LONE STAR GROUNDWATER CONSERVATION DISTRICT

April 13, 2021

MINUTES OF PUBLIC HEARING ON PERMIT APPLICATIONS

The Board of Directors of the Lone Star Groundwater Conservation District ("District") met in regular session, open to the public held in person in the Lone Star GCD – James B. "Jim" Wesley Board Room located at 655 Conroe Park North Drive, Conroe, Texas, and remotely via the publicly accessible webinar/telephone conference call within the boundaries of the District on April 13, 2021.

CALL TO ORDER:

President Hardman called to order the Public Hearing on Permit Applications at 6:00 PM announcing the meeting open to the public.

ROLL CALL:

The roll was called of the members of the Board of Directors, to wit:

Jon Paul Bouché Harry Hardman Jonathan Prykryl Larry A. Rogers Jim Spigener Janice Thigpen Stuart Traylor

All members of the Board were present, thus constituting a quorum of the Board of Directors. Also, in attendance at said meeting were Samantha Reiter, General Manager; Stacey V. Reese, District Counsel; District staff; and members of the public. Copies of the public sign-in sheets and comment cards received are attached hereto as Exhibit "A" to the Regular Board of Directors Meeting minutes.

PRAYER AND PLEDGES OF ALLEGIANCE:

President Hardman called on Director Bouché for the opening prayer and Director Rogers to lead the Pledge of Allegiance and the Pledge of Allegiance to the state flag.

PUBLIC COMMENTS:

No comments were received.

Ms. Reiter briefed the Board on permit applications received for the month. Applications for consideration and recommended for possible approval included the below:

1. Quadvest, LP (Caddo Village)

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 6,000,000 gallons for 2020 and annually thereafter. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

2. Quadvest, LP (Indigo Lakes)

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 2,700,000 gallons for 2020 and 7,000,000 gallons annually thereafter. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

3. Quadvest, LP (Magnolia Reserve)

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 9,000,000 gallons for 2020 and annually thereafter. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

4. Quadvest, LP 1 (Mostyn Manor)

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 9,000,000 gallons for 2020 and annually thereafter. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

5. Quadvest, LP 1 (Sendera Ranch)

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 2,500,000 gallons for 2020 and 6,500,000 gallons annually thereafter. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

6. Montgomery County MUD #24

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 5,000,000 gallons for 2020 and annually thereafter. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

7. Montgomery County MUD #89 (Also MUD 88)

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 75,000,000 gallons for 2020 and annually thereafter. Based on

technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

8. Montgomery County MUD #99

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 111,679,000 gallons for 2020 and annually thereafter. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

9. Montgomery County MUD #112

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 33,850,000 gallons for 2020 and annually thereafter. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

10. Rayford Road MUD

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 105,072,000 gallons for 2020 and annually thereafter. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

11. White Oak Water Supply Corporation

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 10,500,000 gallons for 2020 and annually thereafter. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

12. WMC Steel, LLC

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 2,900,000 gallons for 2020 and annually thereafter. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

13. Montgomery County MUD #139

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 8,000,000 gallons for 2020 and annually thereafter. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

14. Gerado Calderon

15. C & R Water Supply Inc (Rogers Road WS)

Applicant is requesting an amendment to an Operating Permit for drilling authorization only. No additional production authorization is being requested at this time. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

16. Alejandra & Jose Garcia
17. Felix Carrillo

18. Dos Aguas Water System

19. Montgomery County MUD #164

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 1,000,000 gallons for 2020 and 33,500,000 gallons annually thereafter. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

20. Northside IA Investments LLC

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 358,000 gallons for 2021 and annually thereafter. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

21. Southern Star Concrete

Applicant is requesting an amendment to an Operating Permit for drilling authorization only. No additional production authorization is being requested at this time. Based on technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

Ms. Reiter reported that there were twenty-one applications for this month. She explained that Items #14, #16, #17, and #18 would be addressed at the next meeting. Following Ms. Reiter's report, Director Spigener motioned to approve items #1-#13 and #15, #19-#21 as recommended by the General Manager. Director Bouché seconded. Motion passed.

President Hardman adjourned the public hearing on permit applications at 6:03 PM.

PASSED, APPROVED, AND ADOPTED THIS 11th DAY OF MAY 2021.

