

**MINUTES OF A REGULAR MEETING OF THE PINEYWOODS
GROUNDWATER CONSERVATION DISTRICT
HELD ON THE 10th DAY OF OCTOBER, 2013**

On the 10th day of October 2013 at 2:55 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
Kelley Holcomb	Member
Ty Thornton	Member

being present, and

Keith Wright	President
Gloria Montes	Secretary
Keith Weathers	Finance Officer

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 2:55 p.m. by Vice-President David Alders and the invocation was given by Vice-President David Alders.

2. Approval of the minutes of the meeting of August 8, 2013:

The Minutes were reviewed by Board members, a motion was made to approve by Jimmy Mize which 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 October 8, 2013 is \$38,854.59. A quarterly report to date was presented along with a ledger printout, copies of bills, budget report, and A/R report. It was suggested that the new owner of Aspen be contacted regarding past due balance.

4. General Manager's District Report:

1. **Pending Completion:** We have 14 exempt wells in progress, 5 non-exempt wells in progress, 1 new O&G rig supply well, and 0 new O&G frac wells registered. We have received 9 new exempt wells and 3 new non-exempt wells, 0 new O & G rig supply and 0 frac wells since the last meeting.

Completed Wells:

- **Total Exempt wells in database: 769 [374- Nac. Co., 389- Ang. Co.]**
- **Total Non-Exempt Ag wells in database: 271 [199 Nac. Co., 72Ang. Co.]**
- **Total Oil & Gas rig supply wells in database: 723 [670 Nac. Co., 53 Ang.Co.]**
- **Total Oil & Gas frac wells in database: 36 [all in Nac. Co.]**
- **Total Production fee based wells in database: 195 [98 -Nac. Co., 96 –Ang. Co.]**
- **Total District wells recorded in databases: 2260** [this includes 286 plugged wells]

Activities

- Report on new employee
- \$661.09 credit to Melrose Water for overpayment of water and 1 well registration
- Report on GMA-11 meeting October 2, 2013
- Report on Water Summit August 27-29
- News releases-monthly
- Presented program to Nacogdoches County Board of Realtors
- Abandoned well on Michael Fleetwood property
- Will shop for 1 new computer for 2014 budget

5. Unfinished Business

a. Discuss and take action if necessary on Board investment officer.

To comply with the Investment Policy, the Board discussed the need to appoint a Board member designee to replace Keith Weathers as one of

the two District investment officers, the other investment officer being the General Manager. Kelley Holcomb moved and Jimmy Mize seconded the motion to designate Keith Wright.

The motion passed unanimously.

6. New Business

a. Open public hearing for 2014-2018 District Management Plan.

David Alders opened the public hearing at 3:35. No one attended the hearing and no comments were made or changes suggested to the Plan. David Alders closed the public hearing.

b. Discuss and adopt the 2014-2018 District Management Plan.

Jimmy Mize made a motion to approve and adopt the Plan. The motion was seconded by Ty Thornton.

The motion passed unanimously.

c. Review and take action on 3rd quarter investment report.

The Board reviewed the investment report, and a motion was made by Kelley Holcomb and seconded by Jimmy Mize to approve the report, subject to a notation on the report that no accounts had been opened or closed during the quarter.

The motion passed unanimously.

d. Accept results of TWDB state audit of district.

Jimmy Mize made a motion and Ty Thornton seconded the motion to accept the results of the TWDB audit.

The motion passed unanimously.

e. Appoint Budget committee.

David Alders appointed the following to serve on the Budget committee:

Jimmy Mize, Chair
Gloria Montes
Keith Weathers

f. Conduct six month evaluation of General Manager.

Jackie Risner and Cheryl Benke were dismissed while a closed executive session was held to discuss the evaluation. The closed session was from 3:45 to 4:22.

g. Review board member terms expiring 12/31/13.

The Board was reminded that the terms for Jimmy Mize and Keith Wright will expire on 12/31/13.

h. Accept retirement of Administrative Assistant.

Ty Thornton made a motion that Jackie Risner accept the resignation of Lynn Thomas. Kelley Holcomb seconded the motion.

The motion passed unanimously.

i. Discuss plan for web site maintenance.

The Board discussed options and recommended that Lynn Thomas assist with the web site maintenance until we can obtain someone else to assume those duties. Jackie Risner will research and also make a recommendation to the budget committee regarding the cost of this service for the 2014 budget.

j. Discuss and act on training for new Administrative Assistant.

Jackie Risner advised the board that Lynn Thomas had already done some training and would provide some additional training, but the training would not need to be as extensive as originally anticipated.

k. Designation of PGCD Chairman's representative to GMA-11.

A motion was made by Ty Thorton and seconded by Kelley Holcomb to designate Jackie Risner as the representative to GMA-11.

The motion passed unanimously.

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 12, 2013, 2:00 pm, at Kurth Lodge, Angelina County, Texas.

8. Adjourn:

The meeting was adjourned by President Wright at 4:46 pm.

Keith Wright, President

Gloria Montes, Secretary