

POST OAK SAVANNAH GROUNDWATER CONSERVATION DISTRICT
Board of Directors Meeting
Post Oak Savannah Ground Water District Offices
310 East Avenue C
Milano, Texas 76556
March 11, 2008 – 5:30 p.m.

MINUTES

Members Present

President /Nathan Ausley
Treasurer/Kerry Starnes
Robert Ware
Jay Tumlinson
Jim Hodson
Lee Alford III
Andy Hovorak
Carroll Glaser

Entity

POSGCD
POSGCD
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POSGCD

Gary Westbrook
Elaine Gerren
Drew Gholson

POSGCD District Manager
POSGCD
POSGCD

Barney Knight

Knight & Partners

Members Absent

Dwayne Jekel
Jay Wilder

POSGCD
POSGCD

Others Present

Dwight Mahoney
Scott Carlson
Donnie Dippel
Kay Dippel
Bob Barrie
Trace Finley
Tom Cengel
Ned Polk
Curtis Chubb

BRA
Metropolitan Water
Self
Self
BVWA
General Land Office
General Land Office
General Land Office
Cameron Herald

BOARD MEETING

1. Call to Order

Board President Nathan Ausley called the meeting to order at 5:31 p.m. and opened the Public Hearing on item # 2 at 5:32 p.m.

2. Public Hearing on Drilling and Operating Permit Application for Tunis Water Supply Corporation Well to be located approximately 350 feet northeast of the intersection of FM 3058 and CR 244 near the community of Tunis in Burleson County, TX to produce less than or equal to 200 gallons per minute, 288,000 gallons

No comment was heard. The Public Hearing was closed at 5:33.

3. Public Comment

No public comment was heard.

4. Consider Drilling and Operating Permit Application for Tunis Water Supply Corporation Well to be located approximately 350 feet northeast of the intersection of FM 3058 and CR 244 near the community of Tunis in Burleson County, TX to produce less than or equal to 200 gallons per minute, 288,000 gallons per day, and less than or equal to 72 acre feet per year for municipal use.

After brief discussion, a motion was made by Director Robert Ware to approve the Drilling and Operating Permit Application for Tunis Water Supply Corporation Well to be located approximately 350 feet northeast of the intersection of FM 3058 and CR 244 near the community of Tunis in Burleson County, TX to produce less than or equal to 200 gallons per minute, 288,000 gallons per day, and less than or equal to 72 acre feet per year for municipal use. The motion was 2nd by Director Kerry Starnes. The motion carried unanimously

5. Approve Minutes of January 8, 2008 Board Meeting

A motion was made by Director Jim Hodson to approve the minutes of the January 8, 2008 Board Meeting with one correction of adding Barney Knight to the sign in sheet. The motion was 2nd by director Jay Tumlinson. The motion carried unanimously.

6. Consider Issues and performance related to the General Land Office

Comment and discussion was presented by Trace Finley, Ned Polk and Tim Cengel of the General Land Office. General Manager, Gary Westbrook presented a letter from the General Land Office to the Board which stated that the General Land Office would voluntarily comply with all District rules and that the General Land Office reserved the right to withdraw compliance at any time. A recommendation was made By General Manager Gary Westbrook to accept the letter and production information presented as complete and to submit their Historical use Permits for the approval process. The Letter will be submitted and made a part of all applications presented now and in the future by the General Land Office. A motion was made by President Nathan Ausley to accept the General Managers recommendation. The motion was 2nd by Director Carroll Glaser. The motion carried unanimously.

7. Trek Resources, Inc. application to dispose of Oil and Gas Waste Injection well in Burleson County

General Manager, Gary Westbrook gave a final report on the injection Well of Trek Resources, Inc. in Burleson County that was discussed during the January board meeting. He reported that after the District's Hydrologists reviewed the actual injection interval of 5632 to 6058 feet, there appeared to be more than enough buffer zone between the injection point and the Simsboro Aquifer and there was no concern of contamination. General Manager Gary Westbrook reported that the investigation was complete.

