

**MINUTES OF A REGULAR MEETING OF THE PINEYWOODS
GROUNDWATER CONSERVATION DISTRICT
HELD ON THE 6th DAY OF January, 2015**

On the 6th day of January, 2015 at 2:08 p.m. at Kurth Lodge in Angelina County, 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 thereof, to wit:

David Alders	Vice-President
Gloria Montes	Secretary
Jimmy Mize	Treasurer
Kelley Holcomb	Member

being present, and

Keith Wright	President
Keith Weathers	Member
Ty Thornton	Member

being absent, and

Jackie Risner	General Manager
Cheryl Benke	Administrative Assistant

also present.

1. Call to Order:

With a quorum of board members present, the meeting was called to order at 2:08 p.m. by Vice-President David Alders and the invocation was given by David Alders.

2. Approval of the minutes of the meeting of October 10, 2014:

The Minutes were reviewed by Board members. A motion was made by Gloria Montes to approve the minutes, and the motion was seconded by Jimmy Mize.

The motion passed unanimously.

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

Current balance through December 31, 2014 was \$42,571.96. A quarterly report to date was presented along with a ledger printout, copies of bills, budget report, Balance Sheet, and A/R report.

4. General Manager's District Report:

1. Pending Completion: We have 13 exempt wells in progress, 5 non-exempt wells in progress, 0 new O&G rig supply wells, and 0 new frac wells registered. We have received 3 new exempt wells and 0 new non-exempt well, 0 new O&G rig supply and 0 frac wells since the last report.
2. Completed Wells:
 - Total Exempt wells in database: 858 (416 in Nac. Co., 442 in Ang Co.)
 - Total Non-Exempt Ag wells in database: 283 (207 in Nac. Co., 76 Ang. Co.)
 - Total Oil & Gas rig supply wells in database: 727 (671 in Nac. Co., 54 in Ang. Co.)
 - Total Oil & Gas frac wells in database: 35 (all in Nac. Co.)
 - Total Production fee based wells in database: 196 (99- Nac. Co., 97- Ang. Co.)
 - Total District wells recorded in database: 2394 (this includes 295 plugged wells)
3. Activities:

No variances granted this month

 - Met with the Woden, Redland, Hudson and Lilbert-Looneyville rural water boards. This continues to be time well spent meeting with these boards.
 - Prepared and submitted news release.
 - The "Value of Land" program planned for Angelina County on May 8, 2015 at Angelina County Extension Office.
 - Generated static levels report for the district on 30 wells as in management plan.
 - All board members with expiring terms were reappointed.
 - The rig supply plugging program is progressing. Only problem so far is getting updated mailing addresses for some of the oil and gas companies.
4. The General Manager also presented the Static Levels Report thru 2013, and it was requested that the key to the well numbers on that report be sent to the Board members.

5. Unfinished Business

None.

6. New Business

- a. **Election of PGCD Board of Directors officers for 2015.**

Jimmy Mize moved to re-elect the 2014 slate of officers. The motion was seconded by Kelley Holcomb, and the motion passed unanimously to re-elect the following officers:

President & Finance Officer	Keith Wright
Vice-President	David Alders
Secretary	Gloria Montes
Treasurer	Jimmy Mize

b. Discuss and possibly adopt the 2015 PGCD Operating Budget.

Jimmy Mize discussed the proposed budget for 2015 and, by direction of the Budget Committee, moved that the budget be approved. Gloria Montes seconded the motion. The motion passed unanimously.

c. Review and possibly accept 2014 Annual General Manager's Report.

After a brief discussion of possible minor modifications for next year's report, Kelley Holcomb moved and Jimmy Mize seconded that the Report be accepted. The motion passed unanimously.

d. Conduct 2014 General Manager's Performance Evaluation.

At 3:00 p.m. the regular meeting was recessed, and the Board entered into Executive Session to conduct the General Manager's annual performance review. At 3:15 p.m., the Executive Session ended and the regular meeting reconvened. No official action was taken.

e. Annual Review of PGCD Investment Policy.

A motion was made by Kelley Holcomb to approve the Investment Policy without any changes. Jimmy Mize seconded the motion, and it was approved unanimously.

f. Discuss and possibly approve 4th Quarter 2014 Investment Report.

Kelley Holcomb made a motion to approve the Investment Report, and Jimmy Mize seconded the motion. The motion was approved unanimously.

g. Discuss and possibly adopt policy proposal concerning General Manager's authority to grant permits.

No action was taken.

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

David Alders announced the next meeting will be held on April 9, 2015, at Kurth Lodge, Angelina County, Texas.

8. Adjourn:

The meeting was adjourned by Vice-President Alders at 3:30 p.m.

Keith Wright, President

Gloria Montes, Secretary