Larry A. Rogers, Board Secretary

LONE STAR GROUNDWATER CONSERVATION DISTRICT

April 13, 2021

MINUTES OF REGULAR MEETING

The Board of Directors of the Lone Star Groundwater Conservation District ("District") met in regular session, open to the public, held in person in the Lone Star GCD – James B. "Jim" Wesley Board Room located at 655 Conroe Park North Drive, Conroe, Texas, and remotely via the publicly accessible webinar/telephone conference call within the boundaries of the District on April 13, 2021.

CALL TO ORDER:

President Hardman presided and called to order the regular Board of Directors meeting at 6:00 PM, announcing that it was open to the public.

ROLL CALL:

The roll was called of the members of the Board of Directors, to wit:

Jon Paul Bouché Harry Hardman Jonathan Prykryl Larry A. Rogers Jim Spigener Janice Thigpen Stuart Traylor

All members of the Board were present, thus constituting a quorum of the Board of Directors. In attendance at said meeting were Samantha Reiter, General Manager; Stacey V. Reese, District Counsel; District staff; and members of the public. Copies of the public sign-in sheets and comment cards received are attached hereto as Exhibit "A".

PUBLIC COMMENTS:

Doug Miller representing HMW Special Utility District (a large portion of which is in Southwest Montgomery County), thanked the board for the convenience of scheduling evening meetings, which allows many in the public the opportunity to attend. He praised the District's decision to provide remote participation in its meetings and encouraged the board to continue offering this service. Mr. Miller mentioned that at the previous meeting the communications consulting agency, Mach 1, received approval and asked that the board make public the cost of hiring Mach 1, in the interest of transparency.

EXECUTIVE SESSION:

After a proper and legally sufficient announcement to the public by President Hardman, the Board of Directors recessed into a Closed Executive Session at 6:21 PM pursuant to Texas Government Code, Sections 551.071, to consult with the District's attorney regarding pending or contemplated litigation, settlement offers, personnel matters (§551.074), or on matters in which the duty of the attorney to the governmental body under the Texas Disciplinary Rules of Professional Conduct of the State Bar of Texas clearly conflicts with the Texas Open Meetings Act, Chapter 551, Government Code.

RECONVENE IN OPEN SESSION:

Following Executive Session, the Board reconvened in Open Session and President Hardman declared it open to the public at 7:02 PM. He recognized the newest member of the board, Janice Thigpen.

APPROVAL OF THE MINUTES:

President Hardman stated the Board would consider the meeting minutes as listed for approval on today's agenda. Without further discussion, upon a motion by Director Bouché to approve as amended and seconded by Director Prykryl, the Board approved the meeting minutes as presented.

- a) March 9, 2021, Public Hearing on Permit Applications
- b) March 9, 2021, Regular Board of Directors Meeting

REVIEW OF UNAUDITED FINANCIALS FOR THE MONTH OF MARCH 2021:

Ms. Samantha Reiter reported that for the month of March 2021, income was \$313,446 and expenses were \$157,512 resulting in a net income of \$155,934. Year-to-date net income is \$425,097.

a) Review of 1st Quarterly Investment Report 2021
 Ms. Reiter referred the directors to the report; included within the packet.

RECEIVE LEGISLATIVE COMMITTEE REPORT:

Stacey Reese, District Counsel, updated the Board on SB152 which is making its way through the committee process. Representative Metcalf is commissioning House Bill focused on Unreasonable DFCs, while Senator Creighton's bill has not progressed from the committee.

RECEIVE INFORMATION FROM DISTRICT'S TECHNICAL CONSULTANTS REGARDING SUBSIDENCE STUDIES AND/OR DISCUSSION REGARDING THE SAME:

a) <u>Discussion, consideration, and possible action to approve Subsidence Study Phase 2</u> Scope of Work. Ms. Reiter stated she's had several meetings to firm up the scope of work in Phase 2 of the study. She related that the committee now feels it is ready to publish the scope of work for the 30-day public comments period, which is available on the District's website. Director Spigener motioned to approve the 30-day period for public comments concerning the scope of work for the Phase 2 Subsidence Study. Director Bouché seconded. Motion passed. A copy of the proposed Phase 2 Scope of Work is attached hereto as Exhibit "B".