8. Discussion of possible amendments of the Rules of the district

Possible amendments to the District's Rules were discussed. A motion was made by Director Jim Hodson to post a hearing notice for possible amendments to the Rules of the District as presented by the General Manager and the District Counsel. The motion was 2nd by Director Jay Tumlinson. The motion carried unanimously.

9. Name and approve recipients of District grants for Groundwater Conservation and Enhancement Programs

General Manager, Gary Westbrook handed out a list of recommended awards of District Grant Funds from the District Grant Committee. A motion was made by Director Robert Ware to approve recipients of District grants for Groundwater Conservation and Enhancement Program. The motion was 2nd by Director Jay Tumlinson. The motion carried unanimously. The recipients are as follows: Lyons WSC \$ 299,893; City of Somerville \$ 19,664; Town of Buckholts \$ 33,791; City of Caldwell \$ 277,698 and North Milam WSC \$ 168,954

10. Authorize notice for receiving applications for additional available Groundwater Conservation Enhancement Program Funds

This item is not needed since the Grants were awarded tonight

11. Receive report from District Manager on recent District activities and take appropriate actions.

A. Permit applications filed with the District and possible Hearing Dates for those applications

No applications were filed that required a hearing.

B. Emergency Permits Granted, well recordings, & new well applications

There were -0- emergency permits filed, -17- applications for new exempt wells filed, -31- new well permits completed, and -11- exempt wells recorded.

C. Recent and future District presentations and activities

1. TAGD quarterly meeting January 30, 2008

General Manager, Gary Westbrook gave a report on the TAGD quarterly meeting held on January 30, 2008 in Austin Texas.

2. Review new application forms

The Application for Exempt Water Wells for Exploration of Oil & Gas was presented to the Directors.

3. TWCA Conference March 5-7, 2008

General Manager, Gary Westbrook gave a report on the TWCA Conference of March 5-7, 2008

12. Amend District Board Policy 4.H to be consistent for allowances in State Law

Discussion was presented by District Manager Gary Westbrook addressing the State Limit on required Bids. The State Limit requires anything over \$ 50,000 to be presented for bids. A motion was made by Director Jim Hodson to amend District Board Policy 4.H to be consistent for allowances in State law by amending the District's Board Policy, 4.H from \$ 25,000 to \$ 50,000. The motion was 2nd by Director Robert Ware. The motion carried unanimously.

13. Amend 2008 Budget for Revenue and Expense

General Manager, Gary Westbrook recommended amendments for the 2008 budget. A reduction in Professional Fees of \$ 10,000 was presented for amendment and an increase for Automobile of \$ 10,000 was presented for amendment for the purchase of a 2nd District Truck. Director Jay Tumlinson made a motion to amend the budget items as presented. The motion was 2nd by Director Jim Hodson. The motion carried unanimously.

14. Purchase District vehicle

General Manager, Gary Westbrook presented a recommendation on the purchase of a pickup for the District. Brief discussion ensued. A motion was made by Director Jim Hodson to approve the purchase of a 2nd District vehicle. The motion was 2nd by Director Jay Tumlinson. The motion carried 7 to 0 with Director Kerry Starnes abstaining from voting.

15. Bills Received and current financial status

A motion was made by Director Jim Hodson to pay all bills. The motion was 2nd by Director Andy Hovorak. The motion carried unanimously.

16. Dates, locations, and times of future meetings

The next scheduled Board Meeting will be on April 8, 2008 at the District office in Milano, Texas at 5:30 p.m.

13. Adjourn

The meeting adjourned at 6:20 p.m.

THE ABOVE MINUTES OF THE MEETING OF THE BOARD OF DIRECTORS OF THE POST OAK SAVANNAH GROUNDWATER CONSERVATION DISTRICT HELD ON MARCH 11, 2008 WERE APPROVED AND ADOPTED BY THAT BOARD ON APRIL 8, 2008.

Nathan Ausley, President

Attest:

Kerry Starnes, Secretary/Treasurer _____ Date _____

A meeting recording of this meeting is available on CD.