

**NORTH TEXAS
GROUNDWATER
CONSERVATION
DISTRICT**

**PUBLIC HEARING &
BOARD MEETING**

**MUSTANG SUD ADMINISTRATIVE OFFICES
7985 FM 2931
AUBREY, TEXAS**

**TUESDAY
MARCH 14, 2017
10:00 AM**

NOTICE OF PUBLIC MEETING

OF THE
BOARD OF DIRECTORS of the

NORTH TEXAS GROUNDWATER CONSERVATION DISTRICT
at the

Mustang SUD Administrative Offices
7985 FM 2931
Aubrey, Texas
Tuesday, March 14, 2017

Public Hearing

The Public Hearing will begin at 10:00 a.m.

Notice is hereby given that the Board of Directors of the North Texas Groundwater Conservation District ("District") will hold a public hearing, accept public comment, and may discuss and consider the District's Management Plan.

Agenda

1. Call to Order; establish quorum; declare hearing open to the public; introduction of Board.
2. Presentation and review of Management Plan.
3. Public Comment on Management Plan (verbal comments limited to three (3) minutes each; written comments may also be submitted for the Board's consideration).
4. Adjourn or continue public hearing on the Management Plan.

At the conclusion of the hearing or any time or date thereafter, the proposed Management Plan may be adopted in the form presented or as amended based upon comments received from the public, the Texas Water Development Board, District staff, attorneys, consultants, or members of the Board of Directors without any additional notice.

Board Meeting

The regular Board Meeting will begin at 10:15 a.m. or upon adjournment of the above-noticed Public Hearing, whichever is later.

Notice is hereby given that the Board of Directors of the North Texas Groundwater Conservation District ("District") may discuss, consider, and take all necessary action, including expenditure of funds, regarding each of the agenda items below:

Agenda:

1. Pledge of Allegiance and Invocation
2. Call to order, establish quorum; declare meeting open to the public
3. Public comment
4. Consider and act upon approval of the minutes from the February 14, 2017 board meeting
5. Consider and act upon approval of invoices and reimbursements
6. Receive reports from the following Committees*:
 - a. Budget and Finance Committee
 - 1) Receive Monthly Financial Information
 - b. Investment Committee
 - c. Rules and Bylaws Committee
 - d. Groundwater Monitoring and Database Committee
 - e. Policy and Personnel Committee
 - f. Conservation and Public Awareness Committee
 - g. Management Plan Committee
 - 1) Consider and act upon Management Plan
 - h. Desired Future Condition Committee
7. Proclamation for Kenneth "Kenny" Klement
8. Consider and act upon District's Fund Balance Allocations and Policy
9. Update and possible action regarding the process for the development of Desired Future Conditions (DFCs)
10. Consider and act upon compliance and enforcement activities for violations of District
11. General Manager's Report: The General Manager will update the board on operational, educational and other activities of the District
12. Open forum / discussion of new business for future meeting agendas
13. Adjourn public meeting

* Reports from District standing committees will include a briefing by each committee for the Board on the activities of the committee, if any, since the last regular Board meeting.

The above agenda schedules represent an estimate of the order for the indicated items and is subject to change at any time.

These public meetings are available to all persons regardless of disability. If you require special assistance to attend the meeting, please call (855) 426-4433 at least 24 hours in advance of the meeting to coordinate any special physical access arrangements.

For questions regarding this notice, please contact Velma Starks at (855) 426-4433, at ntqcd@northtexasqcd.org, or at 5100 Airport Drive, Denison, TX 75020.

At any time during the meeting or work session and in compliance with the Texas Open Meetings Act, Chapter 551, Government Code, Vernon's Texas Codes, Annotated, the North Texas Groundwater Conservation District Board may meet in executive session on any of the above agenda items or other lawful items for consultation concerning attorney-client matters (§551.071); deliberation regarding real property (§551.072); deliberation regarding prospective gifts (§551.073); personnel matters (§551.074); and deliberation regarding security devices (§551.076). Any subject discussed in executive session may be subject to action during an open meeting.