GROUNDWATER MANAGEMENT AREA 14 - UPDATE THE BOARD ON THE ISSUES RELATED TO JOINT PLANNING ACTIVITIES AND DEVELOPMENT OF DESIRED FUTURE CONDITIONS IN GMA 14:

a) <u>Discussion</u>, consideration, and possible action on any items related to Lone Star GCD's proposal(s) to and/or participation in GMA 14.

Samantha Reiter summarized the April 9th meeting and explained that she made various motions to the GMA 14 on behalf of the District as drawn from the April 7th Special Meeting and discussions, but none passed. The GMA 14 did release a DFC statement without resolution, and as follows: "no less than 70% median of available drawdown remaining in 2080 and no more than 1.0 additional foot of average subsidence between 2009 and 2080." The DFC statement is ready for the 90-day public comment period and is not final nor binding at this time. Based on comments received, the resolution submitted by LSGCD was turned down by some of the voting members of GMA, due in part, to a lack of time for proper review.

Ms. Reiter rehearsed an important statement in which the District believes is vital for each GCD to be able to use the applicable limiting factors as they apply to their respective county versus being tied down to something that does not necessarily apply to their District's jurisdiction.

Director Spigener described the stakeholder's meeting as one which held a range of positions and came to realize that the District held more commonality with the stakeholders than he first thought. Some stakeholders believed subsidence was not an issue in the whole of Montgomery County but rather concentrated in The Woodlands area. Some stakeholders were worried about the socio-economic factor in which if a DFC is adopted it could potentially limit their pumping, raise surface water usage and increase costs. He summarized that the stakeholder's need LSGCD to do more outreach, have better communication and use the best available science in its decisions. He added that the comprehensive SJRA 2020 Flood Basin Study did not mention subsidence.

Director Bouché attended a stakeholder meeting and admittedly came with some preconceived notions, as he had heard accusations directed at the LSGCD Board for making decisions that would cause sinking throughout the county. However, he felt that everyone left the meetings with more understanding of the issues. He recounted that some stakeholders were enlightened to know that LSGCD had an ongoing subsidence study and recognized the issue of flooding and importance of getting out correct information. Director Prykryl summarized the stakeholders main concern is related to planning for the future and that many were prepared to spend money on their local infrastructure. They sought clarity in the future outlook and impacts of groundwater management and further the DFC data.

Director Rogers gathered from the input of the meetings that future groundwater outlook is not only Lone Star's dilemma but affects all citizens of Montgomery County. He recognized the need for more communication and education.

Director Traylor commented from attending the stakeholders meeting that no one should be forced to put the element of subsidence in a DFC. He echoes the need for education.

President Hardman motioned for LSGCD's General Manager and/or any consultants to continue engaging in communications with the stakeholders of GMA 14. He mentioned this could be one-on-one, attending their public meetings and making public comment in a collaborative style, commensurate with Texas Open Meeting Act (TOMA) compliance to further transmit better understanding of LSGCD's perspective. Director Prykryl seconds. Motion passed.

GENERAL MANAGER'S REPORT:

Ms. Samantha Reiter announced TAGD is having a Groundwater Summit in San Antonio from August 31-September 2. Also, TWDB is having its "2021 Water for Texas" conference September 27-29 in Austin.

GENERAL COUNSEL'S REPORT:

Ms. Reese apprised the Board of the protest for Denbury's application for an injection well that Lone Star filed; is still pending. Additional information from Denbury is forthcoming.

NEW BUSINESS:

President Hardman addressed Mr. Miller's inquiry during public comments and announced that beginning next month, the meeting will include a standing agenda item for each subcommittee. At that specified time, the Communications Committee will disclose the criteria and financial parameters of the communications consulting agreement.

ADJOURN:

There being no further business, Director Traylor motioned to adjourn the meeting and Director Prykryl seconded. The meeting was adjourned at 7:51 PM.

PASSED, APPROVED, AND ADOPTED THIS 11th DAY OF MAY 2021.

Larry A. Rogers, Board Secretary



SIGN IN SHEET

April 13, 2021 Board Meeting

Do you wish to speak on an agenda item?	NAME	CITY, STATE, ZIP	E-Mail	Would you like to receive LSGCD updates & information?
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655 Conroe Park North, Conroe, TX 77303 Ph: (936) 494-3436 Metro: (936) 441-3437 www.lonestarged.org

Speaker Request Form

Those wanting to comment or register support for or against a specific agenda item are asked to fill out the Speaker Request Form.

