report from LBG-Guyton on hydrology study for Pineywoods GCD.

John Seifert from LBG-Guyton gave a PowerPoint presentation on the work that has been done to date for the Pineywoods GCD.

President Keith Wright requested that Item 5a be moved to the next item of discussion.

5. Unfinished Business

a. Review, discuss, and possibly take action on joint funding of DFC study for GMA-11.

Roy Rodgers from the Neches and Trinity Valley GCD approached the Board asking for their support in providing funding for the GMA-11 DFC study that is being mandated by the State. Len Luscomb from Rusk County GCD asked for support as well. The Board discussed the fact that there were 27 counties in the GMA-11 area and only 7 groundwater districts that were being held responsible for the funding. The Board offered their support but requested that they needed firm dollar amounts before the Board could determine how much to pledge, therefore any action was tabled until the next meeting at which time it was believed that GMA-11 would have a firm proposal. The board also suggested that the GMA-11 representatives write letters to the other 20 county judges requested monetary support so that the burden would not be placed solely on the 7 organized groundwater districts.

No action was taken.

The discussion resumed with Item 2.

2. Approval of the minutes of the meeting of June 11, 2009:

After board review a motion was made to approve the minutes by Keith Weathers and seconded by Kelley Holcomb.

The motion passed unanimously.

3. Receive a report from the General Manager concerning the financial position of the District:

Current balance through July 21, 2009 is \$36,229.00. A quarterly report to date was reviewed along with a ledger printout, copies of bills, budget report, and A/R report. The board reviewed and discussed the financials of the District.

4. General Manager's Report

Pending Completion: We have 6 exempt wells in progress, 5 non-exempt wells in progress and 12 new O&G rig supply wells registered. I have inspected 4 new exempt wells and 3 new non-exempt wells since the last meeting.

Completed Wells:

- **Total Exempt wells in database: 459[212- Nacogdoches Co., 247 - Angelina Co.]**
- **Total Non-Exempt Ag wells in database: 171 [129- Nacogdoches Co., 42 Angelina Co.]**
- **Total Oil & Gas supply wells in database: 644[594- Nacogdoches Co., 50- Angelina Co.]**
- **Total Production fee based wells in database: 178**

- **Total District wells recorded in databases: 1532** [this includes 80 plugged wells]

1. The next quarterly TAGD meeting is in Corpus Christi July 27-29. We will have a public funds training on the 27th.
2. The next newsletter should be out around the first of August.
3. Lynn and I have both taken vacations.
4. The Oil & Gas activity has picked back up.

6. New Business

b. Discuss and possibly take action for a variance request for Ernest Arsement.

The General Manager presented a request for a spacing waiver from Ernest Arsement. A motion was made by Jimmy Mize and seconded by Pat Miller to approve the variance.

The motion passed five to one, with Kelley Holcomb opposed.

7. Announcement of the date and location of the next meeting of the District Board of Directors:

President Keith Wright announced the next meeting date and time to be August 13, 2009 at 3:00 pm, at Lufkin City Hall.

8. Adjourn:

The meeting was adjourned by the President, Keith Wright at 4:26 p.m.

Keith Wright, President

Gloria Montes, Secretary