

**MINUTES OF THE BOARD OF DIRECTORS' BOARD MEETING
NORTH TEXAS GROUNDWATER CONSERVATION DISTRICT**

Thursday, July 25, 2024, at 10:00 a.m.

**Pilot Point ISD Administration Office
829 S. Harrison St.
Pilot Point, TX 76258**

Please note for in-person attendance that the Board meeting location can only accommodate a limited number of attendees to comply with state requirements related to in-person gatherings. In the event in-person attendance exceeds any state or local requirements, the District may provide an option for virtual participation for any overflow attendees as necessary and authorized by law.

Members Present: Greg Peters, Everette Newland, Allen Knight, Robert Todd, Ronny Young, Thomas Smith, Jimmy Arthur, and Leon Klement

Members Absent: Allen McDonald

Staff: Paul Sigle, Kenneth Elliott, Debi Atkins, and Velma Starks

Visitors: Kristen Fancher, Law Offices of Kristen Fancher, PLLC

Board Member Qualification for Office

Board Member qualification for office will begin at 10:00 a.m.

1. Administer Oath of Office to new Board Member.

The Oath of Office was administered to Leon Klement by Velma Starks, Notary.

2. Receive signature on Oath of Office and Statement of Appointed Officer forms.

Permit Hearing

Permit Hearing will begin upon completion of the Board Member Qualification for Office.

Agenda:

1. Call to Order; establish quorum; declare hearing open to the public; introduction of Board.

Board President Ronny Young called the Permit Hearing to order at 10:01 a.m.

2. Public Comment on the Production Permit Applications (verbal comments limited to three (3) minutes each).

No public comments.

3. Review the Production Permit Applications of:

Permit Amendment

- a. **Applicant:** Independence Water No 2.; 3000 Turtle Creek Blvd, Dallas, TX 75219

Location of Wells:

- **Harvest #2 (existing):** Old Justin Rd, Argyle, TX; Latitude: 33.118881 °N, Longitude: 97.246005 °W; About 78 feet north of Old Justin Rd and about 1,120 feet east of Schober Rd in Denton County.
- **Harvest #3 (new):** Breezy Brook Ln, Northlake, TX; Latitude: 33.11877 °N, Longitude: 97.2411 °W; About 55 feet north of Old Justin Rd and about 2,620 feet east of Schober Rd in Denton County.

Purpose of Use: Irrigation/Landscape; Filling Surface Impoundment(s)

Requested Amount of Use: 46,570,000 gallons per year

Production Capacity of Wells:

- **Harvest #2:** 165 gallons/minute
- **Harvest #3:** 200 gallons/minute

Aquifer: Trinity (Antlers)

Amendment: Addition of Harvest #3 well. Total requested amount of use does not change.

General Manager Paul Sigle reviewed the permit with the Board. Discussion was held. Board Member Thomas Smith made the motion to approve the permit. Board Member Everette Newland seconded the motion. Motion passed unanimously.

New Production Permit

- a. **Applicant:** Painted Tree Residential Community Association, Inc.; 7800 N Dallas Pkwy, Suite 450, Plano, TX 75024.

Location of Wells:

- **Well 1 (existing):** 3998 Taft Ln, McKinney, TX 75069; Latitude: 33.222904°N Longitude: 96.667322°W; About 1,893 feet north of Hwy 380 and about 3,550 feet east of N Lake Forest Dr, in Collin County.
- **Well 2 (new):** McKinney, TX; Latitude: 33.232768°N Longitude: 96.673410°W; About 90 feet north of County Road 943 and about 1,815 feet east of N Lake Forest Dr, in Collin County.

Purpose of Use: Irrigation/Landscape; Filling of Surface Impoundment(s).

Requested Amount of Use: 75,682,456 gallons/year

Production Capacity of Wells:

- Well 1: 195 gallons/minute
- Well 2: 250 gallons/minute

Aquifer: Trinity (Paluxy)

General Manager Paul Sigle reviewed the Permit with the Board. Discussion was held.

The Board went into Executive Session at 10:17 a.m. The Board reconvened at 10:43 a.m.