Date of Meeting: 4/13/2)
Name Dous Miller
Address SIGILIPLN
City Pinchurt State TX Zip 77362
Email Of Ush @ Smail.com
IF SPEAKING FOR AN ORGANIZATION:
Name of Organization HMU SUD
Speaker's Official Capacity Prosident
Agenda Item No.: No.
□ FOR (If applicable) □ AGAINST (If applicable)
Registering Position, NOT Testifying
To speak on an item not listed on the agenda, please indicate area of interest.
approved at Special Mosting on 4/2/21

Please remember to step to the lectern as soon as you are recognized by the chair, state your name before beginning your presentation. If you have written notes you wish to present to the Board, PLEASE FURNISH AN EXTRA COPY FOR DISTRICT FILES.

Please see the back.of this comment card for additional procedures, practices and notes followed and/or requested by the District when making public comment.

Thank you for your cooperation.

April 13, 2021 Board Meeting Zoom Online Attendees

Panelist:

James Beach

Mike Keester

Stacey Reese

Attendees:

Tina Felkai

Laura Norton

Matt Corley

John Yoars

Penny Bradshaw

Mark Unland

Neil Gaynor

Michael Thornhill

Ed Shackelford

Carolyn Dewman

Dr. Shelley Sekula-Gibbs

Talan Tyminski



April 7, 2021

Mr. Harry Hardman, Board President Lone Star Groundwater Conservation District 655 Conroe Park North Drive Conroe, Texas 77303

RE:

Proposed Scope of Work, Schedule, and Cost Estimate – Phase II Subsidence Investigations
Montgomery County, Texas

Dear Mr. Hardman,

We are providing herein on behalf of the Lone Star Groundwater Conservation District (LSGCD) Technical Consulting Team of LRE Water, LLC (LRE), Thornhill Group, Inc. (TGI) and Advanced Groundwater Solutions, LLC (AGS) a proposed scope of work, schedule, and cost estimate for conducting Phase II Subsidence Investigations. TGI designed Phase I of the subsidence investigations to compile as much data and information as possible, to provide a functional and working knowledge of the existing studies, information, and data, and to provide summaries of historical and on-going subsidence investigations. Additionally, TGI's initial proposal generally identified potential work for subsequent phases of the project. TGI and LRE provided LSGCD a revised Proposal for Phase I Subsidence Investigations and worked collaboratively to complete the Phase I project. During Phase I of the subsidence investigation, TGI and LRE worked to:

- 1. Compile a comprehensive library and database of past and current subsidence studies with associated monitoring data;
- 2. Develop a working understanding of historical information, reports, and datasets pertaining to past subsidence:
- Assess historical and predicted future distributions of modeled subsidence utilizing the current groundwater availability model (GAM) approved by the Texas Water Development Board (TWDB), which is commonly called the Houston Area Groundwater Model (HAGM), particularly related to the current joint-planning efforts of LSGCD and Groundwater Management Area 14 (GMA 14); and,
- 4. Identify and prioritize additional work efforts and phases of the project to best consider, evaluate, and assess subsidence particularly related to LSGCD groundwater management.

LSGCD Phase II Subsidence Investigations April 7, 2021 Page 2 of 8

For Phase II, the LSGCD Technical Consulting Team collaborated to develop a Scope of Services to address some items briefly outlined as subsequent phases in the Phase I proposal and identified as potential recommended work in the Phase 1 report. The objective of the proposed Phase II Scope of Services is to build upon summaries and data collection efforts in Phase I to focus on the potential for future land-surface deformation within Montgomery County and adjacent areas along with recommendations for effective monitoring of subsidence within Montgomery County. Specific goals of Phase II are to:

- Build upon Phase I summaries with detailed evaluations, assessments, and critiques of selected previous data and studies with specific implications to Montgomery County;
- Assess the structural and geotechnical parameters controlling the occurrence, distribution, timing
 and amount of compaction of the subsurface geologic layers through correlation of measured and
 reported historical pumping, water levels, land-surface deformation, and sub-surface compaction;
- Develop a long-term plan for data collection and evaluation to contribute to the empirical understanding of the effects of groundwater pumping on sub-surface compaction and land-surface deformation within Montgomery County; and,
- Prepare interim deliverables and a project report describing and illustrating the work conducted with key findings and conclusions. Additionally, the work will include preparing one or more presentations to the Board and stakeholders.

