

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

AGENDA PREPARED AND POSTED: February 07, 2013
DATE OF MEETING: February 12, 2013
TIME OF MEETING: 8:00 A.M.

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

I. In Attendance:

Ronald Gertson – President CBGCD; L.G. Raun, Jr. – Vice President CBGCD; Edmund Weinheimer – Secretary CBGCD; Leonard Wittig – Director CBGCD; Arthur Priesmeyer – Director CBGCD; Neil Hudgins – General Manager CBGCD; Jaime Bosch – Office Manager CBGCD; Judge Phillip Spennath; Edwina Kuykendall; Howard Singleton; Grady Allen

II. Call to Order:

The meeting was called to order at 8:05 A.M.

III. Public Comments:

Edwina Kuykendall addressed the board with her concerns about the possible waste of groundwater in her community. Mr. Hudgins advised Mrs. Kuykendall that the individual pumping the water was not in any violation of CBGCD rules. He recommended that she contact TCEQ to address her concerns of someone damming up of a free flowing creek.

IV. Approval of Minutes:

Secretary Weinheimer made a motion to accept the December 04, 2012 regular meeting minutes as presented with a note that item VII have the addition of “of the above”, the December 17, 2012 phone meeting minutes, and the December 04, 2012 permit hearing minutes as presented. Director Priesmeyer seconded. All voted for; motion carried.

V. Manager's Report:

Financial Report – Mr. Hudgins reported a checking account balance of \$ 164,848.30 and a money market balance of \$ 901,421.70. A budget vs. actual, a list of total District investments, and the balance sheet for December, January and February were also presented. After discussion and review, Director Priesmeyer made a motion to approve the checking account balance, the money market account balance, and a list of detailed checks and deposits for the months of December, January and February as presented. Secretary Weinheimer seconded. All voted for; motion carried.

Well Registration Update – Mr. Hudgins presented the Board with a detailed breakdown of current Exempt and Non Exempt Well Information for the 2011-2013 permitting term.

Well Monitoring Update – Mr. Hudgins presented the Board with the December and January well monitoring report. Recovery is slow but steady.

Upcoming Meetings – Wharton County Irrigation Seminar, Texas Ag Water Forum, TAGD meeting, Groundwater Day at the Capitol.

VI. Review and Approve Permit Applications: After discussion and review of the permit applications: F.E. Pryor OP-10022501, Betty Raun MD Trust OP-09120701, Wayne Priesmeyer OP-12121201, Hank Cranek OP-13013002, Kinder Morgan Crude OP-13013001, Forgason Division LTD OP-05050602, G.Cameron Duncan Jr.; F. Bowie Duncan II; Genevieve Duncan OP-12052901 & OP-12052902; Terrance Hlavinka

Cattle Company OP-12020901 & OP-12061401; and Pat & Salena Nichols OP-08051423 Director Priesmeyer made a motion to approve as presented with a requirement that a meter be placed on each of the above new permitted well, Director Wittig seconded. All voted for motion carried. Vice President Raun abstained on the vote for F.E. Pryor OP-10022501 & Betty Raun MD Trust OP-09120701.

- VII. **Budget Amendments:** After discussion Director Weinheimer made a motion to create a new budget line item “meters” taking \$19,000.00 from line item “small tools and equipment” resulting in \$1,000.00 remaining in “small tools and equipment”, Director Wittig seconded. All voted for and motion carried.
- VIII. **Audit Presentation by Susan Reed of Reed & Associates, PC:** Susan Reed presented the 2011-2012 Fiscal Year Audit to the Board. She first addressed the letters accompanying the audit. The first letter presented outlined the outcome of a revised standard that auditors of governmental entities must complete. The letter contains the auditors responsibilities under U.S. generally accepted auditing standards, the planned scope and timing of the audit, any significant audit findings and any difficulties encountered in performing the audit. The second letter presented listed any deficiencies in the controls of the District. There were no noted deficiencies. Ms. Reed commented on how well Mrs. Bosch did coming in as new District staff handling the audit procedures and the financials. After the completed presentation, Director Weinheimer made a motion to accept the audit as presented. Director Wittig seconded. All voted for; motion carried.
- IX. **Discussion of rule amendment regarding the requirement of meters on permitted wells:** After discussion Director Priesmeyer made a motion to propose a rule change that would require meters to be installed on all wells permitted for agricultural use that are drilled after January 01, 2013. Vice President Raun seconded. All voted for; motion carried.
- X. **Historic use Protection Options:** The board scheduled a rules workshop meeting with attorney Greg Ellis on March 05, 2013 at 5:00 p.m. at the district office. The board will present and discuss suggested ideas on historic use with Mr. Ellis to get his legal advice.
- XI. **Next Meeting:** The next general board meeting was set for Tuesday, April 09, 2013 at 8:00 a.m. at the District Office.
- XII. **Adjournment:** Secretary Weinheimer made a motion to adjourn. President Gertson seconded. All voted for; motion carried. Adjournment at 10:05 a.m.