ATTACHMENT 4

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

TUESDAY, FEBRUARY 14, 2017

**MUSTANG SUD ADMINISTRATIVE OFFICES
7985 FM 2931
AUBREY, TEXAS**

Members Present: Eddy Daniel, Chris Boyd, Evan Groeschel, Philip Sanders, Thomas Smith, and Ronny Young

Members Absent: Joseph Helmberger and Ron Sellman

Staff: Drew Satterwhite, Allen Burks, Velma Starks, Carolyn Bennett

Visitors: Peter M. Schulmeyer, Collier Consulting
Neal Welch, City of Sanger
Frank Sudduth

1. Pledge of Allegiance and Invocation

President Daniel led the group in the Pledge of Allegiance and provided the invocation.

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

President Daniel called the meeting to order at 10:01am, established a quorum was present, and declared the meeting open to the public.

3. Public Comment

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

4. Consider and act upon approval of Minutes from the December 13, 2016 board meeting and public hearing

After review and discussion, motion was made by Thomas Smith and seconded by Chris Boyd to approve the Minutes from the December 13, 2016 board meeting and public hearing. Motion passed unanimously.

5. Consider and act upon approval of invoices and reimbursements.

After a review, Chris Boyd made a motion to approve Resolution 2017-02-14-17-01. Thomas Smith seconded the motion. Motion passed unanimously.

6. Receive reports from the following Committees*:

a. Budget and Finance Committee

1) Receive Monthly Financial Information

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

b. Investment Committee

1) Quarterly Investment Report

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

c. Rules and Bylaws Committee

President Daniel stated there is an agenda item to discuss the Temporary Rules.

d. Groundwater Monitoring and Database Committee

President Daniel stated there is also an agenda item to discuss the geodatabase for the District's website.

e. Policy and Personnel Committee

No report.

f. Conservation and Public Awareness Committee

No report.

g. Management Plan Committee

1) Receive Annual Report on Management Plan.

Board Members were provided with the annual report for the District's Management Plan for their reference and review.

Board will adopt the Management Plan in March.

h. Desired Future Condition Committee

President Daniel stated there is an agenda item to discuss the Desired Future Conditions process for the District.

7. Consider and act upon Amendments to the District's Temporary Rules

President Daniel requested General Manager Satterwhite review the amendments with the Board. Mr. Satterwhite stated the amendments were made as requested by the Board, and the red-lined version of the Rules was posted on the website for the public's review. Mr. Satterwhite reviewed and discussed the red-lined version of the Temporary Rules with the Board.

Thomas Smith moved to approve the Temporary Rules as amended as of March 1, 2017. The motion was seconded by Ronny Young and passed unanimously.

8. Consider and act upon District's Fund Balance Allocations and Policy

President Daniel stated the Board has discussed this policy at previous meetings, and approved a listing of seven items to be funded utilizing the District's Fund Balance. The Board discussed an amount of \$825,000 being set aside for the seven approved items (Assigned Fund Balance). Discussion ensued regarding an additional amount of 25% for cash flow purposes (Unassigned Fund Balance). It was the consensus of the Board that the amount set aside for Unassigned Fund Balance be reviewed at the next meeting after additional analysis is provided for the Board to consider.

Ronny Young made a motion to table Agenda Item 8. The motion was seconded by Thomas Smith and passed unanimously.

9. Provide update on Geodatabase Qualifications Solicitation and possible action on the selection of a firm

Ronny Young, Chair of the Committee for the geodatabase upgrade, provided the Board with an update on the process for interviewing prospective geodatabase providers. Mr. Young stated all presentations went smoothly. Mr. Young then expressed the Committee's reasoning for selecting INTERA as the most qualified firm for providing these services.

General Manager Drew Satterwhite stated every presenter had a lot to offer the District. President Daniel stated the staff will need to invest a substantial amount of time with INTERA to work out scoping and pricing. Mr. Daniel also stated that the geodatabase is crucial to the District managing groundwater, enforcing rules, and day to day administration of the District. Mr. Satterwhite informed the Board that the Red River Committee Members unanimously voted for Intera as well. This will allow for sharing costs of many aspects of the system.

