

**MINUTES OF A REGULAR MEETING OF THE PINEYWOODS
GROUNDWATER CONSERVATION DISTRICT
HELD ON THE 4th DAY OF APRIL, 2018**

On the 4th day of April, 2018 at 1:44 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:

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|----------------|----------------|
| Keith Wright | President |
| David Alders | Vice-President |
| Jimmy Mize | Treasurer |
| Gloria Montes | Secretary |
| Keith Weathers | Member |
| Kelley Holcomb | Member |

being present, and

| | |
|--------------|--------|
| John Derrick | 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 1:44 p.m. by President Keith Wright, and he also gave the invocation.

2. Approval of the minutes of the meeting of December 7, 2017:

The Minutes were reviewed by Board members. A motion was made by Kelley Holcomb to approve the minutes, and the motion was seconded by David Alders. The motion passed unanimously.

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

Current balance through November 30 was \$33,266.87. A quarterly report to date was presented along with a ledger printout, copies of bills,

budget report, Balance Sheet, and A/R report. Accounts that were past due were discussed, as well as possible penalties and the likelihood of hiring an attorney.

4. General Manager's District Report:

1. Pending Completion: We have 6 exempt wells in progress, 1 non-exempt well in progress, 1 O&G rig supply well, and 1 frac well registered. We have received 3 new exempt wells and 0 new non-exempt wells, 3 new O&G rig supply and 1 frac well since the last report.
2. Completed Wells:
 - Total Exempt wells in database: 1051 (488 in Nac. Co., 563 in Ang Co.)
 - Total Non-Exempt Ag wells in database: 288 (212 in Nac. Co., 76 Ang. Co.)
 - Total Oil & Gas rig supply wells in database: 531 (487 in Nac. Co., 52 in Ang. Co.)
 - Total Oil & Gas frac wells in database: 26 (all in Nac. Co.)
 - Total Production fee based wells in database: 199 (102- Nac. Co., 97- Ang. Co.)
 - Total District wells recorded in database: 2647 (this includes 552 plugged wells)
3. Activities:
 - No variances granted this month.
 - Weather still affecting water well drilling
 - Oil And gas exploration picking up in NE and east Angelina County
 - New copier contract completed
 - Discuss White Paper on Interim Charge
 - Discuss meeting with Representative Ashby
 - Board Liability finding with Jacob Moreno at TWCARMF
 - GMA-11 has begun process of standardizing rules among districts

 - New well inspections conducted:

Nacogdoches County

Exempt

Kerry Williamson

Rhonda Kamp

Angelina County

Exempt

Keith Combs

Rig Supply

BP America-2

Cobra Oil and Gas

5. Unfinished Business

None.

6. New Business

- a. **Election of officers for 2018 for the PGCD Board of Directors.**

Jimmy Mize made a motion, which Keith Weathers seconded, to elect the existing officers by acclamation. The motion passed unanimously that the following will be the slate of officers for 2018.

| | |
|----------------|---------------|
| President | Keith Wright |
| Vice President | David Alders |
| Treasurer | Jimmy Mize |
| Secretary | Gloria Montes |

b. Discuss and possibly adopt the 4th Quarter 2017 Investment Report.

A motion was made by David Alders and seconded by Jimmy Mize to approve the 4th Quarter 2017 Investment Report. The motion passed unanimously.

c. Discuss and possibly adopt the 1st Quarter 2018 Investment Report.

Jimmy Mize moved that the 1st Quarter 2018 Investment Report be approved. David Alders seconded the motion, and it was approved unanimously.

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

Keith Wright announced the next meeting will be held on July 12, 2018, at 1:30 at Kurth Lodge, Angelina County, Texas.

8. Adjourn:

The meeting was adjourned by Vice-President Alders at 2:27 p.m.

Keith Wright, President

Gloria Montes, Secretary