

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

THURSDAY, JANUARY 25, 2018

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

Members Absent: None

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

Visitors: Kristen Fancher, Fancher Law
James Beach, WSP
John Faulkner, Faulkner & Son
John Lattimore

Board Meeting

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

President Patterson called the meeting to order at 10:00 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 approval of Minutes of December 19, 2017, Board Meeting.

Board Member David Gattis made a motion to approve the minutes of the December 19, 2017 meeting. The motion was seconded by Board Member Billy Stephens. The motion passed.

4. Review and approval of monthly invoices.

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

5. Receive monthly financial information.

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

6. Receive Quarterly Investment Report.

Finance Officer Debi Atkins reviewed Quarter Investment Report with Board.

7. Consider and act upon approval of First United Wire Transfer Agreement.

General Manager Drew Satterwhite provided the Board with background information. In order to wire funds for the District's investments, one of the District's Officers has to physically go to the Sherman branch of First United Bank to sign a wire authorization. The current investment strategy has three Certificates of Deposit that are laddered approximately four months apart. Each time the District is investing, the staff has to contact the officers with the request to go by the bank in Sherman to sign a wire authorization. The staff felt it was necessary to bring this issue to the Board to determine if there was interest in allowing wires to be authorized electronically in order to save time as well as increasing the speed at which we are able to reinvest funds to begin earning more interest each time an investment matures.

David Gattis made the motion to authorize the President, General Manager and Finance Officer to have the ability to wire funds with an electronic authorization. Mark Gibson seconded the motion. Motion passed unanimously.

8. Receive Quarterly Report.

General Manager Drew Satterwhite provided the Quarterly Report to the Board.

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

General Manager Drew Satterwhite reported that most of the GMA-8 Districts have held their DFCs Public Hearings. As soon as all Districts have had their Public Hearing Meetings and the 120 day public comment time has passed, it will be necessary to hold a GMA-8 meeting. June-July time period appears to be the time the meeting will be scheduled.

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

- a. Texas Rain Holding Co. enforcement lawsuit.

Kristen Fancher reported that as of the January 5 deadline there had been no response in the process of the lawsuit. It has been discovered that TCEQ is also in the process of enforcement actions.

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

- (a). Update on injection/disposal well monitoring program.

Kristen Fancher reported that all that was requested to be done with the two injection wells has been done. The District's protests have been dropped. The well injection program is working.

12. Receive presentation regarding permanent rules development.

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

Paul Sigle presented the Board with well data he had analyzed from the District's database demonstrating the rules in discussion as if they were in place at the time these wells were drilled. James Beach provided the Board with a presentation that reflects the results of previous meeting discussions. The Board discussed and gave input as to what they would like to see at the next meeting.

13. Open Quorum/discussion of future agenda items.

The focus of the next meeting permanent rules development presentation will be spacing and exemptions.

14. Adjourn.

President Patterson declared the meeting adjourned at 11:55 a.m.

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Velma Starks

Recording Secretary

Robert Mal...

Secretary-Treasurer