

**MINUTES OF A REGULAR MEETING OF THE PINEYWOODS
GROUNDWATER CONSERVATION DISTRICT
HELD ON THE 11th DAY OF OCTOBER, 2012**

On the 11th day of October 2012 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:

David Alders	Vice-President
Gloria Montes	Secretary
Kelley Holcomb	Member
Pat Miller	Member
Jimmy Mize	Member

being present, and

Keith Wright	President
Keith Weathers	Treasurer/Finance Officer

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 2:10 p.m. by Vice-President David Alders and the invocation was given by David Alders.

2. Approval of the minutes of the meeting of September 13, 2012:

The Minutes were reviewed by Board members and a motion was made to approve the minutes by Jimmy Mize, 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 October 10, 2012 is \$22,607.65. A quarterly report to date was presented along with a ledger printout, copies of bills, budget report, and A/R report.

4. General Manager's District Report:

- 1. Pending Completion:** We have 5 exempt wells in progress, 5 non-exempt well in progress, 0 new O&G rig supply wells, and 0 new O&G frac well registered. I have inspected 3 new exempt wells and 3 new non-exempt wells (0 frac well) since last month.

Completed Wells:

- **Total Exempt wells in database: 688 [331- Nac. Co., 357- Ang. Co.]**
- **Total Non-Exempt Ag wells in database: 265 [197 Nac. Co., 68Ang. Co.]**
- **Total Oil & Gas rig supply wells in database: 745 [692 Nac. Co., 53 Ang.Co.]**
- **Total Oil & Gas frac wells in database: 61 [all in Nac. Co.]**
- **Total Production fee based wells in database: 194 [99 -Nac. Co., 95 –Ang. Co.]**
- **Total District wells recorded in databases: 2199** [this includes 246 plugged wells]

- 2.** TAGD meeting Oct. 30-31st Conroe, TX.

5. Unfinished Business

None.

6. New Business

a. Review and possibly take action on the 2011 District Audit.

The Board reviewed the annual audit and discussed the procedures for approving future year audit contracts. A motion was made by Jimmy Mize and seconded by Kelley Holcomb to approve the 2011 District Audit.

The motion passed unanimously.

b. Discuss and possibly take action to form a budget committee for the 2013 budget.

Vice-President David Alders appointed the same committee members as the 2012 budget year, Jimmy Mize, Keith Weathers, and Gloria Montes, with Jimmy Mize chairing the committee.

No motion necessary.

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

Vice-President Alders stated the next meeting will be held November 8, 2012 at 2:00 p.m. at Kurth Lodge in Angelina County, Texas.

8. Adjourn:

The meeting was adjourned by Vice-President Alders at 2:58 pm.

Keith Wright, President

Gloria Montes, Secretary