

PECAN VALLEY GROUNDWATER CONSERVATION DISTRICT
107 N. GONZALES CUERO, TX 77954
BOARD MEETING MINUTES
FEBRUARY 21, 2017 – 9:00 A.M.

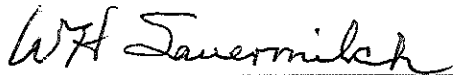
Board Members Present: Darnell Knippa, Chairman (Pct. 2), Wilbert Sauermilch, Secretary/Treasurer (Pct. 3), Tim Pennell, Director (Pct. 1), and Clem Waskow, Vice-Chairman (At Large), Marvin Sager, Director (Pct. 4)

Also in attendance: Charlotte Krause, GM, Carole Moore, Administrative Assistant, and Johnny Dietze, Attorney

Guests: Donald Goldman, (Goldman, Hunt & Notz), Robert Egg, Velinda Geffert (DeWitt County Soil and Water Conservation District)

1. Call to order: The meeting was called to order by the Chairman at 9:00 A.M.
2. Welcome guests: Chairman welcomed guests.
3. Public comment: Robert Egg asked if the Water Quality Testing Program had been completed and if someone wanted to see the report from their area was this possible? GM Krause stated PVGCD has tested all the wells which we have authorizations to do so. If we receive any more authorizations for areas still needing testing, we will test them. PVGCD has tested over 100 wells at this time. GM Krause also stated anyone wanting to see the test results for their area can come by the office and we will get a copy for them.
4. Annual Audit Report from Goldman, Hunt, & Notz: Mr. Goldman summarized the annual outside financial audit.
5. Report on Uncontested Permits Granted by General Manager: (See attached report.)
6. Minutes from 1-17-17 Meetings (provided prior to meeting): A motion to approve the minutes as presented was made by Tim Pennell, seconded by Clem Waskow, which carried unanimously.
7. Financial Report – December & January (provided prior to meeting): A motion to approve December & January's Financial Reports as presented was made by Wilbert Sauermilch, seconded by Tim Pennell, which carried unanimously.
8. Discussion and possible action on transferring funds from unassigned to committed from FY 2016: A motion to move \$300,000 from unassigned funds into building funds was made by Marvin Sager, seconded by Wilbert Sauermilch, which carried unanimously.
9. Discussion and possible action on Investment Report – December & January: A motion to approve December & January's Investment Reports as presented was made by Wilbert Sauermilch, seconded by Clem Waskow, which carried unanimously.

10. Discussion and possible action on revisions to and/or approval of architect contract: A motion to commit and accept the architect's contract was made by Tim Pennell, seconded by Wilbert Sauermilch, which carried unanimously.
11. Discussion and possible action on proposal from Urban Surveying: A motion to accept the proposal from Urban Surveying's contract was made by Tim Pennell, seconded by Marvin Sager, which carried unanimously.
12. Update on enforcement action against Cynthia Hamilton for nonpayment of production fees: GM Krause stated Ms. Hamilton is now up to date on her account. No action taken.
13. Update on lawsuit filed by Devon Energy for property taxes in DeWitt County: GM Krause stated Devon has filed a lawsuit against DeWitt County Appraisal District for the 2016 appraised value of their portion/interest on their properties. The lawsuit has gone up to the State Office of Administrative Hearings in Austin and they are trying to settle before it goes to hearing. Approximately three million dollars in taxes is being protested by Devon. We will not know PVGCD's part of the taxes until the amount in question has been settled on. GM Krause stated she will keep the Board members updated as information is available.
14. Discussion and possible action on engagement letter with Kristen Fancher, PLLC: A motion to accept the engagement letter was made by Tim Pennell, seconded by Clem Waskow, which carried unanimously.
15. Adjourn: The meeting adjourned at 9:58 A.M. with a motion by Tim Pennell, seconded by Clem Waskow, which carried unanimously.



Sec/Wilbert Sauermilch

Recorded: Carole Moore, Admin. Assistant