

**COASTAL BEND GROUNDWATER CONSERVATION DISTRICT  
BOARD OF DIRECTORS MEETING**

**AGENDA PREPARED AND POSTED:** February 06, 2014  
**DATE OF MEETING:** February 11, 2014  
**TIME OF MEETING:** 8:00 A.M.

**PLACE WHERE MEETING WAS HELD:** District Office, 109 E. Milam, WHARTON, TEXAS 77488.

**I. In Attendance:**

II. Ronald Gertson – President CBGCD; L.G. Raun – Vice-President CBGCD; Edmund Weinheimer – Secretary CBGCD; Leonard Wittig – Director CBGCD; Arthur Priesmeyer – Director CBGCD; Neil Hudgins – Manager CBGCD; Jaime Bosch – Office Manager CBGCD; Judge Philip Spenrath; Susan Reed; Howard Singleton; and Justin Coldeway.

**III. Call to Order:**

The meeting was called to order at 8:07 A.M.

**IV. Public Comments:**

None.

**V. Approval of Minutes:**

Secretary Weinheimer made a motion to accept the meeting minutes for January 14, 2014 regular meeting minutes with the correction to VIII. changing “models” to “scope of work”, and the January 14, 2014 permit hearing minutes as presented. Director Wittig seconded. All voted for; motion carried.

**VI. Manager's Report:**

Financial Report – Mr. Hudgins reported a checking account balance of \$156,437.89 and a money market balance of \$875,449.50. A budget vs. actual and the balance sheet for January were also presented. After discussion and review, Secretary Weinheimer made a motion to approve the financials as presented. Vice-President Raun seconded. All voted for; motion carried.

Well Monitoring Update – Mr. Hudgins presented the Board with the January well monitoring report. Levels are up from last month with a small recharge from January 2012.

Upcoming Meetings – Ag irrigation symposium on February 13, 2014 and TAGD meeting is scheduled for the end of February.

**VII. Discussion to Review and Approve Permit Applications:** After discussion and review of the permit applications and permit amendment, Vice-President Raun made a motion to approve the permit amendments for OP-1012010 for Alton Krauskopf; OP-04070203 for J.E. & Millie Naiser Estate; OP-08110301 for Sigma Agriscience, LLC; OP-06021502 for Colorado Bend Energy; OP-04102802 for JKP Farms; OP-04102804 for JKP Farms; OP-05020702 for Bishkin & Meyers, Director Wittig seconded. All voted for motion carried. After review of drilling applications for replacement wells, Vice-President Raun made a motion to approve the applications for OP-09012901 for Bayer Crop Science and OP-05011225 El Rancho De Los Patos, Director Wittig seconded. All voted for motion carried. After discussion and review of the operating permit and drilling applications, Secretary Weinheimer made a motion to approve the permits for OP-14013001 for WJM Partners, Inc.; OP-14013002 for Jonathan & Tristan Krenek; and OP-14013003 for Kallas Family Trust, Director Priesmeyer seconded. All

voted for motion carried. After review and discussion of the drilling permits, Vice-President Raun made a motion to approve drilling permits for OP-13101601 for BMG Farms LLC and OP-13101602 for BMG Farms LLC with the condition that the three year interim historic use for OP-13101602 will not exceed 4075 acre feet and OP-13101602 will not exceed 4704 acre feet, Director Priesmeyer seconded. All voted for motion carried.

- VIII. **Audit Presentation by Susan Reed, Reed & Associates:** Susan Reed reviewed the advisement letter for the board. She also explained the detail audit information and answered any questions the board had. After her review, Secretary Weinheimer made a motion to approve the audit as presented, Director Wittig seconded. All voted for motion carried.
- IX. **Discussion of Proposed Rule Amendment Regarding the Completion Date of Permitted Well Drill:** After review and discussion, Director Priesmeyer made a motion to change 3.15 (a)(1) from “if well is not drilled within six months” to “if well is not drilled and completed within twelve months”, Vice-President Raun seconded. All voted for motion carried.
- X. **Review Scope of Work From Intera Regarding Spacing/Screening Requirements:** Mr. Hudgins presented the board with the proposed scope of work from Intera. After review, Secretary Weinheimer made a motion to accept the scope of work with the following change: “Step 1 through Step 4 for drawdowns of 10 ft, 20 ft, and 30 ft.” to “Step 1 through Step 4 for drawdowns of 5 ft, 15 ft, and 30 ft.”, Vice-President Raun seconded. All voted for motion carried.
- XI. **Consider Adoption of Resolution Regarding Upcoming TCEQ Actions to Curtail Surface Water Supplies:** Mr. Hudgins presented the board with a resolution requesting Texas Commission on Environmental Quality opposing the unnecessary and over stringent curtailment provisions recently adopted by LCRA Board of Directors. After review and discussion, Vice-President Raun made a motion to adopt the resolution. Secretary Weinheimer seconded. All voted for motion carried.
- XII. **Discussion of Chapter 36 Definition of Waste:** Mr. Hudgins opened discussion of Chapter 36 definition of waste as related to CBGCD. It was agreed to refer to the Chapter 36 definition of waste and not necessary to include in CBGCD rules at this time.
- XIII. **Unfinished Business:** Justin Coldeway with Colorado Bend Energy introduced himself to the board as the plant manager. He spoke about possible growth of the plant and possible additional groundwater use.
- XIV. **Public Comments/Announcements:** None
- XV. **Date of Next Meeting:** The next CBGCD board meeting was set for Tuesday, March 11, 2014 at 8:00 am.
- XVI. **Adjournment:** Director Priesmeyer made a motion to adjourn. Secretary Weinheimer seconded. All voted for; motion carried. Adjournment at 10:30 a.m.