

**MINUTES OF A REGULAR MEETING OF THE PINEYWOODS
GROUNDWATER CONSERVATION DISTRICT
HELD ON THE 10th DAY OF October, 2014**

On the 10th day of October, 2014 at 2:09 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:

Keith Wright	President
David Alders	Vice-President
Gloria Montes	Secretary
Keith Weathers	Finance Officer
Ty Thornton	Member

being present, and

Jimmy Mize	Treasurer
Kelley Holcomb	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 2:09 p.m. by President Keith Wright and the invocation was given by David Alders.

2. Approval of the minutes of the meeting of July 16, 2014:

The Minutes were reviewed by Board members. A motion was made by Keith Weathers to approve the minutes, and the motion was seconded by Ty Thornton.

The motion passed unanimously.

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

Current balance through September 30, 2014 was \$38,645.40. 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:

Pending Completion: We have 21 exempt wells in progress, 2 non-exempt well in progress, 1 new O&G rig supply wells, and 0 new frac wells registered. We have received 7 new exempt wells and 1 new non-exempt well, 0 new O&G rig supply and 0 frac wells since the last report.

Completed Wells:

- Total Exempt wells in database: 837 (402 in Nac. Co., 435 in Ang Co.)
- Total Non-Exempt Ag wells in database: 279 (203 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: 195 (99- Nac. Co., 96- Ang. Co.)
- Total District wells recorded in database: 2368 (this includes 295 plugged wells)

Activities:

No variances granted this month

- September 25- met with the Melrose Water Supply Corporation Board of Directors about their new well. The test well was a good well according to all reports and they will proceed with development of the well as an additional water source. This went so well, I intend to meet with all rural water supply boards and update them about the district.
- We have three board members whose terms expire 12/31/14
David Alders, Nacogdoches County appointment, Gloria Montes, Nacogdoches County appointment and Kelley Holcomb, a joint Nacogdoches and Angelina County appointment.
- Contacted the Texas Forest Service about cooperating on a school project in Angelina County
- Central Water Supply's well #5 has been completed and permitted
- Caro Water Supply has drilled a test well, we are waiting on test results
- Curb Well report, I have 29 wells submitted, have visited almost all, we have plugged 8 wells in Angelina county and 4 in Nacogdoches County. Several are pending, still trying to find someone to do the plugging in each county. Have two names in Nacogdoches County; need one in Angelina County. Have more wells to work
- Report on Administrative Assistant annual evaluation
- Prepared and distributed news releases in September and October
- I have chosen not to attend the TAGD Quarterly meeting in Kingsville this October 28-29
- Legislative Update
- Oct 1- Presented groundwater program to Forest Landowners group in Upshur County

5. Unfinished Business

None.

6. New Business

a. Discuss and possibly approve the 3rd Quarter 2014 Investment Report.

David Alders moved to approve the investment report, and Keith Weathers seconded the motion. The motion passed unanimously.

b. Discuss and possibly approve the 2015 Interlocal Agreement with TML.

Ty Thornton moved to approve the audit, and Gloria Montes seconded the motion. The motion passed unanimously.

c. Discuss and possibly approve a motion to declare the district's Oil & Gas Rig Supply wells as abandoned wells.

A motion was made by Keith Weathers to declare the Oil & Gas Rig Supply Wells not in use in our District to be abandoned wells and that notice be given to the owners that they have 18 months from January 1, 2015, to plug those wells. David Alders seconded the motion, and it passed 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 December 11, 2014, at Kurth Lodge, Angelina County, Texas.

8. Adjourn:

The meeting was adjourned by President Wright at 2:47 p.m.

Keith Wright, President

Gloria Montes, Secretary