

**MINUTES OF
December 17, 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, December 17, 2018 at 9:00 a.m. in the District office located at 225 S. Pierce Street, Suite 104, Burnet, Texas.

Members Present:

Bill Felts, President Bill Luedecke, Vice President Kathy Griffis-Bailey, Secretary/Treasurer
Ryan Rowney, Director Ricky Bindseil, Director

Staff and/or Consultants Present:

Mitchell Sodek, General Manager Paul Babb, Groundwater Resource Specialist
Donnita Coats, Office Manager William Dugat, District Legal Counsel

Others Present: One Member of the Public

President Felts established a quorum through a roll call of Directors; declared a quorum present; and called the Meeting to order at 9:00 a.m.

President Felts asked for public comment. There was no public comment.

President Felts then asked for consideration and/or action on Minutes of the Regular Board Meeting held November 19, 2018.

Kathy Griffis-Bailey moved to:

Approve the Minutes of the Regular Board Meeting held November 19, 2018.

Second was by Bill Luedecke.

Vote on the motion carried.

President Felts then asked for consideration and/or action on Expenditures for November 2018; Budget Line Item Adjustments; and Review of the 2018-2019 Budget.

Ryan Rowney moved to:

Approve the Expenditures for November 2018

Second was by Kathy Griffis-Bailey.

Vote on the motion carried.

President Felts then asked for consideration and/or action on determination of the Drought Stage. General Manager Sodek reported that there was no drought, aquifer levels are still increasing and that springs are flowing so there was no need to change the current Drought Stage 1 – Near Normal.

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

a. Well Registrations & Permitting

| | Total as of December 17, 2018 | Last 30 Days | Last 90 Days | Last 365 Days |
|--|--|---------------------|---------------------|----------------------|
| Wells in Database | 6727 | 27 | 68 | 290 |
| Registered Wells | 4639 | 17 | 94 | 235 |
| Wells Pending Registration | 97 | 25 | 56 | 85 |
| Imported Unregistered Wells | 1700 | 1 | 1 | 1 |
| Canceled/Denied/Not Completed Wells | 291 | 0 | 4 | 35 |
| Non-Exempt - By Rule | 24 | 9 | 20 | 24 |
| Permit Applications Received | 165 | 0 | 2 | 6 |

| Permits by Status | Received | Approved | Denied | Pending | Expired | Terminated |
|--------------------------|-----------------|-----------------|---------------|----------------|----------------|-------------------|
| | 165 | 147 | 1 | 7 | 0 | 9 |

| Permits Approved by Use | Total |
|--|--------------|
| Commercial | 13 |
| Domestic, Livestock & Poultry | 66 |
| Industrial | 11 |
| Irrigation | 32 |
| Public Water Supply | 41 |
| Total | 163 |

| Permits Approved by Precinct | Permits | Wells |
|-------------------------------------|----------------|--------------|
| Precinct 1 | 69 | 138 |
| Precinct 2 | 33 | 66 |
| Precinct 3 | 19 | 31 |
| Precinct 4 | 23 | 35 |
| Precinct 1,2,3 | 1 | 13 |
| Precinct 1,3 | 1 | 2 |
| Precinct 1,4 | 1 | 3 |
| Totals | 147 | 288 |

b. Burnet County 2018 HHW Collection Statistics

The District is a major sponsor of the event and Commissioner, Joe Don Dockery sent the District a flyer with the statistics for the 2018 event. Director Bindseil worked the event as a volunteer and reported on the successful outcome.

c. Thomas Ridge Update

General Manager Sodek reported that the District has a signed application from the owner for an operating permit and is waiting on word from the applicant and their attorney for an amended amount of water requested or if negotiations for additional groundwater rights with a neighboring landowner are successful.

d. USGS Krause Springs Update

Proposed project to better understand the source water and saturation. Plans to collect data in December were changed as the USGS could not get the equipment needed and is now planned for January 2019.

e. District Vehicle

The District purchased a 2019 Chevrolet Pickup to be driven by Groundwater Resource Specialist, Paul Babb, on November 29, 2018. On December 10, 2018, as Paul was driving to work, a deer ran into the side of the pickup within the city of Marble Falls. The horns of the deer entered the drivers side windshield so the vehicle was deemed un-drivable, it was taken to a collision center, an insurance claim has been made, an adjuster has determined the cost of repair and the repair process has been initiated.

President Felps then called for discussion on the Felps, LLC Operating Permit Application for 2,674 acre feet/year from a quarry pit located at CR 340A Burnet, TX for use by the City of Bertram. He noted that the Board of Directors (Board) would discuss the matter with legal counsel in executive session under §551.071 of Tex. Gov't Code and that the Board would not take action on the matter.

President Felps then recused himself from all participation (including deliberating and voting) in the matter involving this business entity now before this body or office due to a substantial interest in Felps LLC . A sworn Affidavit for this recusal was presented to the Board.

General Manager Sodek stated he received a copy of an application for operating permit and met with Felps LLC on Nov 13, 2018. He received the signed and notarized application on Nov 16, 2018 for a requested amount of 2,674 acft/yr to be pumped from an existing quarry pit to be used by the City of Bertram for public water supply use. After an administrative review and a subsequent meeting with the applicant on Dec 13, 2018, he determined the application to be administratively incomplete. A letter has been drafted and will be delivered to the applicant explaining why it is administratively incomplete.

Vice-President Luedecke, as Presiding Officer, called for an Executive Session to discuss the matter with legal counsel under §551.071 of Tex. Gov't Code. The Board went into Executive Session at 9:18 a.m. President Felps did not participate in the Executive Session.

The Board returned to Regular Session at 9:51 a.m. and no action was taken as a result of the Executive Session. After a short break the regular session resumed at 9:54 a.m. with President Felps residing.


President Felps then called for Director Comments. President Felps wished all Board and Staff a Merry Christmas. Director Bindseil informed the Board, in case they were not aware, that there is now a City of Double Horn in Burnet County.

President Felps then called for agenda items for the next Regular Board Meeting
Annual Report
District Audit

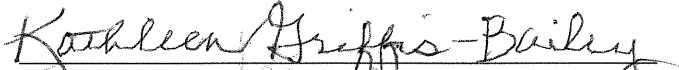
President Felps stated that Directors could contact the General Manager or Board President prior to the deadline for posting notice of the next meeting if they have a suggested agenda item.

President Felps then set the date for the next regular board meeting for, Friday, January 18, 2019 at 9:00 a.m. at the District Office located at 225 S. Pierce, Burnet, Texas.

President Felps adjourned the meeting at 9:59 a.m.



Bill Felps, President



Kathy Griffis-Bailey, Secretary/Treasurer