

PECAN VALLEY GROUNDWATER CONSERVATION DISTRICT
1009 N. ESPLANADE STREET CUERO, TX 77954
BOARD MEETING MINUTES
JULY 15, 2025 – 9:00 A.M.

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

Also in attendance: Cindy Parma, General Manager, Carole Moore, Administrative Assistant, Johnny Dietz, Attorney

1. Call to order: The meeting was called to order by the President at 9:03 A.M.
2. Pledge of Allegiance.
3. Roll Call: Establish Quorum: Quorum established.
4. Introduction of Guests and Virtual Visitors/Hearing Participants: Jesse Doreck and Christopher Matthews (BPX)
5. Public comment: None.

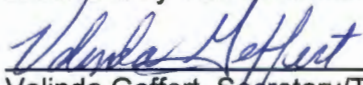
Public Hearing Opened at 9:04 A.M.

6. Public Hearing on Non-Exempt Drilling and Operating Permit Application – Marshall Varner
 - a. Public Hearing on Non-Exempt Drilling and Operating Permit Application submitted by Marshall Varner for the beneficial use for Commercial purposes. The permit application is requesting 257 acre-feet of water per year from this water well, which complies with District Rule 8.1.3 qualifying for additional production limits on deep wells. This would be an annual total of 347.3 acre-feet of water from three water wells. This property is located on US Hwy 183 N. near Yoakum and involves 347.304 acres.: No public comment.
 - b. Discussion and possible action on operating permit application.: A motion to approve the Non-Exempt Drilling and Operating Permit Application submitted by Marshall Varner for the beneficial use for Commercial purposes requesting 257 acre-feet of water per year from this water well was made by Tim Pennell, seconded by Marvin Sager, which carried unanimously.
7. Public Hearing on Non-Exempt Drilling and Operating Permit Application – BPX Operating (4)
 - a. Public Hearing on four (4) Non-Exempt Drilling and Operating Permit Applications submitted by BPX Operating for the beneficial use for Mining Oil and Gas. The four operating permit applications are each requesting 429.45 acre-feet of water per year. This would be an annual total of 1,717.80 acre-feet of water from four wells. The proposed construction of the four wells will comply with District Rule 8.1.3 qualifying for additional production limits on deep wells, with elevated levels of Total Dissolved Solids. Operating Permit amounts will be contingent on lab analysis of elevated TDS levels. This property is located on FM 2656 near Yorktown and involves 171.78 acres.: No public comment.
 - b. Discussion and possible action on operating permit applications.: A motion to approve the Four BPX Drilling and Operating Permit Applications as presented under Agenda item No. 7. This motion includes:

1. A waiver of the annual testing requirements in Rule 6.2 based upon the applicant's willingness to drill deeper to utilize brackish water rather than fresh water;
2. These applications for a deep well are exactly the type of good cause referred to in Rule 6.2.9, which gives the Board the authority to determine certain application requirements are unnecessary under the circumstances. We want to encourage drilling deeper wells, and this is a way to do that; and
3. The applicant is required to test the TDS levels of the water in all four wells to determine the exact number of acre-feet authorized under the operating permits under Rule 8.1; and TDS levels must be re-submitted semi-annually to remain at increased production volumes made by Marvin Sager, seconded by Velinda Geffert, which carried unanimously.

Public Hearing Closed at 9:21 A.M.

8. Approval of Minutes of June 17, 2025 Meeting B (provided prior to meeting). A motion to approve the minutes of June 17, 2025 Meeting B as presented was made by Clem Waskow, seconded by Tim Pennell, which carried unanimously.
9. Financial Report: Board Treasurer has reviewed June 2025 bank statement reconciliations and finds all in order.: A motion to accept the June 2025 Investment Report was made by Velinda Geffert, seconded by Marvin Sager, which carried unanimously
10. June 2025 Investment Report (provided prior to meeting): A motion to approve the June 2025 Investment Report was made by Tim Pennell, seconded by Clem Waskow, which carried unanimously.
11. Report on Uncontested Permits: General Manager Cindy Parma presented the report. (See attached report.)
12. Cyber Liability and Data Breach Response Coverage with TML Intergovernmental Risk Pool.: A motion to approve The Cyber Liability and Data Breach Response Coverage with TML Intergovernmental Risk Pool was made by Tim Pennell, seconded by Marvin Sager, which carried unanimously.
13. Review and consider District Rules Revisions.: A motion to postpone the review and consideration of District Rules Revisions was made by Velinda Geffert, seconded by Tim Pennell, which carried unanimously.
14. General Manager Report. The General Manager will brief the Board on operational and management matters of the District since the last Board meeting, including updates on registration and permitting, Groundwater Management Area matters, work of consultants, the district's database and website, monitoring wells and water levels, conferences, budget and personnel matters, and upcoming events.: General Manager Cindy Parma presented the report. (See attached report.)
15. Adjourn: The meeting adjourned at 10:05 A.M. with a motion by Clem Waskow and seconded by Velinda Geffert, which carried unanimously.



Velinda Geffert, Secretary/Treasurer

Recorded: Carole Moore, Administrative Assistant