

**MINUTES OF A REGULAR MEETING OF THE PINEYWOODS
GROUNDWATER CONSERVATION DISTRICT
HELD ON THE 12 DAY OF March 2009**

On the 12th day of March, 2009 at 3:00 p.m. in the Nacogdoches City Commission Chambers, Room 119, in the Nacogdoches City Hall at 202 E. Pilar Street, Nacogdoches, 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 there of, to wit:

Keith Wright	President
Gloria Montes	Secretary
Jimmy Mize	Member
Kelley Holcomb	Member

being present, and

David Alders	Vice President
Keith Weathers	Treasurer/Finance Officer
Pat Miller	Member

being absent, and

David Alford	General Manager
Lynn Thomas	Administrative Assistant

also present.

1. Call to Order:

With a quorum of board members present, the meeting was called to order at 3:05 p.m. and the invocation was given by President Keith Wright.

2. Approval of the minutes of the meeting of February 12, 2009:

After board review a motion was made to approve the minutes by Gloria Montes and seconded by Kelley Holcomb.

The motion passed unanimously.

President Keith Wright requested that Item 6d be moved to the next item of discussion.

6. New Business

- d. Discuss amending the Management Plan to add additional projected water demands for the City of Nacogdoches and changes to the City of Lufkin water supply information.**

City of Nacogdoches Interim Engineer Brice Clements requested more time in providing accurate projected water demand information. Speaking on behalf of the City of Lufkin, Keith Wright also requested more time, thus the item was tabled and requested moved to the next meeting.

The discussion resumed with Item 3.

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

Current balance through March 11, 2009 is \$44,036.80. A quarterly report to date was reviewed along with a ledger printout, copies of bills, budget report, and A/R report. The board reviewed and discussed the financials of the District.

4. General Manager's Report

1. **Pending Completion:** We have 10 exempt wells in progress, 8 non-exempt wells in progress and 5 new O&G rig supply wells registered. I have inspected 11 new exempt wells and 0 new non-exempt wells since the last meeting.

Completed Wells:

- **Total Exempt wells in database: 437[200- Nacogdoches Co., 237 - Angelina Co.]**
- **Total Non-Exempt Ag wells in database: 167 [125- Nacogdoches Co., 42 Angelina Co.]**
- **Total Oil & Gas supply wells in database: 619[569- Nacogdoches Co., 50- Angelina Co.]**
- **Total Production fee based utilities in database: 177**
- **Total District wells recorded in databases: 1464** [this includes 64 plugged wells]

2. Met with John Seifert about the hydrology study.
3. Met with Tom Strickland about the driller penalties.
4. Added another security backup to a portable drive to take off site each day.
5. Published and mailed another newsletter.
6. I inspected a complaint about a septic system overflowing around a water well that supplies water for a small neighborhood. I sent a letter to the owner and requested the area be cleaned up and a bacterial test be conducted on the system.

5. Unfinished Business

No unfinished business.

6. New Business

a. Hold Public Hearing for proposed Rule 4.5, discuss and possibly take action to amend District Rules.

The Public Hearing was opened to the public at 3:25 p.m. There was no public discussion, thus the meeting was closed at 3:27 p.m. A motion was made by Jimmy Mize and seconded by Kelley Holcomb to amend rule 4.5 of the District Rules.

The motion passed unanimously.

b. Discuss and possibly take action to waive spacing requirement for Musick well.

The General Manager presented a request for a spacing waiver from Jackie Musick. A motion was made by Jimmy Mize and seconded by Gloria Montes to approve the spacing waiver.

The motion passed unanimously.

c. Discuss and possibly take action to waive spacing requirement for Henderson well.

The required paperwork was not submitted in time by the owner and it was not administratively complete. No action was taken.

e. Discuss and possibly take action to purchase a \$10,000 CD.

The Board requested that the General Manager consult with Jimmy Mize and Keith Weathers to decide on the appropriate term for the CD. A motion was made by Kelley Holcomb and seconded by Gloria Montes to approve the purchase of the CD after the term is decided.

The motion passed unanimously.

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

If approved by the majority of the board members, President Keith Wright requested the next regularly scheduled meeting be moved up one week due to the Easter Holidays. The next meeting will be held Thursday, April 2, 2009 at 3:00 p.m., Lufkin City Hall - Lufkin, Texas.

8. Adjourn:

The meeting was adjourned by the President, Keith Wright at 3:45 p.m.

Keith Wright, President

Gloria Montes, Secretary