Scope of Services

The proposed Scope of Services is designed to address the objective and goals of the project. Licensed professional geoscientists and/or licensed professional engineers from LRE, TGI, and AGS will be responsible for the work and conclusions developed during the project. Collectively LRE, TGI, and AGS will be referred to as the "LSGCD Consulting Team." The LSGCD Consulting Team will work closely with the LSGCD General Manager, Samantha Reiter, throughout the project. For the project, the overall role for each LSGCD Consulting Team Member is as follows:

- Michael R. Keester, PG with LRE will be the primary point of contact for the project and will be responsible for providing project updates, coordinating work amongst the LSGCD Consulting Team, and adhering to the schedule for deliverables.
- Michael R. Thornhill, PG with TGI will lead QA/QC efforts drawing upon his experience in the area, his knowledge of previous research, and, as the initiator of these subsidence investigations for LSGCD, he will continue to provide overall project guidance and oversight.
- James A. Beach, PG with AGS will guide the practical application of the investigations within the
 management framework of the District, in addition to providing technical expertise on specific tasks.
 James will draw on his years of experience working with Districts across Texas to incorporate
 scientific investigations into policy decisions.



LSGCD Phase II Subsidence Investigations April 7, 2021 Page 3 of 8

The LSGCD Consulting Team worked collaboratively and iteratively amongst ourselves and with the LSGCD general manager to develop this proposed Scope of Services. The division of responsibilities, including the selection of LRE as the primary point of contact for the project, is proposed by agreement amongst the Team. We anticipate continuous collaboration amongst the LSGCD Consulting Team to complete the proposed Scope of Services. While this collaboration of Team Members is vital to completing a robust, practical, and defensible study, for each task listed below we identify the primary Team Member responsible for work to be conducted under each task. However, for each task we anticipate all Team Members will have specific work tasks to support the Team Member with primary responsibility. LRE will have final responsibility for all project deliverables to LSGCD.

Task 1 – Technical Evaluations of Existing Data and Recent Study

Task 1 will involve detailed technical analyses of the previously identified subsidence study: *Subsidence Risk Assessment and Regulatory Considerations for the Brackish Jasper Aquifer* (Kelley and others, 2018). This study was discussed and summarized as part of the Phase I study. However, information from this study has direct relevance to LSGCD's current and future management of groundwater resources and a more detailed evaluation, including review of the related study data, is warranted. Work under this task will necessarily require review of historical studies and data that are referenced by Kelley and others (2018) as some previous works form the foundation for the assumptions, calculations, and modeling presented. While we will review previous works and information sufficiently to be thorough in our work, we will also focus these reviews to avoid "reinventing the wheel" as we develop the necessary understanding relative to the issues in Montgomery County.

On behalf of the Harris-Galveston and Fort Bend subsidence districts, Kelley and others (2018) created a model to simulate compaction and resulting subsidence due to artesian-head reductions in the Jasper Aquifer. As discussed in the Phase I report, Kelley and others (2018) adjusted geotechnical values for parameters controlling compaction. These parameters were originally derived using core samples collected during the 1970s from the lithologic layers of the Chicot and upper half of the Evangeline aquifers at four study sites in southern Harris and Galveston counties where subsidence had occurred. The methodology applied by Kelley and others (2018) to adjust the geotechnical values is reportedly now being applied to the development of the Gulf Coast Land Subsidence and Groundwater-Flow Model (GULF 2023).

The purpose of our evaluation of the work conducted by Kelley and others (2018) is primarily to assess whether the methodology based on measurements from the Chicot and upper Evangeline aquifers outside of Montgomery County should be applicable to assessing subsidence from the underlying Jasper Aquifer within Montgomery County. In particular, we will investigate the uncertainty associated with the subsidence values obtained through application of the methodology. Since the methodology is reportedly being applied as part of the GULF 2023 model development, LSGCD will benefit from this evaluation by better



LSGCD Phase II Subsidence Investigations April 7, 2021 Page 4 of 8

understanding how application of the methodology will influence model simulation results of predicted compaction and subsidence within Montgomery County. Anticipated work associated with this task includes:

- Review of references and applicable data used by Kelley and others (2018) to support methodology application;
- Evaluation of the statistical relationships presented within the Kelley and others (2018) report;
- Consideration of other variables (for example, geologic age and mineralogical characteristics) that could influence parameter estimates;
- Assessment of methodology application to the Jasper Aquifer within Montgomery County; and,
- Preparation of a technical memorandum discussing our evaluation.

