

**MINUTES OF A REGULAR MEETING OF THE PINEYWOODS
GROUNDWATER CONSERVATION DISTRICT
HELD ON THE 2ND DAY OF APRIL, 2009**

On the 2nd day of April, 2009 at 3:00 p.m. at the City of Lufkin, Room 102, Lufkin City Hall, Lufkin, 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
Keith Weathers	Treasurer/Finance Officer
Gloria Montes	Secretary
Kelley Holcomb	Member

being present, and

David Alders	Vice-President
Pat Miller	Member
Jimmy Mize	Member

being absent, and

David Alford	General Manager
Lynn Thomas	Administrative Assistant
Tim Karczewski	Attorney

also present.

1. Call to Order:

With a quorum of board members present, the meeting was called to order at 3:36 p.m. by President Keith Wright and the invocation was given by Mr. Wright.

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

The Minutes were reviewed by Board members, and a motion was made to approve the minutes by Gloria Montes and seconded by Kelley Holcomb.

The motion passed unanimously.

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

Current balance through April 1, 2009 is \$25,646.87. 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. Finance Officer's investment report:

The Board discussed the investments of the District. A request was made by member Kelley Holcomb that the District provide a quarterly investment report as specified in the District's Fiscal Management and Investment Policy.

5. Provide for the payment of any outstanding bills:

No bills requiring approval were presented.

6. General Manager's Report

1. **Pending Completion:** We have 12 exempt wells in progress, 2 non-exempt wells in progress and 2 new O&G rig supply wells registered. I have inspected 6 new exempt wells and 0 new non-exempt wells since the last meeting.

Completed Wells:

- **Total Exempt wells in database: 442**[205- Nacogdoches Co., 237 - Angelina Co.]
 - **Total Non-Exempt Ag wells in database: 169** [127- Nacogdoches Co., 42 Angelina Co.]
 - **Total Oil & Gas supply wells in database: 621**[571- Nacogdoches Co., 50- Angelina Co.]
 - **Total Production fee based utilities in database: 177**
 - **Total District wells recorded in databases: 1473** [this includes 64 plugged wells]
2. Mailed out quarterly reminders for the first quarter 2009.
 3. Reworking maps.
 4. Sent requested well search for SCS Environmental Consultants, Inc.
 5. Purchased \$10,000 CD from Texas Bank.
 6. TAGD meeting at the end of April.
 7. Looking for a date for the next GMA-11 meeting.

7. Unfinished Business

No unfinished business.

8. New Business

- a. Hear appeal from Steve Smithers and possibly take action to review the penalties administered to him.**

After a review of the Steve Smithers violations by the District's Attorney Tim Karczewski, Tim read a letter written by Steve Smithers' attorney, Ken Muckelroy of Center, proposing a lesser penalty. The board made a motion to accept the settlement offered by Steve Smithers' attorney of \$2,750. The motion to accept was made by Kelley Holcomb and seconded by Keith Weathers. The board indicated the penalty for any further violations would be more severe.

The motion passed unanimously.

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

President Keith Wright announced the next regular scheduled meeting will be on Thursday, May 14, 2009 at 3:00 p.m., Nacogdoches City Hall - Nacogdoches, Texas.

10. Adjourn:

The meeting was adjourned by President Keith Wright at 4:04 p.m.

Keith Wright, President

Gloria Montes, Secretary