

**MINUTES OF A REGULAR MEETING OF THE PINEYWOODS  
GROUNDWATER CONSERVATION DISTRICT  
HELD ON THE 10<sup>th</sup> DAY OF NOVEMBER, 2011**

On the 10<sup>th</sup> day of November 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
Gloria Montes	Secretary
Keith Weathers	Treasurer/Finance Officer

being present, and

Kelley Holcomb	Member
Pat Miller	Member
Jimmy Mize	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 2:07 p.m. by President Keith Wright and the invocation was given by David Alders.

**2. Approval of the minutes of the meeting of Sept. 8, 2011:**

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

The motion passed unanimously.

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

Current balance through November 9, 2011 is \$78,549.42. A quarterly report to date was presented along with a ledger printout, copies of bills, budget report, and A/R report. The Board acknowledged that Treasurer Keith Weathers is to purchase two (2) ten thousand dollar certificates of deposit at Texas Bank due to the surplus of funds in the bank account.

### **4. General Manager's District Report:**

1. **Pending Completion:** We have 23 exempt wells in progress, 19 non-exempt well in progress, 4 new O&G rig supply wells, and 9 new O&G frac wells registered. I have inspected 26 new exempt wells and 22 new non-exempt wells (9 frac wells) since the last meeting.

#### **Completed Wells:**

- **Total Exempt wells in database: 596**[279- Nacogdoches Co.,317- Angelina Co.]
  - **Total Non-Exempt Ag wells in database: 222** [167- Nacogdoches Co., 55 Angelina Co.]
  - **Total Oil & Gas supply wells in database: 940**[785- Nacogdoches Co. (81 Frac wells), 55- Angelina Co.]
  - **Total Production fee based wells in database: 190**
  - **Total District wells recorded in databases: 2037**[this includes 189 plugged wells]
2. Met with group in Center October 17<sup>th</sup> about forming a GCD.
  3. Spacing waiver for Dennis White.

### **5. Unfinished Business**

#### **a. Discussion and possibly take action on Pleasure Point.**

The Board discussed the issue of conflict with Board member Kelley Holcomb serving as interim manager of Pleasure Point Water Utility. Keith Weathers made a motion, and David Alders seconded it, that if there were any future penalties to be charged against the Utility that they would ask the Utility to come into compliance first and then consider waiving any penalties.

The motion passed unanimously.

### **6. New Business**

#### **a. Discussion and possibly take action on Lufkin Country Club.**

The Board discussed the problem with Lufkin Country Club's unregistered water well, the capacity that it was pumping, and the loss of revenue for the District. The Board asked the General Manager to have the District's attorney research the issue, draft a letter to the Country Club asking for compliance, after which he will figure any payments and penalties that may be forthcoming. A motion was made by Keith Weathers, and seconded by David Alders.

The motion passed unanimously.

**b. Investment Officer quarterly report.**

Treasurer Keith Weathers reviewed the District's current investments with the Board. The Board then asked the Treasurer to purchase (2) new ten thousand dollar certificates of deposits.

No action was taken.

**c. Discuss and possibly take action to appoint a budget committee for 2012 budget**

A motion was made by David Alders and seconded by Keith Wright to appoint Gloria Montes, Keith Weathers, and Jimmy Mize to the 2012 budget committee to meet in the month of December. Jimmy Mize was appointed chair of the committee.

The motion passed unanimously.

**7. 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 held on January 12, 2012 at 2:00 p.m. at Kurth Lodge in Angelina County, Texas. The regularly scheduled meeting for December will be canceled.

**8. Adjourn:**

The meeting was adjourned by President Wright at 2:52 pm.

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Keith Wright, President

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Gloria Montes, Secretary