Ronny Young made a motion to select INTERA as the most qualified firm for the District's geodatabase, and the District staff to work with INTERA to develop a scope and proposal for the geodatabase. Thomas Smith seconded the motion and the motion passed unanimously.

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

President Daniel informed the Board regarding the GMA 8 meeting held on January 31st. The Desired Future Conditions resolution and Explanatory Report were unanimously approved by the Board. The next steps are to submit the Explanatory Report to the Texas Water Development Board for their approval. The Board discussed the next round of Joint Planning, current legislature considerations, and the regional planning groups planning coinciding with Groundwater Management Areas and the next phase of setting DFCs.

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

General Manager Satterwhite updated the Board regarding Strittmatter Irrigation and Supply.

The deadline for payment of the fines assessed Strittmatter Irrigation and Supply was February 13, 2017. Kristen Fancher, District General Counsel, will now begin filing paperwork with District Court in Denton County for this matter. The Board requested staff consult the District General Counsel regarding new filings from Strittmatter for drilling additional wells.

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

General Manager Satterwhite reviewed the well summary report with the Board. Currently there are 1,808 wells registered in the District. Mr. Satterwhite discussed obtaining a plaque for Kenny Klement's family to present to them in recognition of his service on the Board. Mr. Satterwhite further discussed a visioning workshop for the permanent rules development, and current legislative activities.

13. Open Forum / discussion of new business for future meeting agendas

The Management Plan update will be on a future agenda for consideration, and a Vision Workshop will be necessary for permanent rules development and is being scheduled for the April board meeting.

14. Adjourn public meeting

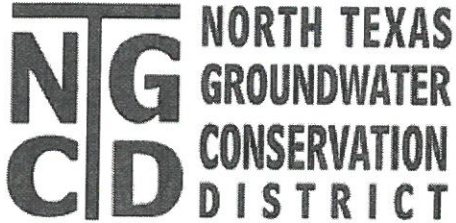
President Daniel declared the meeting adjourned 11:00am.

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Recording Secretary

Secretary-Treasurer

ATTACHMENT 6 G-1



AGENDA COMMUNICATION

DATE: March 10, 2017

SUBJECT: AGENDA ITEM NO. 6 G-1

CONSIDER AND ACT UPON RESOLUTION NO. 2017-03-14-2 ADOPTING THE DISTRICT'S MANAGEMENT PLAN

ISSUE

The District's current management plan is set to expire on June 19, 2017.

BACKGROUND

The District's initial Management Plan became effective on April 19, 2012. The Texas Water Development Board ("TWDB") requires each district's management plans to be renewed every 5 years. The TWDB's rules require that we submit the final version of our plan adopted by the board ninety (90) days ahead of expiration of current plan, which is March 21, 2017.

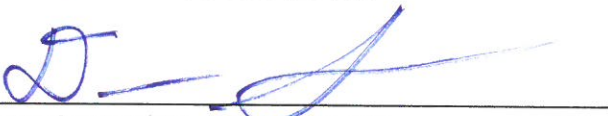
CONSIDERATIONS

LBG Guyton has worked with the staff to develop a revised management plan which has been reviewed by legal counsel. The draft Management Plan can be found on the *Home Page* of the District's Website under *Important Information*. The Board will be provided with hard copies at the meeting.

RECOMMENDATIONS

The staff recommends approving the draft Management Plan with any recommended changes from the Board and authorizing staff to submit to the Texas Water Development Board.

