

**MINUTES OF A REGULAR MEETING OF THE PINEYWOODS  
GROUNDWATER CONSERVATION DISTRICT  
HELD ON THE 23<sup>rd</sup> DAY OF AUGUST, 2018**

On the 23<sup>rd</sup> day of August, 2018, at 1:39 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
Jimmy Mize	Treasurer
Gloria Montes	Secretary
Kelley Holcomb	Member

being present, and

Keith Wright	President
Keith Weathers	Member
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 1:39 p.m. by Vice-President David Alders, and he also gave the invocation.

**2. Approval of the minutes of the meeting of April 4, 2018.**

The Minutes were reviewed by Board members. A motion was made by Kelley Holcomb 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 July 31, 2018, was \$67,021.33. A quarterly report to date was presented along with a ledger printout, copies of bills,

budget report, Balance Sheet, and A/R report. Board members discussed moving \$20,000 from the PGCD checking account to CD's, and the General Manager advised the Board he would do so.

#### **4. General Manager's District Report.**

1. Pending Completion: We have 3 exempt wells in progress, 0 non-exempt well in progress, 0 O&G rig supply well, and 0 frac well registered. We have received 7 new exempt wells and 1 new non-exempt well, 0 new O&G rig supply and 0 frac well since the last report.
2. Completed Wells:
  - Total Exempt wells in database: 1062 (492 in Nac. Co., 570 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: 534 (486 in Nac. Co., 48 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: 2661 (this includes 552 plugged wells)
3. Activities:
  - 1 variance granted this month on property line distances
  - Work with real estate agent to plug old curb well
  - Adjust Certificate of Deposit, one to go in August till complete
  - GMA-11 GCD General Managers met June 6th for district rules review
  - GMA-11 meeting held June 27th
  - 5 year management plan written and submitted for pre-review to TWDB
  - Report on Walnut Bend Community Well

-New well inspections conducted:

Nacogdoches County  
Exempt  
Presley Cruz  
Matt Williams

Angelina County  
Exempt  
Dee Winston  
Juan Carlos Sandoval  
Noland Smart  
Aaron Jones  
Mike Weaver

Non-Exempt  
Gary Long

#### **5. Unfinished Business.**

None.

#### **6. New Business:**

##### **a. Open Public Hearing for 2018-2022 District Management Plan.**

The Public Hearing was opened at 2:22 p.m. No comments were received and no one attended the hearing. It was closed at 2:23.

**b. Discuss and possibly adopt the 2018-2022 District Management Plan.**

A motion was made by Jimmy Mize and seconded by Gloria Montes to adopt the 5-year Management Plan. The motion passed unanimously.

**c. Discuss and take action on the 2nd Quarter 2018 Investment Report.**

Jimmy Mize moved that the 2nd Quarter 2018 Investment Report be approved. Kelley Holcomb seconded the motion, and it was approved unanimously.

**d. Discuss and possibly approve the 2017 PGCD Audit report.**

The Board discussed having the treasurer, at each Board meeting, review all invoices paid since the previous Board meeting. After each review, the treasurer will sign a document verifying that such a review was performed, and the verification documents will be maintained in the PGCD records to provide to auditors. After the discussion, Kelley Holcomb moved that the audit report be approved. After Jimmy Mize seconded the motion, the motion was approved unanimously.

**e. Review board member terms expiring on 12/31/18.**

Jackie Risner advised the Board members that Keith Weathers and John Derrick's terms will expire at the end of this year. Both members will need to be replaced, and both were Angelina County appointments. Jackie said one director will need to represent large business and the other represent rural water utilities. At the December Board meeting, Keith Weathers will be presented with a Certificate of Appreciation for his 12 years of service on the PGCD Board.

**f. Review and possibly take action on driller.**

Jackie Risner explained that Steve Smithers had let his driller's license expire and had drilled two wells while he did not have a valid license. Jackie had learned from TDLR that TDLR was not going to fine this driller since he took action to renew his license as soon as he was informed he had let it expire. After discussing the driller's situation, Gloria Montes made a motion that a letter of reprimand be sent to the driller, and Kelley Holcomb seconded the motion. It was approved unanimously.

**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 October 10, 2018, at 1:30 at Kurth Lodge, Angelina County, Texas.

**8. Adjourn:**

The meeting was adjourned by Vice-President Alders at 3:09 p.m.

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David Alders, Vice-President

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Gloria Montes, Secretary