

Minutes of Meeting
December 07, 2004 - 4:00 P.M.
PVGCD OFFICE
Cuero Plaza Mall-Suite 1129
Cuero, TX 77954

BOARD MEMBERS PRESENT: Errol John Dietze (Chairman), Gary Colman (Secretary), Bubba Steen (Co-Chairman)

ALSO IN ATTENDANCE: Bob McCurdy (GM), Jim Allison (Attorney), Kay Wild (Office Assistant)

CALL TO ORDER: A quorum being present, and all notices having been properly posted, the meeting was called to order at 4:00 P.M. by the Chairman, Errol John Dietze.

APPROVAL OF MINUTES: Minutes of the October 14th meeting were presented in the Board packet. With no corrections, Gary Colman made a motion to accept the minutes as presented, second by Bubba Steen; the motion carried unanimously.

PUBLIC COMMENT: None

FINANCIAL SUMMARY & APPROVAL: Bob McCurdy discussed the financial reports prepared by Kay Wild and provided in the board packets. Bubba Steen made a motion to accept the financial summary as presented, seconded by Gary Colman; the motion carried unanimously.

OPERATIONS REPORT BY GM: Bob McCurdy gave the board and updated report on the well log permit status. An extensive discussion regarding a request for an irrigation well followed. Noted that this would be our first production permit and that a precedence would be set, Jim Allison said that we needed to be very thorough in our process of permitting the production well. The application is for a pecan orchard and Jim Allison said that the usage would only be for a couple months out of the year and probably would not present an over-use problem. It was suggested that all costs for processing and notification be included in the processing fee. A production well would be metered, paid for by landowner, and a monthly production report must be filed. A question was raised as to an irrigation well being used for a different purpose other than what is stated on the permit. Jim Allison said that as long as it was for the same purpose, not necessarily the same crop as the permit indicated, it would not pose a problem. However, if the irrigation changed purpose, it would have to be re-permitted, i.e.: use for a catfish farm, etc. Jim Allison also suggested that if the application was approved, the hearing should be scheduled for the next board meeting and not result in having to call a special meeting. Discussion regarding past-due permits was discussed and decided that an extension form needed to be devised. Could extend up to 120 days and then have to re-permit. Bob McCurdy informed the board that he will enroll for a financial seminar to be held in January in order to become an investment officer for the district. Bubba Steen made the motion to approve Bob McCurdy to attend the financial seminar and serve as an investment officer for the district.

SUBMIT JOB REQUIREMENT DOCUMENTS TO BOARD: Bob McCurdy noted the job descriptions for General Manager and Office Assistant presented in the board packet.

APPROVAL OF RECORDING EXISTING WELLS TO BE PUBLISHED IN PAPER: The revised form for publication to register historic wells was presented in the board packet. With changes made from suggestion at the previous board meeting, the form was accepted and will be publicized in January.

REQUIREMENTS OF PUBLIC HEARINGS REGARDING PRODUCTION PERMITTING: The requirement states that a notice of application for a production well must be published in the news papers to afford the public an opportunity to contest. The notice for a hearing requires 10 calendar days notice and a posting at the courthouse.

ADOPTION OF PRODUCTION PERMIT FORM: A water production permit was accepted subject to revision by counsel. Jim Allison pointed out that two different forms needed to be applied for ... an application permit and a production permit. Gary Colman made a motion that we accept the proposed form with the revision by counsel, Bubby Steen seconded the motion and it carried unanimously.

ADJOURNMENT: The Chairman called for a motion to adjourn; made the motion, second by and the meeting was adjourned at 5:00 P.M.

Sec/Gary Colman