Board Member Greg Peters made the motion to approve the permit with the following special conditions, (1) the permittee must adhere to the District's Drought Contingency Plan, as it may be amended by the Board of Directors, and (2) the permit is subject to the District's rules related to curtailing production. Board Member Allen Knight seconded the motion. Board Members Thomas Smith and Leon Klement opposed the motion. Motion passed 6-2.

4. Consider and act upon the Production Permit Applications, including designation of parties and/or granting or denying the Production Permit Applications in whole or in part, as applicable.

The Permits were approved separately.

5. Adjourn or continue permit hearing.

Board President Ronny Young adjourned the permit hearing at 10:42 a.m.

Board Meeting

Agenda:

1. Pledge of Allegiance and Invocation

Board President Ronny Young led the Pledge of Allegiance and provided the invocation.

2. Call to order, establish quorum; declare meeting open to the public.

Board President Ronny Young called the meeting to order at 10:42 a.m.

3. Public Comment

There were no public comments at this time.

4. Consider and act upon approval of the minutes from the June 11, 2024, Board meeting.

Board President Ronny Young asked for approval of the minutes from the June 11, 2024, meeting. Board Member Allen Knight made the motion to approve the minutes. Board Member Greg Peters seconded the motion. Motion passed unanimously.

5. Consider and act upon the 2023 Audit.

The audit was reviewed by April Hatfield, McClanahan and Holmes, LLP with the Board. Discussion was held. Board Member Thomas Smith made the motion to approve the audit. Board Member Jimmy Arthur seconded the motion. Motion passed unanimously.

6. Consider the appointment of a Budget Committee.

The Budget Committee consisting of Board Members Greg Peters, Robert Todd, Jimmy Arthur, and Ronny Young were appointed.

7. Consider and act upon approval of invoices and reimbursements, Resolution No. 2024-7-25-01.

General Manager Paul Sigle reviewed the liabilities with the Board. Discussion was held. Board Member Allen Knight made the motion to approve Resolution No. 2024-7-25-01. With correction on line item Administrative Services GTUA - July to GTUA – June. Board Member Thomas Smith seconded the motion. Motion passed unanimously.

8. Receive reports from the following Committees*:

- a. Budget and Finance Committee
 - 1. Receive Monthly Financial Information

General Manager Paul Sigle reviewed the Financial Report with the Board. Discussion was held.

- b. Investment Committee
 - 1. Receive Quarterly Investment Report

General Manager Paul Sigle reviewed the Quarterly Investment Report with the Board.

- c. Management Plan Committee
 - 1. Receive Quarterly Report

General Manager Paul Sigle reviewed the Quarterly Report with the Board. Discussion was held.

9. Consider and act upon Resolution of Appreciation for David Flusche.

Board Member Thomas Smith made the motion to approve the Resolution of Appreciation for David Flusche. Board Member Greg Peters seconded the motion. Motion passed unanimously.

10. Discussion and possible action on audit services for next fiscal year.

General Manager Paul Sigle provided background information for the Board. McClanahan and Holmes, LLP has provided audit services for five years. The Board suggested that the staff obtain a contract from McClanahan and Holmes, LLP with them rotating the primary staff auditor. They anticipate a 5% to 7% increase in the fee each year.

11. Update and possible action regarding the process for the development of Desired Future Condition (DFCs).

General Manager Paul informed the Board that the GMA 8 is starting the process for DFCs. RFQs for professional services related to development and adoption of DFCs have been sent out and two responses have been received. GMA 8 is still waiting on one. They will be updating the model. The next meeting is anticipated to take place in August/September.

12. Consider and act upon compliance and enforcement activities for violations of District rules.

No issues

13. General Manager's Report: The General Manager will update the board on operational, educational and other activities of the District.

- a. District's Disposal/Injection Well Program

No update

- b. Well Registration Summary

General Manager Paul Sigle reviewed the well registration summary with the Board. Thirteen wells were registered in June.

14. Open forum/discussion of new business for future meeting agendas.

- Drought Contingency Plan
- Meter report
- Next meeting will be August 13, 2024

15. Adjourn public meeting

Board President Ronny Young declared the meeting adjourned at 11:10 a.m.

Velma Starks _____ [Signature] _____
Recording Secretary Secretary-Treasurer