

**MINUTES OF
October 12, 2012
BOARD MEETING
CENTRAL TEXAS GROUNDWATER
CONSERVATION DISTRICT**

The Board of Directors of the Central Texas Groundwater Conservation District met in regular session on Friday, October 12, 2012 immediately following a 9:00 a.m. Permit Hearing in the District office located at 225 S. Pierce Street, Suite 104, Burnet, Texas.

The following persons were present:

Members Present

Bill Felps, President
Wayne Brown, Vice President
Dan Brady, Secretary/Treasurer
Steve Henderson, Director

Members Absent

Bill Luedecke, Director

Staff and or Consultants Present

Charles Shell, General Manager
Mitchell Sodek, Hydrologist
Donnita Coats, Administrative Assistant

Others present - Several Members of the Public

President Felps asked General Manager Shell to establish a quorum through a roll call of Directors; declared a quorum present; and called the Meeting to order at 9:09 a.m.

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

President Felps then asked for consideration and/or action on Minutes of the Regular Board Meeting held September 14, 2012.

Wayne Brown moved to:
Approve the Minutes of the Regular Board Meeting held September 14, 2012.
Second was by Dan Brady.
Vote on the motion carried.

President Felps then asked for consideration and/or action on Expenditures for September 2012; Review of 2012-2013 Budget; and consideration and/or action on Budget Line Item Adjustments; Quarterly Report on Investment Accounts.

Wayne Brown moved to:
Approve the Expenditures for September 2012.
Second was by Steve Henderson.
Vote on the motion carried.

General Manager Shell reviewed annual and sick leave adjustments made for Fiscal Year 2011-2012. Administrative Assistant, Donnita Coats, was paid \$1405.15 for sick leave adjustment and Mitchell Sodek was paid \$57.01 for sick leave adjustment.

President Felps then asked for consideration and/or action on Legal Services for the District.

Dan Brady informed the Board that he and President Felps had received additional information from the legal firms selected for consideration by the committee and had recommendations for the Board. The committee recommended that the Board hire Timothy L. Brown, Attorney at Law and

Andy Carson, Attorney at Law, perform dual legal services for the District. Board Members and General Manager Shell discussed Board and Staff procedures for contacting legal counsel.

Dan Brady moved to:

Hire Timothy L. Brown, Attorney at Law and Andy Carson, Attorney at Law, to perform dual legal services, as needed, for the District.

Second was by Wayne Brown.

Vote on the motion carried.

Bill Felps moved to:

Have Timothy L. Brown, Attorney at Law and Andy Carson, Attorney at Law, prepare Engagement Agreements to be executed by the District at the next Regular Meeting of the Board.

Second was by Dan Brady.

Vote on the motion carried.

President Felps then asked for consideration and/or action on a Proposal from USGS Concerning a Gain/Loss Study on the Colorado River. General Manager Shell and the USGS study project team reviewed the project and presented the Board with contracts for execution.

Wayne Brown moved to:

Approve and execute the contract presented for the USGS Gain/Loss Study on the Colorado River.

Second was by Dan Brady.

Vote on the motion carried.

President Felps then asked for consideration and/or action on Determination of the Drought Stage. Hydrologist Sodek gave a presentation including the Palmer Hydrologic Index & US Drought Monitor, El Nino predictions and District monitor well graphs and aquifer conditions. He recommended remaining at Stage 2 . Moderate Drought. No action was taken to change the Drought Stage.

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

a. Rule implementation activities

Activity	Total as of September 14, 2012	Total as of October 11, 2012
Well registrations	3485	3513
Exempt Well Drilling Auth.	488	507
Permit App. Received	128	129
Permit Applications by Use		Permits Issued
Commercial	14	13
Domestic, Livestock & Poultry	41	41
Industrial	9	0
Irrigation	30	19
Public Water Supply	35	26
Total	129	99
Permit Applications by Precinct		
Precinct 1	56	
Precinct 2	33	
Precinct 3	24	
Precinct 4	15	

b. Region K

General Manager Shell briefed the Board on the Region K Meeting that he and Director Luedecke attended on October 10, 2012.

c. Household Hazardous Waste Event

General Manager Shell reported that the event was successful and summarized what was collected at the event. District rain gauges and information/education flyers were distributed at the event.

President Felps then called for any Director comments.

Steve Henderson asked for an update from the Staff on remote monitoring of District Monitor Wells. Hydrologist Sodek and General Manager Shell are working with TWDB on equipping a Trinity well for real time monitoring.

Dan Brady charged the Board and Staff to identify problems with the District Rules for future rule revisions.

Wayne Brown would like to reconsider the need for residential lawn irrigation permits.

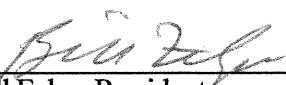
President Felps then called for Agenda items for the next Regular Board Meeting.

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.

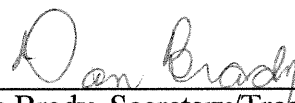
General Manager Shell requested that the Board set a date for a Permit Hearing in November. President Felps set a Permit Hearing for Tuesday, November 27, 2012 at 1:00 p.m. at the District Office located at 225 S. Pierce, Burnet, Texas.

President Felps then set the date for the next regular board meeting for, Friday, November 9, 2012 at 9:00 a.m. at the District Office located at 225 S. Pierce, Burnet, Texas.

President Felps adjourned the meeting at 10:27 a.m.



Bill Felps, President



Dan Brady, Secretary/Treasurer