

MINUTES OF THE BOARD OF DIRECTORS' BOARD MEETING AND PERMIT HEARING
RED RIVER GROUNDWATER CONSERVATION DISTRICT

THURSDAY, OCTOBER 24, 2019

GREATER TEXOMA UTILITY AUTHORITY
BOARD ROOM
5100 AIRPORT DRIVE
DENISON TX 75020

Members Present: Chuck Dodd, David Gattis, Harold Latham, Mark Patterson, Mark Gibson, Mark Newhouse, and Billy Stephens

Members Absent:

Staff: Drew Satterwhite, Wayne Parkman, Allen Burks, Paul Sigle, Nicole Sims, Debi Atkins, Carolyn Bennett, and Velma Starks

Visitors: Kristen Fancher, Fancher Legal
Marshall Tolleson, Extension Agent
Shelby Sprinkle, Texas 4-H Water Ambassador
Sara Sprinkle, Grayson County 4-H
Robin McCoy, Senator Pat Fallon Office
Michael Timpson, land owner
Tyson Mathews, land owner

Permit Hearing

Agenda:

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

Board President Mark Patterson called the hearing to order at 10:00 a.m., established that a quorum was present; declared hearing open to the public; and introduction of Board.

2. Review the Production Permit Application of:

Applicant: Ameritex Pipe & Products, LLC

Location of Well: 27679 FM 121, Tioga, TX 76271; Latitude: 33.459576°N Longitude: 96.858189°W;
Located about 550 feet north of the Buck Creek Road and FM 121 intersection

Purpose of Use: Manufacturing/Dust Control

Requested Amount of Use: 7,500,000 gallons

Production Capacity of Well: 125 gallons per minute

Aquifer: Antlers (Trinity) Aquifer

Applicant: Ameritex Pipe & Products, LLC

Location of Well: 27679 FM 121, Tioga, TX 76271; Latitude: 33.459028°N Longitude: 96.857583°W;
Located about 550 feet north of the Buck Creek Road and FM 121 intersection

Purpose of Use: Manufacturing/Dust Control

Requested Amount of Use: 8,751,600 gallons

Production Capacity of Well: 125 gallons per minute

Aquifer: Antlers (Trinity) Aquifer

General Manager Drew Satterwhite reviewed the permits with the Board. These are two existing wells that Ameritex Pipe & Products would like to make producing wells, one to pump into pond to control dust and one to pump into storage tank for manufacturing. They have contacted the original well driller to put equipment and get wells producing. Discussion was held by Board.

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

There were no public comments on the Production Permit Application.

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

Board Member Mark Gibson made the motion to grant the Production Permit Applications. Board Member Check Dodd seconded the motion. Motion passed unanimously.

5. Adjourn or continue permit hearing.

Board President Mark Patterson adjourned the permit hearing at 10:12 a.m.

Board Meeting

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

Board President Mark Patterson called the meeting to order at 10:13 a.m., established a quorum was present, and declared the meeting open to the public.

2. Public comment

No public comments.

3. Consider and act upon State 4H Water Ambassador request for assistance to purchase a monitor kit from the Texas Stream Team.

General Manager Drew Satterwhite introduced Shelby Sprinkle, State 4H Water Ambassador. Shelby told the Board about herself and her interest in marine biology. She explained to the Board what the State 4H Water Ambassador program does, the training/information they receive. Shelby will use The Texas Stream Team monitor kit to monitor the Gunter East Ford River which flows into Lake Lavon. The Ambassador program is focused on educating in schools, conservation and monitoring water quality. Shelby does presentations for schools and any organization that invites her. The monitoring

results will be posted on the Texas Stream Team website. Shelby has received \$200 from other organizations for the purchase of the \$532.00 monitoring kit. The kit will remain with the ambassador program to be used by future ambassadors after Shelby is no longer an ambassador. A discussion was held. Board Member Chuck Dodd made a motion to provide the balance of \$332.00 for the purchase of the kit and that Shelby will report to the Board every six months. Board Member Mark Newhouse seconded the motion. Motion passed unanimously.