PREPARED AND SUBMITTED BY:



Drew Satterwhite, P.E., General Manager

RESOLUTION ADOPTING DISTRICT MANAGEMENT PLAN

RESOLUTION 2017-03-14-2

THE STATE OF TEXAS §
§
NORTH TEXAS GROUNDWATER CONSERVATION DISTRICT §

WHEREAS, North Texas Groundwater Conservation District (the "District") was created as a groundwater conservation district by the 81st Texas Legislature under the authority of Section 59, Article XVI, of the Texas Constitution, and in accordance with Chapter 36 of the Texas Water Code by the Act of May 19, 2009, 81st Leg., R.S., ch. 248, 2009 Tex. Gen. Laws 686, codified at TEX. SPEC. DIST. LOC. LAWS CODE ANN. ch. 8856 ("the District Act");

WHEREAS, under the direction of the Board of Directors of the District (the "Board"), and in accordance with Sections 36.1071, 36.1072, and 36.108 of the Texas Water Code, and 31 Texas Administrative Code Chapter 356, the District has undertaken the readoption of its Management Plan;

WHEREAS, Section 36.1085 of the Texas Water Code requires the District to ensure that its Management Plan contains the goals and objectives consistent with achieving the Desired Future Conditions ("DFCs") adopted through the joint planning process set forth in Chapter 36 of the Texas Water Code;

WHEREAS, Section 36.1071(e) requires the District, after notice and hearing, to readopt its Management Plan at least once every five years;

WHEREAS, the District initially adopted its Management Plan on April 19, 2012;

WHEREAS, as part of the process of readopting its Management Plan with revisions, the District requested and received the assistance of the Texas Water Development Board (the "TWDB") and worked closely with the TWDB staff to obtain its input and comments on the draft Management Plan, and its technical and legal sufficiency;

WHEREAS, the Board, District staff, and the District's geoscientist have reviewed and analyzed the District's best available data, groundwater availability modeling information, and other information and data required by the TWDB to readopt the Management Plan with revisions;

WHEREAS, the District issued the notice in the manner required by state law and held a public hearing on March 14, 2017, at 10:00 a.m. at the District's meeting place located at 7985 FM 2931, Aubrey, Texas 76227, to receive public and written comments on the revised Management Plan;

WHEREAS, the District coordinated its planning efforts on a regional basis with the appropriate surface water management entities during the preparation of the Management Plan;

WHEREAS, the Board finds that the Management Plan meets all of the requirements of Chapter 36, Water Code, and 31 Texas Administrative Code Chapter 356; and

WHEREAS, after the public hearing, the Board of Directors met in a regular board meeting on March 14, 2017, properly noticed in accordance with state law, and considered adoption of the attached Management Plan and approval of this resolution after due consideration of all comments received.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE NORTH TEXAS GROUNDWATER CONSERVATION DISTRICT AS FOLLOWS:

1. The above recitals are true and correct;
2. The Board of Directors of the District hereby adopts the attached Management Plan as the Management Plan for the District, subject to those amendments necessary based on comments received from the public at the public hearing or Board meeting, recommendations from the District Board, staff, or legal counsel, or to incorporate technical information received from the Texas Water Development Board and/or District geoscientist;
3. The Board President and the General Manager of the District are further authorized to take all steps necessary to implement this resolution and submit the Management Plan to the TWDB for its approval; and
4. The Board President and General Manager of the District are further authorized to take any and all action necessary to coordinate with the TWDB as may be required in furtherance of TWDB's approval pursuant to the provisions of Section 36.1072 of the Texas Water Code.

AND IT IS SO ORDERED.

PASSED AND ADOPTED on this 14th day of March, 2017.

NORTH TEXAS GROUNDWATER CONSERVATION DISTRICT

By: _____
President

Secretary

CERTIFICATE OF SECRETARY

STATE OF TEXAS §
§
NORTH TEXAS GROUNDWATER §
CONSERVATION DISTRICT §

I, the undersigned, Secretary of the Board of Directors of the North Texas Groundwater Conservation District, DO HEREBY CERTIFY as follows:

1. That on the 14th day of March, 2017, the Board of Directors of the North Texas Groundwater Conservation District (the "Board"), convened a Public Hearing at its designated meeting place; the duly constituted members of the Board being as follows:

- Eddy Daniel President
Ronny Young Vice-President
Evan Groeschel Secretary/Treasurer
Chris Boyd Member
Joseph Helmberger Member
Philip Sanders Member
Ron Sellman Member
Thomas Smith Member

All of said persons were present at said meeting, except the following:
_____ and _____. Among other business considered at said meeting, the attached resolution entitled:

A RESOLUTION by the Board of Directors of the North Texas Groundwater Conservation District adopting District Management Plan

was submitted to the Board for passage and adoption. After presentation and due consideration of the resolution, and upon motion being made by _____ and seconded by _____, the resolution was finally passed to be effective immediately upon its adoption by the following vote:

_____ voted "For" _____ voted "Against" _____ abstained

all as shown in the official Minutes of the Board for the meeting held on the aforesaid date.

