

**MINUTES OF
January 29, 2018
BOARD MEETING
CENTRAL TEXAS GROUNDWATER
CONSERVATION DISTRICT**

The Board of Directors of the Central Texas Groundwater Conservation District met in regular session on Monday, January 29, 2018 immediately following a 9:00 a.m. Rules Hearing in the District office located at 225 S. Pierce Street, Suite 104, Burnet, Texas.

Members Present:

Bill Felps, President Steve Henderson, Vice President Bill Luedecke, Secretary/Treasurer
Kathy Griffis-Bailey, Director Wayne Brown, Director

Staff and/or Consultants Present:

Mitchell Sodek, General Manager Paul Babb, Field Technician Donnita Coats, Admin. Assistant

Others Present: 6 Members of the Public

President Felps established a quorum through a roll call of Directors; declared a quorum present; and called the Meeting to order at 9:07 a.m.

President Felps asked for public comment. There were no public comments.

President Felps then asked for consideration and/or action on the Annual District Audit for 2016-2017. Phyllis Burnett, District Auditor with Taber and Burnett PC, reviewed the audit and reported a clean opinion and that there were no Non-Compliance Issues and no Control Weaknesses.

Kathy Griffis-Bailey moved to:

Approve the Central Texas Groundwater Conservation District FY2016-2017 Annual Audit as presented.

Second was by Wayne Brown.

Vote on the motion carried.

President Felps then asked for consideration and/or action on the Minutes of the Regular Board Meeting held December 15, 2017.

Steve Henderson moved to:

Approve the Minutes of the Regular Board Meeting held December 15, 2017.

Second was by Wayne Brown.

Vote on the motion carried.

President Felps then asked for consideration and/or action on Expenditures for December 2017; Budget Line Item Adjustments, Review of 2017-2018 Budget and Quarterly Report on Investments.

Kathy Griffis-Bailey moved to:

Approve the Expenditures for December 2017.

Second was by Wayne Brown.

Vote on the motion carried.

Public Funds Investment Officers, Mitchell Sodek and Donnita Coats, gave the Board a Quarterly Report on the Investment Position of the District for the quarter ending December 31, 2017 in accordance with Section IV of the Public Funds Investment Policy of the District.

President Felps then asked for consideration and/or action on responses to the District's Request for Qualifications for Legal Services. General Manager Sodek informed the Board that the District had received seven responses to the request for qualifications.

President Felps then stated that the Board would go into Executive Session to discuss personnel matters. The Board went into Executive Session at 9:15 a.m. and returned to Regular Session at 9:53 a.m.

Bill Luedecke moved to:

Invite the law firm of Bickerstaff Heath Delgado Acosta LLP and Gregory M. Ellis, Attorney at Law to be interviewed, at a meeting of the Board, for legal services to review the current District Rules and prepare a new revised set of District Rules.

Second was by Wayne Brown.

Vote on the motion carried.

President Felps then asked for consideration and/or action on the Fiscal Year 2016-2017 Annual Report. General Manager Sodek presented the annual report and asked if the Board had questions on the report.

Kathy Griffis-Bailey moved to:

Adopt the Fiscal Year 2016-2017 Annual Report as presented.

Second was by Steve Henderson.

Vote on the motion carried.

President Felps then asked for consideration and/or action on Resolutions Providing for the Sale of Property Acquired by the Burnet Central Appraisal District at Delinquent Tax Sale.

Steve Henderson moved to:

Approve the Resolutions Providing for the Sale of Property Acquired by the Burnet Central Appraisal District at Delinquent Tax Sale.

Second was by Bill Luedecke.

Vote on the motion carried.

President Felps then asked for consideration and/or action on an Application for Spacing Variance for a well drilled at 3224 FM 3509, Burnet, Texas.

Steve Henderson moved to:

Approve an Order Granting an Exception to The Spacing Requirements of The District Rules to John and Hannah Yow for a well at 3224 FM 3509, Burnet, Texas.

Second was by Wayne Brown.

Vote on the motion carried.

President Felps then asked for consideration and/or action on a Sponsorship of the Texas 4-H Water Ambassadors Program. General Manager Sodek stated that the 2017 inaugural program that the District helped sponsor was a success and that a sponsorship request for this year's program had been received.

Bill Luedecke moved to:

Approve a \$5,000.00 Signature Level Sponsorship for the Texas 4-H Water Ambassadors Program to be funded from the general education budget of the District's FY 2017-2018 Budget.

Second was by Wayne Brown.

Vote on the motion carried.

President Felps then asked for consideration and/or action on determination of the Drought Stage. General Manager Sodek reported that there is a surface soil drought, that we are probably looking at a dry fall and winter, and that monitored stream flow is down. He will continue to monitor the situation and recommended staying at the current Drought Stage 1 - Near Normal at this time. No action was taken to change the current Drought Stage.

President Felps then called on the General Manager for the General Manager and/or Staff Report.

a. Well Registrations & Permitting

	January 25, 2018	Last 30 Days	Last 90 Days	Last 365 Days
Wells in Database	6448	12	45	312
Registered Wells	4630	0	10	205
Wells Pending Registration	100	8	30	97
Imported Unregistered Wells	1708	0	0	0
Canceled/Denied Wells	7	1	2	7
Permit Applications Received	159	0	1	4

Permits by Status	Received	Approved	Denied	Pending	Expired	Terminated
	159	144	1	6	0	8

Permits Approved by Use	Total
Commercial	17
Domestic, Livestock & Poultry	66
Industrial	12
Irrigation	34
Public Water Supply	44
Total	173

Permits Approved by	Permits	Wells
Precinct 1	68	136
Precinct 2	30	63
Precinct 3	19	32
Precinct 4	25	37
Precinct 1,2,3	1	13
Precinct 1,3	1	2
Totals	144	283

b. Database Update

Close to the end of phase one and workflow is being created at this time. A statement of work proposal for phase two of the update will be presented to the Board at a later date.

c. Monitor Well Update

The District has signed a monitor well agreement to drill a monitor well on property that backs up to 7 Creeks Ranch.

d. USGS Update

Two test holes will be drilled by the District to confirm data reported by the USGS on the Granite Gravel geophysics study.

e. TWDB MAG Update

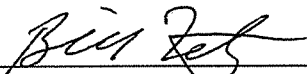
GAM Run 17-029 MAG was delivered to the District on January 19, 2018 and includes updated MAG numbers for all relevant aquifers in GMA 8 including the Trinity, Ellenburger-San Saba, Marble Falls, and Hickory aquifers in Burnet County.

President Felps then called for Director Comments. There were no Director comments.

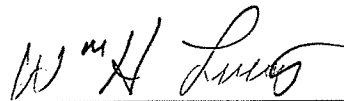
President Felps then called for agenda items for the next Regular Board Meeting. He stated that Directors could contact the General Manager or Board President prior to the deadline for posting notice of the next meeting if they have a suggested agenda item.

President Felps then set the date for the next regular board meeting for, Friday, February 16, 2018 at 9:00 a.m. at the District Office located at 225 S. Pierce, Burnet, Texas.

President Felps adjourned the meeting at 10:32 a.m.



Bill Felps, President



Bill Luedecke, Secretary/Treasurer