

**MINUTES OF A REGULAR MEETING OF THE PINEYWOODS
GROUNDWATER CONSERVATION DISTRICT
HELD ON THE 10th DAY OF OCTOBER, 2018**

On the 10th day of October, 2018, at 1:42 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
Keith Weathers	Member
Kelley Holcomb	Member

being present, and

Keith Wright	President
Gloria Montes	Secretary
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 1:42 p.m. by Vice-President David Alders, and he also gave the invocation.

2. Approval of the minutes of the meeting of August 23, 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 September 30, 2018, was \$47,554.74. 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 \$10,000 from the PGCD checking account to a CD, and the General Manager advised the Board he would do so in October.

4. General Manager’s District Report.

1. Pending Completion: We have 10 exempt wells in progress, 3 non-exempt well in progress, 2 O&G rig supply well, and 0 frac wells registered. We have received 7 new exempt wells and 3 new non-exempt wells, 2 new O&G rig supply and 0 frac wells since the last report.
2. Completed Wells:
 - Total Exempt wells in database: 1075 (499 in Nac. Co., 576 in Ang Co.)
 - Total Non-Exempt Ag wells in database: 285 (209 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: 2672 (this includes 553 plugged wells)
3. Activities:
 - September 18th presented groundwater program to approximately 500 4th graders at Ag in the Classroom Field Day
 - Submitted TML re-rate sheets for 2019
 - Created new 10K Certificate of Deposit
 - Started procedure to review paid invoices April-July 2018
 - Renewed TWCA membership
 - 1 rig supply well plugged
 - New well inspections conducted:

Nacogdoches County

Exempt

James Kröll
Chad Todd

Non-Exempt

Rene Chavaria
Shane Martin (2)

Angelina County

Exempt

David Barge
Darwin Ballard
Chris Shaves
Roy Walton
Allen Loggins
Rig Supply
BP America (2)

5. Unfinished Business.

Review suggestions for two new Board members.

Jackie Risner advised the Board that both vacancies will need to be filled to replace Keith Weathers and John Derrick, representing rural water utilities and large industry, respectively. Both positions must be filled from Angelina County. Jackie has requested a meeting with Judge

Suiter for next week to discuss these upcoming vacancies and any recommendations. The new members of the Board will be sworn in at the December meeting.

6. New Business:

a. Discuss and possibly approve timeline for replacing General Manager.

Vice-President Alders appointed himself, Jimmy Mize, and Kelley Holcomb to serve on the interim search committee. Jackie proposed a timeline for selecting his replacement. After some discussion of the timeline, the consensus was that the job opening be advertised for 30 days on the TAGD website beginning the 1st of January, and that an ad be placed in the Lufkin and Nacogdoches papers on the first and second Sundays of January. Deadline for applications would be January 31, 2019.

b. Conduct 2017-2018 General Manager's annual performance evaluation.

At 2:15, the regular meeting was recessed, and the Board entered into Executive Session. At 2:32, the Executive Session ended and the regular session reconvened. No official action was taken.

c. Set date for PGCD 2019 Budget Committee meeting.

A specific meeting date and time in November will be determined after polling the budget committee members Jimmy Mize (chair), Keith Weathers, and Gloria Montes.

d. Discuss and take action on the 3rd Quarter 2018 Investment Report.

Jackie reviewed the report with the Board members, bringing to their attention the addition of one new CD which was purchased on 9/12/18. Jimmy Mize moved that the investment report be approved, and Keith Weathers seconded the motion. The motion was approved unanimously.

e. Presentation to retiring Board member.

It was decided to wait until the December Board meeting to do the presentation.

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 December 5, 2018, at 1:30 at Kurth Lodge, Angelina County, Texas.

8. Adjourn:

The meeting was adjourned by Vice-President Alders at 2:49 p.m.

David Alders, Vice-President

Gloria Montes, Secretary