

MINUTES

of the September 2, 2008, Board of Directors Meeting

Directors Present: Eddie Schneider, Leo Wick, Sr., L.J. Calley, Lloyd Brunner, Leo Kainer
Directors Absent: None
Others Present: David Van Dresar, General Manager; Monique Norman, Legal Counsel;
Lori Hefner, Administrative Assistant

The meeting was called to order by President Schneider immediately following the 8:30 a.m. public hearings on September 2, 2008 at the Fayette County Agricultural Building Conference Room 107 located at 255 Svoboda Lane, in La Grange, Texas. A quorum to conduct business was declared to be present. There were no public comments.

Minutes from the August 4, 2008 Public Hearing were presented. There being no additions or corrections to the minutes, they were approved as read.

Minutes from the August 4, 2008 meeting of the Board of Directors were presented. There being no additions or corrections to the minutes, they were approved as read.

The August financial statement and all outstanding bills to be paid were presented. Mr. Brunner made the motion to approve the financial report and to pay the bills presented. Mr. Calley seconded the motion and it was approved.

A budget adjustment request was presented to the Board by Mr. Van Dresar. Mr. Bruner made the motion to approve the budget adjustment request. Mr. Kainer seconded the motion at it was approved.

Mr. Van Dresar gave the District Manager's report to the Board. Mr. Van Dresar advised the Board that a letter of violation was sent to the well owner on Nassau Road regarding groundwater being pumped into a large pond on his property. Van Dresar also stated that several complaints were received during the month of August regarding groundwater being pumped into ponds and all are being investigated as time is available. Mr. Van Dresar stated that he worked with Fugro Data Solutions and Mr. Thomas Hudec to resolve a production problem with Fugro's permitted well. He advised the Board that the Fayette Water Supply Corporation well at Swiss Alps had been having production problems early in August due to a prolonged water leak that is now repaired. Production of the well had dropped from a normal 280 gpm to 180 gpm, but as of the week of August 18, the production was back to 250 gpm. Van Dresar stated that he is working with a local contractor, Chris Janca, regarding a site for a new restaurant on Hwy 71 East. Mr. Van Dresar updated the Board on meetings of GMA 12 and the Texas Drought Preparedness Council that were held during the month. The Board was informed that the preliminary draft of the District's Management Plan was ready for review by the Board of Directors, legal counsel, and the Texas Water Development Board. A public hearing regarding the Management Plan would be set once all comments were received. Van Dresar gave a brief report on the booth which the District had at the Fayette County Fair. An update on the progress of the 2008 election was given. Mr. Van Dresar advised the Board that two candidates had filed in both Precinct 1 and Precinct 3. He stated that a ballot drawing was posted and scheduled for 1:30 p.m. on

09/02/2008. The Board was updated on GCD activities around the state, including a letter from State Senator Kip Averitt, and upcoming training events and meetings.

No action was taken by the Board regarding acquiring a District vehicle. Mr. Van Dresar presented the Board information on the cost of leasing a vehicle and on purchasing one. Mr. Van Dresar was asked to get information to the Board regarding insuring a vehicle owned by the District.

The Board considered action plugging an abandoned well on River Bend Road. Mr. Van Dresar stated that several letters had been sent to the known property owner, Boyd L. Richie, concerning plugging the well. The letters gave the owner until August 19, 2008 to plug the well. Mr. Van Dresar stated that the District had received no word from the property owner regarding the letters or plugging of the well. Mr. Schneider stated that he had driven by the well that morning and nothing had been done to the well. Mr. Brunner made the motion to have the District plug the well immediately due to safety concerns and then contact the responsible party. Mr. Kainer seconded the motion and it was approved.

The Board considered action on voting for a Region 10 representative to the TML Intergovernmental Employee Benefits Pool. Mr. Calley made the motion to cast a vote for the only candidate listed on the ballot, Mr. Vic Barnet. Mr. Brunner seconded the motion and it was approved.

The Board considered action on voting for representatives to serve on the TML Intergovernmental Risk Pool Board of Trustees. After discussion and consideration of the names on the ballot, Mr. Calley made a motion to not cast a ballot. Mr. Kainer seconded the motion and it was approved.

The Board considered action on the proposed codification of the District s' enabling legislation. Ms. Norman briefly described the codification process and the language in the codification document. She stated that the enabling legislation had not changed and that the codification was to place the enabling legislation of the many districts into an easily accessible area of the State s'code. After considerable discussion, no action was taken by the Board.

Mr. Van Dresar updated the Board on the District Goals and Management Objectives.

Items were identified for the next meeting s'agenda. The next meeting is scheduled for October 6, 2008 in the conference room of the Fayette County Agricultural Building located at 255 Svoboda Lane, La Grange, Texas 78945.

Mr. Brunner made the motion to adjourn the meeting and Mr. Kainer seconded the motion. The meeting was adjourned at 10:01 a.m.

Eddie Schneider, President

L.J. Calley, Secretary-Treasurer