

**MINUTES OF THE BOARD OF DIRECTORS' BOARD MEETING
RED RIVER GROUNDWATER CONSERVATION DISTRICT**

THURSDAY, DECEMBER 19, 2017

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

Members Present: Chuck Dodd, David Gattis, P.E., Mark Gibson, P.E., Harold Latham, Mark Newhouse, Mark Patterson, and Billy Stephens (Both Chuck Dodd and David Gattis arrived late to the meeting)

Members Absent: None

Staff: Drew Satterwhite, P.E., Allen Burks, Paul Sigel, Wayne Parkman, Theda Anderson, Carolyn Bennett, and Velma Starks

Visitors: Kristen Fancher, Fancher Law
James Beach, LBG Guyton
John Faulkner, Faulkner & Son
William Purcell, former Board member

Public Meeting to Adopt Desired Future Conditions

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

President Mark Patterson called the meeting to order at 10:00 a.m., established a quorum, declared the meeting open to the public, and the Board and staff introduced themselves.

2. Review of Desired Future Conditions applicable to the District.

President Patterson read the following statement regarding the Desired Future Conditions applicable to the District

"This public meeting to adopt the Desired Future Conditions applicable to the Red River Groundwater Conservation District (District) is held in accordance with Section 36.108(d-4) of the Texas Water Code. All notice requirements related to adoption of the Desired Future Conditions have been met.

The Desired Future Conditions were proposed for adoption by Groundwater Management Area 8 on April 1, 2016. The District held a public hearing on the Desired Future Conditions applicable to the District on June 9, 2016. Groundwater Management Area 8 thereafter adopted the Desired Future Conditions and Explanatory Report on January 31, 2017. All conditions precedent under Section 36.108 of the Texas Water Code have therefore been met prior to final adoption by the District.

The Desired Future Conditions applicable to the District are described in feet of drawdown by aquifer or aquifer layer, as follows:

District-wide average aquifer drawdown through 2070 of: 204 for Woodbine, 699 for Paluxy; 283 for Glen Rose; 377 for Twin Mountain; 269 for Travis Peak; 304 for Antlers.

County-wide average aquifer drawdown through 2070 of: (1) Fannin County -247 for Woodbine, 688 for Paluxy, 280 for Glen Rose, 372 for Twin Mountain, 269 for Travis Peak, 251 for Antlers; (2) Grayson County – 160 for Woodbine, 922 for Paluxy, 337 for Glen Rose, 417 for Twin Mountain, 348 for Antlers.

3. Public Comment on District Desired Future Conditions (verbal comments limited to three (3) minutes each).

There were no citizens present requesting to appear before the Board of Directors for public comment.

4. Consider and act upon adoption of the Desired Future Conditions applicable to the District.

Harold Latham made the motion to adopt the Desired Future Conditions applicable to the District as presented. Mark Gibson seconded the motion. Motion passed unanimously.

Board Meeting

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

President Patterson called the meeting to order at 10:04 am, established a quorum was present, and declared the meeting open to the public.

2. Presentation of Service Appreciation Plaque to William Purcell.

President Patterson presented the plaque to William Purcell and thanked him for his service on the board.

3. Public comment

No public comments.

4. Consider and act upon approval of Minutes of November 2, 2017, 2017, Board Meeting.

Board Member Mark Gibson made a motion to approve the minutes of the November 2, 2017 meeting. The motion was seconded by Board Member Mark Newhouse. The motion passed.

5. Review and approval of monthly invoices.

General Manager Satterwhite reviewed the monthly invoices with the Board of Directors. Board Member David Gattis made a motion to approve Resolution 2017-12-19-01. Board Member Billy Stephens seconded the motion. Motion passed unanimously.

6. Receive monthly financial information

General Manager Satterwhite reviewed the monthly financial information with the Board.

7. Consider and act upon approval of Investment Policy

General Manager Drew Satterwhite provided the Board with background information. The Board did not want to review each page of the Investment Policy.

The District's Investment officers are designated by the resolution to be the Secretary of the Board of Directors, the General Manager and the Finance Officer.

Board Member David Gattis made the motion to accept the Investment Policy as presented. Board Member Mark Newhouse seconded the motion. Motion passed unanimously.

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

Kristen Fancher reported that April 18, 2018 is final if no appeals. May 21, 2021 will be the next DFC deadline. GMA-8 may meet in mid-2018. James Beach informed the Board that the MAGs may be out in February 2018.

9. Consider and act upon compliance and enforcement activities for violations of District Rules and other activities of the District.

- a. Lass Water Supply Co.
- b. Texas Rain Holding Co.

Pursuant to the Texas Open Meetings Act, Chapter 551, Government Code, Vernon's Texas Codes, Annotated, §551.071, consultation with attorney, the Red River Groundwater Conservation District Board adjourned into Executive Session at 10 a.m. to discuss:

- a. Lass Water Supply Co.
- b. Texas Rain Holding Co.

The Board convened into Regular Session at 10:42 a.m. No action was taken on any items discussed during Executive Session.

Board Member David Gattis made the motion not to pursue any further action against Lass Water Supply Co. Board Member Harold Latham seconded the motion. Motion passed with 6 Aye votes and 1 Nye vote.

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

- (a). Update on GeoDatabase project

Kristen Fancher updated the Board on the injection well program.

11. Receive presentation regarding permanent rules development

- a. Consider and act upon action items for rules development

James Beach with LBG Guyton and Kristen Fancher with Fancher Law provided the Board with a

presentation regarding the rules development. Board discussed details.

Board President Patterson suggested that Board break for lunch at 12:00 noon. The Board reconvened at 12:30 p.m. The Board requested that James Beach and Kristen add another tier to the rules to be presented at the next meeting.

12. Open Quorum/discussion of future agenda items

The Board decided to meet on Thursday, January 25, 2018 at 10 a.m. with lunch provided by Panera Bread.

13. Adjourn public meeting

President Patterson declared the meeting adjourned at 12:55 pm.

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Velma Starks
Recording Secretary

Mal R.H.
Secretary-Treasurer