

BLUEBONNET GROUNDWATER CONSERVATION DISTRICT

Board of Directors Meeting
Wednesday, January 24, 2007
(Postponed from January 17, 2007)
6:00 PM

Bluebonnet Groundwater Conservation District
Board Room, Suite B & C
303 East Washington Avenue
Navasota, Texas

Minutes of Meeting

In attendance, Directors Blezinger; Daugette, Sandal, Ward, Huebner, Morrison, Brandes, General Manager Behm; Bill Hodges; Tom Wallis, Ingram, Wallis & Co, PC; Randy Williams TCB; and Frances Behm

1. Call to order: Meeting was called to order at 6:15 pm by Joe Sandal.
2. Public Comment (Public comment is limited to a maximum of 5 minutes per speaker and/or 30 minutes total time for all speakers)

There was no Public Comment.

3. Discussion and possible action to accept resignation of Director Dee McFarland representing industrial interests from Walker County.

Director Daugette moved that the Board accept the resignation of Director Dee McFarlane representing industrial interests from Walker County. Director Huebner seconded. **Motion Carried.**

4. Discussion and possible action to approve bond for Director William H. "Bill" Hodges representing Industrial Interests from Walker County for the remainder of an unexpired term ending in January, 2010,

Director Morrison moved that the Board approve the bond for Director William H. "Bill" Hodges representing Industrial Interests from Walker County for the remainder of the unexpired term ending in January 2010. Director Ward seconded. **Motion Carried.**

5. Administer Oath of Office to Director William H. "Bill" Hodges.

General Manager Behm administered the Oath of Office to Director Hodges. After being sworn in, Director Hodges assumed his seat with the rest of the Board.

6. Presentation and discussion of FY 06 audit performed by Ingram Wallis & Company by Thomas Wallis.

Ingram, Wallis & Co gives the district an unqualified rating. This is the highest rating available. During his presentation, Mr. Wallis said that it appeared in the first year of operation that the board did not watch expenses closely. When Director Morrison questioned his statement, Mr. Wallis stated that this was not a fault on the board's part, but rather the accounting procedures that were used by BVCOG during the initial start up

of the District. Minor procedural changes were made as a result of the audit. There were no material weakness discovered in the accounting system.

7. Discussion and possible action to accept FY 06 Audit prepared by Ingram Wallis & Company.

Director Morrison moved that the Board accept FY 06 Audit as prepared by Ingram Wallis & Company. Director Blessinger seconded. **Motion Carried.**

8. Discussion and possible action to approve engagement letter for audit services provided by Ingram Wallis & Co. First contract has expired, this is to continue services from Ingram Wallis & Co for the next 3 years.

Director Morrison moved that the Board approve the engagement letter for audit services provided by Ingram Wallis & Co with the understanding that the same person at Ingram Wallis would not be responsible for the audit every year. Director Ward seconded. **Motion Carried.**

9. Presentation of Desired Future Conditions (DFC) and Maximum Available Groundwater (MAG) calculations and information by Turner Collie & Braden Inc. (TCB)

Next State Water Plan due in 2011 then in 2016. Regional districts are using 07 to plan for the deadlines of 2010 so that the values would be used as requested by the districts and Groundwater Management Area instead of having to wait until 2016. This information is to allow planning for both the counties within a district and those that are non-members.

10. Discussion and possible action to approve use of DFC & MAG information in GMA 14 planning.

Director Ward moved that the Board approve the use of DFC & MAG information in GMA 14 planning. Director Hodges seconded. **Motion Carried.**

11. Discussion and possible action to approve agreement for professional engineering services with TCB.

Director Brandes moved that the Board approve agreement for professional engineering services with TCB. Director Ward seconded. **Motion Carried.**

12. Discussion and possible action to approve minutes of October 18, 2006 Board meeting.

Director Ward moved that the Board approve the minutes of the October 18, 2006 Board meeting. Director Daugette seconded. **Motion Carried.**

13. Discussion and possible action to approve quarterly Financial Reports.

Director Morrison moved that the Board approve the quarterly Financial Reports. Director Huebner seconded. **Motion Carried.**

14. Discussion and possible action to approve quarterly Investment Reports.

Director Blessinger moved that the Board approve quarterly Investment Reports. Director Ward seconded. **Motion Carried.**

15. Discussion and possible action to accept quarterly Drought Status Assessment.

Director Huebner moved that the Board accept the quarterly Drought Status Assessment. Director Morrison seconded. **Motion Carried.**

16. Committee appointments by President
 - a. Executive Committee [oversight of District Administration, Financial matters (including signatories on District Bank Accounts) & Investments.
President Patout, Chairman; VP Beckendorff; Secretary Sandel
 - b. Rules Committee
Beckendorff, Chairman; Huebner; Hodges; Grimes Co Rep for Rural Water Suppliers
 - c. Management Plan Committee
Daugette, Chairman; Brandes; Thomas; Ward
 - d. Legislative Committee
Morrison, Chairman; Beckendorff; Ward; Sandel
17. General Managers Report.
 - a. Well Registration/Permitting – current status given to Board
 - b. GMA Joint Planning
 - (1) GMA 11 – TWDB has removed BGCD from GMA 11
 - (2) GMA 14 - working on planning process
 - c. Regional Water Planning – State plan for 2007 has been approved and presented to legislature.
 - d. Legislative issues – monitoring for bills that would effect BGCD
 - e. Meetings with Waller County –
Have met with representatives of Waller County 3 times (11/30/06 Economic Development Planning Group; 12/12/06 met with Judge Ralston; 1/2/07 met with citizens group organized by Judge Ralston; a workshop meeting is being planned with the Commissioners Court)
18. Date for next Board meeting – April 18, 2007.
19. Adjourn at 9:04pm

Director Ward moved that the meeting be adjourned, Director Morrison seconded.
Motion Carried.

ABOVE MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE BLUEBONNET GROUNDWATER CONSERVATION DISTRICT HELD ON JANUARY 24, 2007 WERE APPROVED AND ADOPTED BY THAT BOARD ON APRIL 18, 2007.

(s) J Jared Patout
J. JARED PATOUT, PRESIDENT

ATTEST:

(s) Joe B Sandel
JOE B. SANDAL, SECRETARY