The work conducted under Task 1.1 may be used by the LSGCD Consulting Team to aid in review of the GULF 2023 model, but is not necessarily connected to any work associated with the model development by the U.S. Geological Survey. The following provides our proposed schedule and cost estimate for Task 1:

- Primary Responsible LSGCD Consulting Team Member: LRE
- Anticipated Start: Upon Notice to Proceed (NTP)
- Draft Deliverable(s) Due: 26 Weeks from NTP
- Stakeholder Meeting: Within 26-30 weeks after NTP
- Comments Due: Within 32 Weeks after NTP
- Final Deliverable(s) Due: Within 38 Weeks after NTP
- Deliverable(s): Technical memorandum (Draft as PDF; Final as PDF and 8 bound hard copies)
- Cost Estimate: \$41,100

Task 2 - Geologic Structure

In a report to the TWDB, LRE stated that "...the three primary variables that determine the magnitude, location, and timing of subsidence related to groundwater pumping..." are: 1) the distribution, thickness and compressibility of clay layers; 2) the amount and timing of water-level changes; and, 3) the lowest historical water level (Furnans and others, 2018). Work during Task 2 will focus on assessing the distribution and thickness of the clay layers within Montgomery County. As discussed in the Phase I report, we identified some irregularities in the existing datasets depicting the geologic formation surfaces within Montgomery County.

The purpose of this task is to improve the mapping of the elevation of the top and bottom of the sub-surface formations along with the thickness of sand and clay intervals within the formations. The benefit of this work to LSGCD's management of the groundwater resources within Montgomery County is an improved understanding of where the sand and clay (that is, lithologic) layers are within the larger aquifers (namely,



LSGCD Phase II Subsidence Investigations April 7, 2021 Page 5 of 8

the Chicot, Evangeline, and Jasper). Additionally, the Team can assess the general character of the finegrained or clay intervals to identify spatial variations across Montgomery County.

Groundwater models, existing and in-development, simulate flow and water-level changes through the full aquifer thickness. However, in some cases deep wells only penetrate the upper portion of an aquifer and water-level declines simulated by a model for the full aquifer thickness may not accurately reflect water-level changes that are primarily occurring in the upper portions of the aquifer. The limited location of water-level changes could in turn affect the estimation of compaction within the clay layers of the aquifer as the overall clay thickness associated with the water-level changes would be less than the total clay thickness of the aquifer. For example, if a deep Jasper Aquifer well is only completed in the upper part of the aquifer, the clay units within and near the completion interval would be the most likely to compact; however, the current and in-development models consider all the clays, including those several hundred feet below the completion interval, when simulating compaction. Understanding the local stratigraphy and where the clay units are located relative to the well completion intervals will aid LSGCD in considering subsidence as part of their groundwater management efforts. Anticipated work associated with this task includes:

- Building upon geophysical log evaluations by others (as discussed in the Phase I report) to refine the geologic surfaces beneath Montgomery County;
- Evaluating geophysical logs to select the top, bottom, sand, and clay elevations and recording data within the project geodatabase;
- Evaluating selected State Well Reports to determine the formation and lithology intervals to supplement data obtained from geophysical logs;
- · Interpolating surfaces of the geologic formations and lithologic units; and,
- Preparation of a technical memorandum discussing our evaluation.

For Task 2 work we will evaluate logs up to 10 miles beyond the Montgomery County boundary to aid in constraining the interpolation of surfaces within LSGCD. We will review publicly accessible geophysical logs from the LSGCD, TWDB, and USGS along with logs from private libraries that can be made public. Lithology logs from State Well Reports will be used to fill in gaps in the spatial distribution of geophysical log data. The following provides our proposed schedule and cost estimate for Task 2:

- Primary Responsible LSGCD Consulting Team Member: AGS
- Anticipated Start: Upon Notice to Proceed (NTP)
- <u>Draft Deliverable(s) Due:</u> Within 30 Weeks from NTP
- Stakeholder Meeting: Within 33 Weeks from NTP
- Comments Due: Within 41 Weeks from NTP
- Final Deliverable(s) Due: Within 47 Weeks from NTP
- Deliverable(s): Technical memorandum (Draft as PDF; Final as PDF and 8 bound hard copies)
- Cost Estimate: \$47,700