4. Consider and act upon approval of Minutes of September 19, 2019, Board Meeting.

Board Member David Gattis made a motion to approve the minutes of the September 19, 2019 meeting. The motion was seconded by Board Member Chuck Dodd. The motion passed unanimously.

5. Review and approval of monthly invoices.

General Manager Satterwhite reviewed the monthly invoices with the Board of Directors. Board Member Billy Stephens made a motion to approve Resolution 2019-10-24-01. Board Member Mark Gibson seconded the motion. Motion passed unanimously.

6. Receive monthly financial information.

General Manager Drew Satterwhite reviewed the monthly financial information with the Board. A discussion was held regarding the database.

7. Receive Quarterly Report on Management Plan.

General Manager Drew Satterwhite reported that there are 918 registered wells in the District and there were 84 inspections.

8. Receive Quarterly Investment Report.

General Manager Drew Satterwhite reviewed the Quarterly Investment Report with the Board.

9. Review and approval of Investment Policy.

General Manager Drew Satterwhite reviewed the Investment Policy with the Board. This policy is required to be reviewed annually in order to comply with Public Funds Investment Act. During this last legislative session, nothing changed in regards to the PFIA act that would necessitate any amendments to our current policy. Board Member Chuck Dodd made the motion to approve the Investment Policy as well as the broker/dealers and PFIA training sources. Board Member Billy Stephens seconded the motion. Motion passed unanimously.

10. Discussion and possible action regarding which existing well systems require a Hydrogeological Report when adding a new well, including possible approval of any related amendments to District Hydrogeological Report Guidelines.

General Manager Drew Satterwhite requested clarification from the Board of Directors as to which well systems were intended to be required to produce a Hydrogeological Report. After a detailed discussion the Board decided to remain with the current guidelines. Board Member David Gattis made the motion to remain with the current guidelines. Board Member Chuck Dodd seconded the motion. Motion passed unanimously.

11. Request for extension for Well #5 owned by the City of Tioga.

General Manager Drew Satterwhite informed the Board that the extension expired on the drilled well while they are waiting on the equipment. After a detailed discussion the board decided to grant a 365 day extension. Board Member Chuck Dodd made the motion to grant 365 day extension for City of Tioga Well #5. Mark Gibson seconded the motion. Motion passed unanimously.

12. Update and possible action regarding the process for the development of Desired Future Conditions (DFC).

a. Discussion of Environmental Impacts, Subsidence Impacts and Hydrological Conditions

James Beach, WSP provided a presentation on three factors concerning DFCs; Environmental Impacts, Subsidence Impacts and Hydrological Conditions. The Board discussed and was reminded that these factors will be discussed at the November 22nd GMA 8 meeting.

13. Consider and act upon compliance and enforcement activities for violations of District Rules.

a. JT Rivers, LLC

General Manager Drew Satterwhite reminded the Board that this leaking pond situation had been previously brought to the Board attention. Staff members have been monitoring the production into the pond for a seven week period; it has been observed that the two wells have pumped 2.96 million gallons into the pond during the seven week period. Based on staff calculations it has been determined that substantially more water has been pumped into the pond than could have been evaporated during this period. The current owner was present and expressed his willingness to solve the problem once a solution is determined. Both current owner and neighbor explained pond situation to Board.

Board went in to Executive Session at this time, 12:08 p.m. Board reconvened into regular session at 12:20 p.m.

Board Member Mark Newhouse made the motion that the owner should turn off the pumps or fix the leak within 30 days. After the leak has been fixed, owner should provide proof of repair efforts and then apply for production permit. Board Member Billy Stephens seconded the motion. Motion passed unanimously. Kristen Fancher will prepare letter.

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

a. Well Registration Summary

General Manager Drew Satterwhite reported that there are 5 new well registrations and a total of 918 registered wells in the district.

General Manager Drew Satterwhite informed the Board that the TCEQ petition panel has asked him to serve as alternate on committee.

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

The Board decided not to meet in November instead to meet on Thursday, December 5 not the regular scheduled date in December.

16. Adjourn.

President Patterson declared the meeting adjourned at 12:28 p.m.

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Valma Starks

Recording Secretary

Robert M. Starks

Secretary-Treasurer