2. That the attached resolution is a true and correct copy of the original on file in the official records of the Board; the duly qualified and acting members of the Board of said District on the date of the aforesaid meeting are those persons shown above and, according to the records of my office, each member of the Board was given actual notice that the matter would be considered; and that said meeting, and deliberation of the aforesaid public business, was open to the public and written notice of said meeting, including the subject of the above-entitled resolution, was posted and given in advance thereof in compliance with the provisions of Chapter 551 of

the Texas Government Code.

IN WITNESS WHEREOF, I have hereunto signed my name officially and affixed the seal of said District, this the 14th day of March 2017.

(Seal)

Secretary, Board of Directors
North Texas Groundwater Conservation District

ATTACHMENT 7

PROCLAMATION

North Texas Groundwater Conservation District

WHEREAS, on behalf of the North Texas Groundwater Conservation District, I wish to record our deep sorrow over the passing of Mr. Kenneth "Kenny" Klement on January 28, 2017, and;

WHEREAS, Mr. Klement was a beloved husband, father, friend, and community volunteer, and;

WHEREAS, Mr. Klement was a well-respected individual who worked for what he believed in, served on the North Texas Groundwater Conservation District Board of Directors since it was created in 2009, and was involved with various committees and;

WHEREAS, His life was dedicated to the best interests of the community and his family, and;

WHEREAS, The North Texas Groundwater Conservation District Board along with Kenny Klement' s family are blessed to have known him and been a part of his life;

NOW, THEREFORE, on behalf of the entire Board of Directors, in recognition of Kenny Klement' s many contributions to our Board, do hereby express our deep appreciation for his dedication to the progress of this Board and extend to his family our sincere sympathy upon his passing.

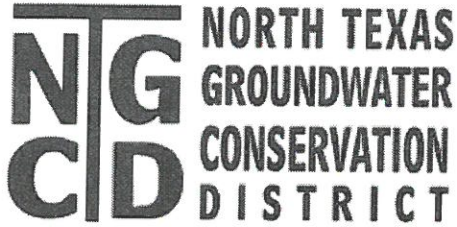
In witness whereof I set my hand and Cause the seal of this Board to be affixed.

President

Attest: _____

Date: _____

ATTACHMENT 8



AGENDA COMMUNICATION

DATE: March 10, 2017

SUBJECT: AGENDA ITEM NO. 8

CONSIDER AND ACT UPON THE DISTRICT'S FUND BALANCE ALLOCATIONS AND POLICY

ISSUE

The District is currently working to amend and improve the fund balance policy to plan for future rates, projects and expenditures.

BACKGROUND

During the 2017 budget planning process, the Board directed the staff to develop a list of potential future expenditures to assist the Board in determining future production fees and projects. The staff presented a draft to the Board at a few of the past meetings for discussion. The Board subsequently narrowed down the list and asked that the list be sent out to the Board for ranking. The Board directed the staff to develop a Fund Balance Policy that would commit a portion of the fund balance to 7 items as determined by the Board of Directors. At the last meeting, the Board tabled this item until the next meeting.

CONSIDERATIONS

The attached draft policy is an amended version of our existing policy. The draft policy commits \$825,000 of the fund balance to the following expenditures in no particular order: Geodatabase Upgrades, Permanent Well Monitoring Equipment, Downhole Well Camera, Well Pulling Program, Legal, Well Plugging Program and Monitoring Well Maintenance/Closure funds.