LSGCD Phase II Subsidence Investigations April 7, 2021 Page 6 of 8

Task 3 - Reporting, Recommendations, and Presentations

This task will involve providing a written comprehensive Phase II final report to the LSGCD Board of Directors. We will also present the final report to the LSGCD Board and Public at a regular board meeting. The Phase II final report will primarily involve combining the interim deliverables from individual tasks into a single volume with an executive summary. The Phase II final report will, however, contain a new section detailing recommendations, conceptual plans, and budgetary cost estimates for proposed subsequent project phases designed as a long-term plan for collaboratively furthering the scientific understanding of the factors associated with land-surface deformation within Montgomery County. Potential additional phases which may be considered as part of the long-term plan for collaborative scientific investigations are presented below as Phase 3 and Phase 4. The following provides our proposed schedule and cost estimate for Task 3:

- Primary Responsible LSGCD Consulting Team Member: LRE
- Anticipated Start: Upon Notice to Proceed (NTP)
- Draft Deliverable(s) <u>Due</u>: Within 47 Weeks from NTP
- Stakeholder Meeting: Within 51 Weeks from NTP
- Comments Due: Within 56 Weeks from NTP
- Final Deliverable(s) Due: Within 60 Weeks from NTP
- Deliverable(s):
 - Final draft report for review and comment in PDF format
 - Final report 8 hard copies with PDF
 - Geodatabase
- Cost Estimate: \$33,900

Potential Phase III – Site-Specific Geotechnical Investigations

Some of the most relied upon data for understanding the geotechnical properties of the clay layers are from core samples collected in the Houston area in the 1970s. We anticipate work under Phase 3 would involve utilizing the data and evaluations from Phase II to identify locations where site-specific geotechnical data would be most beneficial to improving the empirical understanding of the compressibility of the sub-surface formations underneath Montgomery County. LSGCD could then work with collaborators for a study that would include collecting core samples for geologic and geotechnical analyses. The field work and analyses would provide direct measurement of the compressibility and vertical hydraulic conductivity coefficients that are key parameters in the prediction of subsidence due to depressurization.



LSGCD Phase II Subsidence Investigations April 7, 2021 Page 7 of 8

Potential Phase IV – Land-Surface and Geologic Formation Deformation Monitoring

There are currently no extensometers that measure compaction of the clay layers in the formations that make up the Jasper Aquifer. Existing extensometers are anchored in shallower formations and are paired with GPS sites. These existing extensometers measure compaction in the formations making up the Chicot and Evangeline aquifers while the GPS data reflect the total deformation at land surface. The difference between the GPS and extensometer data reflects compaction of units below the anchor point of the extensometer. With the significance of the Jasper Aquifer to District constituents, it would be important to measure the compaction of the Jasper due to depressurization.

We anticipate work under Phase 4 would involve a collaborative project with LSGCD stakeholders interested in the advancement of the scientific understanding of the compaction of formations making up the Jasper Aquifer. Phase 4 work would utilize information developed during previous phases to identify a location for an extensometer anchored within the Jasper Aquifer (likely the upper portion of the aquifer). It is possible that the proposed site would be selected for completion of two extensometers with one anchored in the Jasper and a partner extensometer anchored in the Evangeline; this setup would isolate the measured compaction in the upper portions of the Gulf Coast Aquifer System from the measured compaction amount in the deeper portions of the Gulf Coast Aquifer System. In addition, we anticipate the site would include GPS monitoring to aid in assessing compaction below the anchor point in the Jasper.

Project Budget and Schedule

The total Phase II project cost estimate is \$122,700. Cost estimates are based on anticipated time and materials associated with each task, including routine meetings, workshops, and public hearings with LSGCD. If additional work is requested or protracted LSGCD meetings are needed in association with a particular task, we will discuss the anticipated additional cost with LSGCD prior to commencing with the work. Additional work associated with a particular task may be authorized by LSGCD via email.

We will begin work immediately upon authorization and will provide the final Phase II draft report within 47 weeks following the notice to proceed. Following a Stakeholder meeting and comment period, we will address the comments and submit the final report and deliverables. