

**MINUTES OF
January 20, 2017
BOARD MEETING
CENTRAL TEXAS GROUNDWATER
CONSERVATION DISTRICT**

The Board of Directors of the Central Texas Groundwater Conservation District met in regular session on Friday, January 20, 2017 at 9:00 a.m. 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
Wayne Brown, Director Kathy Griffis-Bailey, Director

Staff and/or Consultants Present:

Charles Shell, General Manager Mitchell Sodek, Asst. General Manager/Hydrologist
Donnita Coats, Admin. Assistant

Others present:

1 Member 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 9:00 a.m.

President Felps then asked for consideration and/or action on Election of Officers of the Board.

Steve Henderson moved to elect Bill Felps for the position of President of the Board.

Second was by Bill Luedecke.

Vote on the motion carried.

All members voted.

Wayne Brown moved to elect Steve Henderson for the position of Vice President of the Board.

Second was by Bill Luedecke.

Vote on the motion carried.

All members voted.

Bill Felps moved to elect Bill Luedecke for the position of Secretary/Treasurer of the Board.

Second was by Steve Henderson.

Vote on the motion carried.

All members voted.

President Felps and General Manager Shell noted for the record that outgoing Director/Secretary Treasurer, Dan Brady, would be removed as an authorized signer at all financial institutions used by the District.

President Felps noted for the record that all current Directors, Bill Felps, President; Steve Henderson, Vice President; Bill Luedecke, Secretary/Treasurer; Wayne Brown, Director; Kathleen Griffis-Bailey, Director; and staff, General Manager, Charles Shell; and Assistant General Manager/Hydrologist, Mitchell Sodek would be the authorized signers for the checking account of the District at financial institutions used for this purpose by the District.

President Felps noted for the record that Bill Felps, President; Bill Luedecke, Secretary/Treasurer; General Manager Charles Shell; and Public Funds Investment Officer, Donnita Coats would be the public funds investment authorized signers for the investment of funds of the District at financial institutions used for this purpose by the District and that any two of the public funds investment authorized signers named here could process investments and transfer investment funds between any accounts of the District.

President Felps then asked for public comment. There was no public comment.

President Felps then asked for consideration and/or action on the Annual District Audit for 2015-2016. Charity Taber, 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.

Bill Luedecke moved to:

Approve the Central Texas Groundwater Conservation District FY2015-2016 Annual Audit as presented.

Second was by Kathy Griffis-Bailey.

Vote on the motion carried.

President Felps then asked for consideration and/or action on Minutes of the Regular Board Meetings held October 21, 2016 and December 2, 2016.

Kathy Griffis-Bailey moved to:

Approve the Minutes of the Regular Board Meetings held October 21, 2016 and December 2, 2016.

Second was by Steve Henderson.

Vote on the motion carried.

President Felps then asked for consideration and/or action on Expenditures for October 2016, November 2016 and December 2016; Review of 2016-2017 Budget; Budget Line Item Adjustments and Quarterly Report on Investments.

Bill Felps moved to:

Approve the Expenditures for October 2016, November 2016 and December 2016.

Second was by Steve Henderson.

Vote on the motion carried.

Public Funds Investment Officer, Donnita Coats, gave the Board a Quarterly Report on the Investment Position of the District for the quarter ending December 31, 2016 in accordance with Section IV of the Public Funds Investment Policy of the District.

President Felps then asked for consideration and/or action on the Fiscal Year 2015-2016 Annual Report. Kathy-Griffis Bailey pointed out and Board and Staff discussed a few minor changes that would improve the accuracy and reading of the report.

Kathy Griffis-Bailey moved to:

Adopt the Fiscal Year 2015-2016 Annual Report with the discussed changes made to the presented report.

Second was by Bill Luedecke.

Vote on the motion carried.

President Felps then asked for consideration and/or action on the Disposition of the Districts 2007 Dodge Pickup.

General Manager Shell discussed the options available for disposing of the vehicle and informed the Board that he would discuss the chosen option with District General Counsel, Timothy Brown, before proceeding with implementation of the preferred option.

Steve Henderson moved to:

Approve the Disposition of the Districts 2007 Dodge Pickup by donating it to a Burnet County government entity or non-profit organization. The General Manager will place the disposition on a future meeting agenda.

Second was by Bill Luedecke.

Vote on the motion carried.

President Felps then asked for consideration and/or action on Determination of the Drought Stage. Asst. General Manager/Hydrologist Sodek gave a presentation on moisture and drought conditions, future predictions, the District monitor well program and springs studies. He reported that State and Burnet County moisture levels are running above average and has benefited the aquifers. He 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. Monthly Report of Well Registrations and Permitting Activity

	Total as of October 20, 2016	Total as of January 19, 2017			
Well Registrations	4127	4165			
Well Drilling Authorizations	1162	1199			
Permit Applications Received	156	154			
<u>Permit Applications by Use</u>		<u>Issued</u>	<u>Denied</u>	<u>Pending</u>	<u>Expired</u>
Commercial	16	14	0	1	1
Domestic, Livestock and Poultry	56	56	0	0	0
Industrial	11	9	0	2	0
Irrigation	27	24	0	3	0
<u>Public Water Supply</u>	<u>44</u>	<u>42</u>	<u>1</u>	<u>1</u>	<u>0</u>
Total	154	145	1	7	1
<u>Permit Applications by Precinct</u>					
Precinct 1	69				
Precinct 2	34				
Precinct 3	26				
Precinct 4	23				
Precincts 1,3	1				
<u>Precincts 1,2,&3</u>	<u>1</u>				
Total	154				

- b. Update on Revised Management Plan
Hydrologist Sodek is working on the updated plan to be presented at a later date
- c. Update on USGS Projects
A contract for three of the approved projects is ready for execution. USGS will join in on the costs of the projects and the costs are under budget.
- d. Progress on DFC's Adoptions Through GMA 8
General Manager Shell and Hydrologist Sodek will attend a GMA 8 Meeting on January 31, 2017 that will include discussion and/or action on comments received on the proposed desired future conditions(DFC's), minor changes and submission of the explanatory report to the Texas Water Development Board.

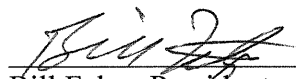
President Felps then called for Director Comments. Kathy Griffis-Bailey discussed the release of the Interim Report on Legislation. General Manager Shell told the Board that he would keep them informed of Legislation the District may be interested in and of any meetings between legislators and the District.

President Felps then called for agenda items for the next Regular Board Meeting.


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, February 17, 2017 at 9:00 a.m. or immediately following a possible 9:00 a.m. Permit Hearing at the District Office located at 225 S. Pierce, Burnet, Texas.

President Felps adjourned the meeting at 10:17 a.m.



Bill Felps, President



Bill Luedecke, Secretary/Treasurer