The draft policy also sets aside a minimum unassigned fund balance for the purposes of cash flow between billings and unexpected expenditures. The Staff will provide an analysis that depicts our historical cash flow on a quarterly basis in order for the Board to set the dollar amount or percentage of budget.

STAFF RECOMMENDATIONS

The staff will provide additional analysis for the Board to consider and request direction from the Board on how to proceed with the fund balance policy.

ATTACHMETNS

Draft Fund Balance Policy
Resolution

PREPARED AND SUBMITTED BY:

Drew Satterwhite, P.E., General Manager

**RESOLUTION TO ADOPT AMENDMENTS TO FUND BALANCE POLICY AND
ESTABLISH COMMITTED FUND BALANCE**

THE STATE OF TEXAS

§
§
§

NORTH TEXAS GROUNDWATER CONSERVATION DISTRICT

WHEREAS, the North Texas Groundwater Conservation District (the "District") is a political subdivision of the State of Texas organized and existing under and by virtue of Article XVI, Section 59, of the Texas Constitution as a groundwater conservation district, acting pursuant to and in conformity with Chapter 36, Texas Water Code and Act of May 19, 2009, 81st Leg., R.S., Ch. 248, 2009 Tex. Gen. Laws 686, codified at Chapter 8856 of the Texas Special District Local Laws Code (the "District Act");

WHEREAS, the District is a political subdivision and body politic and corporate that is statutorily charged under Chapter 36 of the Texas Water Code and the District Act with protecting the quantity and quality of the groundwater resources within Collin, Cooke, and Denton Counties;

WHEREAS, the District Board of Directors ("Board") previously adopted a Fund Balance Policy in 2012 that sets forth the procedures for the District's fund balance reporting and fund type distinctions;

WHEREAS, the District Board desires to amend the District's Fund Balance Policy and to establish a committed fund balance to be allocated as needed for specific purposes;

WHEREAS, the District's Fund Balance Policy, as amended, is consistent with Governmental Accounting Standards Board ("GASB") standards, and in particular, GASB Statement 54, which provides guidance on governmental fund balance reporting and fund type distinctions; and

WHEREAS, the Board finds that this proposed resolution to adopt amendments to the District's Fund Balance Policy and to establish a committed fund balance is merited and necessary, and is consistent with the requirements of Chapter 36, Texas Water Code, and the District Act, and that it is supportable under the laws of the State of Texas.

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF
THE NORTH TEXAS GROUNDWATER CONSERVATION DISTRICT AS FOLLOWS:**

- (1) Each of the above recitals is true and correct.
- (2) The Board of Directors hereby adopts amendments to the District's Fund Balance Policy, which is attached hereto and fully incorporated herein by reference.
- (3) As set forth in the District's Fund Balance Policy, as amended, the Board of Directors establishes a committed fund balance of \$825,000.00 to be allocated as needed for any of the following specific purposes, which are listed in no particular order of preference:

geodatabase upgrades; permanent well monitoring equipment; downhole well camera(s); well pulling program; legal; well plugging program; and monitoring well maintenance/closure.

- (4) The Board of Directors, its officers, and District staff are further authorized to take any and all actions necessary to implement this resolution.

AND IT IS SO ORDERED.

PASSED AND ADOPTED on this 14th day of March, 2017.

NORTH TEXAS GROUNDWATER CONSERVATION DISTRICT

Board President

ATTEST

Board Secretary-Treasurer

NORTH TEXAS GROUNDWATER CONSERVATION DISTRICT

GOVERNING POLICY—FUND BALANCE

The Board of Directors of the North Texas Groundwater Conservation District (NTGCD) sets guidelines for fund balances. The fund balance addressed in this policy only applies to unrestricted fund balance. The policy establishes the appropriate size of fund balance, replenishing or setting aside resources for fund balance, and the methods for utilizing fund balance. This fund balance policy, as presented to the Board of Directors, was proposed by the staff of the NTGCD to maintain a sound financial position, mitigate current and future risks against revenue shortfalls or unanticipated expenditures and to ensure stable water production fee rates.

