

Meeting Minutes
 July 14, 2011
 Jackson Co. Services Bldg.

Members Present: Ray Brundrett, Johnny Dugger, Michael Skalicky, Kenneth Koop, and Clarence Schomburg.

Members Absent: Jim Revel and Robert Martin.

Others Present: Jim Allison of Allison, Bass, and Associates, and Sam Hoerster, TGCD General Manager.

The meeting was called to order by Mr. Skalicky, Board President, at 8:32 A.M.

The minutes of the June 9, 2011 Board Meeting were read by Mr. Skalicky. There were no mistakes noted by the Board and Mr. Skalicky moved the minutes be accepted. Mr. Brundrett seconded and minutes were approved unanimously.

It was brought to the attention of the Board that the General Manager had been listed as a member in the May minutes. Mr. Allison stated that it is common practice that the name of the General Manager be listed with the title as one of the others present. Mr. Skalicky moved that the change be made and Mr. Brundrett seconded. The motion passed unanimously.

Mr. Brundrett presented the treasurer's financial reports. Attached is the Report. Mr. Schomburg moved to accept the treasurer's financial reports. The motion was seconded by Mr. Dugger. The motion passed unanimously.

Mr. Brundrett submitted for approval invoices which included the General Manager Timesheet and AT&T Cell Phone Bill. The amounts were:

- General Manager- \$915.00
- AT&T Cell Phone- \$47.51

Mr. Schomburg moved to accept the submitted invoices. The motion was seconded by Mr. Dugger. The motion passed unanimously.

The District's insurance and bonding was presented for consideration. The district's current policy that is up for renewal could not add coverage for the General Manager position as a contracted position. Various solutions were discussed, including adding the position as a part time employee, seeking out a new policy for the district which would include a contracted General Manager, or allowing for the General Manager to seek out personal insurance to cover the liability. Mr. Hoerster informed the board that TMLIRP would be able to cover him with an amendment to his contract stating the District would accept liability on its policy. Mr. Brundrett moved that the item be tabled to allow for a proposal to be obtained and an amendment to the General Manager's contract be drafted. Mr. Dugger seconded and the motion passed without dissent. The General Manager's

bonding was brought before the board. Mr. Skalicky moved that the surety bond be set for \$10,000 and that the General Manager seek a quote. Mr. Schomburg seconded and the motion passed unanimously.

The Board took into consideration the applications for registrations and permits, as well as forms for complaints and waivers. Mr. Koop asked if there was a drilling permit application for exempt-use wells. The General Manager answered that as the rules stand there is no requirement for a drilling permit for a well that will have exempt status. Mr. Koop stated the importance of informing the community of registrations, and of holding a well drillers' workshop. Some discussion of the rules, as they applied to the permits, ensued. Mr. Skalicky moved to accept the applications and forms, with corrections to be made to the operation permit application. Mr. Brundrett seconded and the motion passed.

Mr. Allison presented a Legislative Update. Mr. Allison informed the board on legislation specific to the TGCD including Senate Bill 1835. He provided a handout marking the changes to Chapter 36, and relayed that there were many changes, but in substance the law remains largely the same. He relayed the changes in language to water ownership found in Senate Bill 332.

The General Manager report was presented by Mr. Hoerster. Office Hours had been set for Tuesday and Thursday, 8 am to 12 pm. Contact information was provided to the Board, which included: Office Phone 361-781-0624, Cell Phone 361-235-0980, and Email texanagroundwater@gmail.com. The budget process was described by the General Manager, and a Management Plan update given. A brief recap of the Region P meeting was given, and correspondence with TWDB concerning the drought impact was relayed.

There was no stated need to move into a closed session. Mr. Koop moved that the meeting be adjourned, and Mr. Schomburg seconded the motion. The motion passed unanimously and the meeting was adjourned at 11:45 A.M.



James Revel, TGCD Secretary