

**MINUTES OF A REGULAR MEETING OF THE PINEYWOODS
GROUNDWATER CONSERVATION DISTRICT
HELD ON THE 12^h DAY OF MAY, 2011**

On the 12th day of May 2011 at 2:00 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
Keith Weathers	Treasurer/Finance Officer
Jimmy Mize	Member
Kelley Holcomb	Member

being present, and

Gloria Montes	Secretary
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 2:06 p.m. by President Keith Wright, and the invocation was given by Mr. Wright.

2. Public address and discussion from Brittany Dawn McCallister, Vicky Bagget, Anne Tindell, and Adrian Van Dellen on Keystone Pipeline Study.

Vicky Bagget introduced the representatives (Van Dellen was not in attendance) and explained their concerns in regard to the Keystone Pipeline designed to come through both Nacogdoches and Angelina Counties. Brittany McCallister spoke for the group which is requesting Pineywoods GCD write a resolution supporting their opposition of the pipeline due to concerns about possible groundwater contamination. David Alders suggested the General Manager invite a representative from Keystone Pipeline to attend the next meeting so that both sides of the issue can be heard at which time a decision will be made by the Board of Directors to support the group's request for a resolution.

3. Approval of the minutes of the meeting of March 10, 2011:

The Minutes were reviewed by Board members and a motion was made to approve the minutes by Keith Weathers, and seconded by David Alders with some minor rewording under the General Manager's report.

The motion passed unanimously.

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

Current balance through May 10, 2011 is \$43,393.98. A quarterly report to date was presented along with a ledger printout, copies of bills, budget report, and A/R report.

5. General Manager's District Report:

1. **Pending Completion:** We have 7 exempt wells in progress, 10 non-exempt well in progress, 9 new O&G rig supply wells, and 10 new oil & gas frac wells registered. I have inspected 9 new exempt wells and 10 new non-exempt wells since the last meeting.

Completed Wells:

- **Total Exempt wells in database: 542**[256- Nacogdoches Co., 286- Angelina Co.]
 - **Total Non-Exempt Ag wells in database: 194** [146- Nacogdoches Co., 48 Angelina Co.]
 - **Total Oil & Gas supply wells in database: 792**[738- Nacogdoches Co. (56 Frac wells), 54- Angelina Co.]
 - **Total Production fee based wells in database: 177**
 - **Total District wells recorded in databases: 1886** [this includes 184 plugged wells]
2. Met with Judge English and others about water usage in Nacogdoches County May 4, 2011.
 3. Forestar and Crown Pine Timber filed a petition with the TWDB to change the DFC for GMA-11. I filed for an extension with the TWDB and was given a 60 day extension until June 20, 2011.
 4. TAGD meeting June 28-29, 2011 in Austin. Legislative updates.
 5. On March 29, 2011, I provided testimony for HB 2364 to the House Natural Resource Committee.
 6. Quarterly Financial Report – Keith Weathers

6. Unfinished Business

No unfinished business.

7. New Business

a. Review and approval of TCDRS retirement plan continuation for 2012.

A motion was made by David Alders and seconded by Kelley Holcomb to approve the TCDRS plan for 2012, with no COLA.

The motion passed unanimously.

b. Review and consider actions on Daniel Ayers artesian well.

The Board discussed the issue of groundwater waste on Daniel Ayer's artesian well. Kelley Holcomb suggested that PGCD wait until ANRA acted upon the issue as it was being pursued by them in court.

8. 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 moved to Thursday, June 16, 2011 at 2:00 p.m. at Kurth Lodge in Angelina County, Texas.

9. Adjourn:

The meeting was adjourned by President Keith Wright at 3:32 pm.

Keith Wright, President

Gloria Montes, Secretary