Classifications of Fund Balance

A fund's equity - commonly referred to as 'fund balance' - is generally the difference between its assets and its liabilities. Fund balance will be displayed in the following classifications depicting the relative strength of the spending constraints placed on the purposes for which resources can be used:

- **Restricted fund balance** – amounts constrained to specific purposes by their providers (such as grantors, bond covenants) through constitutional provisions or by enabling legislation.
- **Committed fund balance** – amounts constrained to specific purposes by the NTGCD itself. This requires a formal action by the Board of Directors. Commitments may be changed or lifted only by the Board of Directors taking the same formal action that imposed the constraint originally.
- **Assigned fund balance** – amounts *intended* to be used by the Board of Directors for specific purposes. Intent can be expressed by the Board of Directors. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.
- **Unassigned fund balance** – amounts available for any purpose. These amounts are only shown in the general fund except in cases of negative fund balances in other governmental funds.

Classifying Residual Fund Balance

When both restricted and unrestricted funds are available for expenditure, restricted funds are used first. Within unrestricted funds, assume committed resources are used first, then assigned, then unassigned.

Appropriate Size of Unassigned Fund Balance

The Board of Directors has set a minimum fund balance equal to _____ percent (___%) of the total general fund expenditures. It also permits other reservations of the fund balances as seem prudent in the judgment of the General Manager and the Board of Directors. This policy sets a calendar quarter of expenditures as a minimum amount of unassigned fund balance for the General Fund.

Appropriate Size and Use of Committed Fund Balance

The Board of Directors has set a minimum committed fund balance equal to eight hundred twenty-five thousand dollars (\$825,000.00). This committed fund balance is to be set aside for the following expenditures as needed, listed in no particular order of preference: Geodatabase Upgrades, Permanent Well Monitoring Equipment, Downhole Well Camera(s), Well Pulling Program, Legal, Well Plugging Program and Monitoring Well Maintenance/Closure funds. The Board of Directors may amend the types of authorized expenditures under this committed fund balance or may establish separate committed fund balances in accordance with this policy.

Replenishing Fund Balance

When fund balance falls below the minimum level, the Board of Directors will implement a plan to replenish the fund within one year or as soon as economic and budgetary conditions allow. Fund balance may be replenished by using all or a portion of an operating surplus from itself or another fund. Revenues from a dedicated stream (e.g. 2% of water production fees received over amount budgeted) may also be used to build fund balance. Alternatively, an amount determined in the budget process either using a percent of operating expenditures or a fixed amount may be used.

Utilizing Unassigned Fund Balance

Fund balances may be used to meet capital needs, offset difficult economic times, stabilize fluctuations in cash flow requirements, and provide funding for emergency situations. Fund balance may be used for contingencies until the balance is nearing its minimum level. The NTGCD will also adjust its expenditure level to match any new economic reality that is behind the use of fund balance as a financing bridge. Authorization for utilizing fund balances is made by the Board of Directors during the annual budget process

ATTACHMENT 11

North Texas Groundwater Conservation District

Well Registration Summary
As of February-28-2017

Well Type	Total Registered Collin County	Total Registered Cooke County	Total Registered Denton County	Total NTGCD	New Registrations since Jan-31-2017
Agriculture	6	11	34	51	0
Commercial / Small Business	5	8	22	35	0
Domestic Use (household / lawn watering at residence)	61	276	465	806	11
Filling a pond or other surface impoundment**	36	15	47	100	1
Golf course irrigation	15	2	22	39	0
Industrial / Manufacturing	6	9	4	20	0
Irrigation	64	5	129	199	0
Leachate	0	0	0	0	0
Livestock Watering	6	51	31	88	0
Monitoring	0	0	0	0	0
Municipal / Public Water System	34	70	212	318	0
Other	10	6	25	41	1
Piezometer	0	0	0	0	0
Poultry	0	0	0	0	0
Solely to supply water for rig actively***	1	1	7	9	0
Supplying water for oil or gas production*	0	5	53	59	0
Not Specified	12	11	32	56	0
SUM	256	470	1083	1821	13

ADJOURN