

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

AGENDA PREPARED AND POSTED: February 18, 2011
DATE OF MEETING: February 22, 2011
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, Jr. – Vice President CBGCD; Edmund Weinheimer – Secretary CBGCD; Arthur Priesmeyer – Director CBGCD; Leonard Wittig – Director CBGCD; Neil Hudgins – Manager CBGCD; Mandy Bain – CBGCD; Laurence Armour; Judge Spennath, Susan Reed – Reed & Associates.

III. Call to Order:

The meeting was called to order at 8:01 A.M.

IV. Public Comments:

None.

V. Approval of Minutes:

Vice President Raun made a motion to accept the January 11, 2011 regular meeting minutes and January 11, 2011 permit hearing minutes as presented. Secretary Weinheimer seconded. All voted for; motion carried.

VI. Manager's Report:

Financial Report – Mr. Hudgins reported a checking account balance of \$ 138,754.68 and a money market balance of \$ 559,793.07. A budget vs. actual, a list of total District investments, and the balance sheet for January was also presented. After discussion and review, Director Priesmeyer made a motion to approve the checking account balance, the money market account balance, the investment report, and a list of detailed checks and deposits for the month of January as presented. Vice President Raun 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.

Well Monitoring Update – Mr. Hudgins presented the Board with the January well monitoring report. The index wells show an average the wells are up about one foot.

Water Use Report – Mr. Hudgins presented the Board with a 2010 Water Usage Summary of the water use reports that have been submitted for 2010. Only 74% of the reports have been submitted. Water usage for 2010 is appearing to be lower than last year's usage, however, there is a significant increase in the use of meters so the accuracy of the reports is improving.

Upcoming Meetings – TAGD's quarterly meeting is scheduled for March 30 and 31, 2011 in Austin.

VII. **Review and Approve Permit Applications:** After discussion and review of the permit applications, the Board tabled any action until the next Board meeting.

VIII. **Audit Presentation by Susan Reed of Reed and Associates, P.C.:** Susan Reed presented the 2009-2010 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 District staff is handling the audit procedures and the financials. After the completed presentation, Secretary Weinheimer made a motion to accept the audit as presented. Director Wittig seconded. All voted for; motion carried.

- IX. **Conjunctive Use Permits:** The Board discussed the possibility of implementing conjunctive use permits. These permits could potentially be longer term permits for the groundwater wells that use surface water conjunctively. One advantage to having conjunctive use permits would be the better accuracy of permitted water amounts. Staff will begin looking at how many permitted wells would possibly be considered for conjunctive use permits and more discussion will be held at a later meeting.
- X. **Historic Use Implementation:** The Board instructed Staff to begin compiling a list of potential Advisory Council members to begin discussing the implementation of Historic Use for District Permits. The Board would like the District's attorney, Gregg Ellis, to come discuss possible ideas for historic use. The Board will make sure the public has plenty of input on the topic.
- XI. **Aggregation in District Rules:** The Board discussed different scenarios in the aggregation of wells. After reviewing the District Rules on aggregation, staff & the Board will create wording for possible Rule changes.
- XII. **Pump Test and Hydrogeological Report Guidelines:** After discussion, the Board instructed District Staff to thoroughly review the guidelines and create recommendations for changes, additions or corrections and to review aggregation specifics in reference to the guidelines.
- XIII. **Next Meeting:** The next general board meeting was set for Tuesday, March 8, 2011 at 8:00 a.m. at the District Office, 109 E. Milam, Wharton, Texas.
- XIV. **Adjournment:** Secretary Weinheimer made a motion to adjourn. Director Wittig seconded. All voted for; motion carried. Adjournment at 10:35 a.m.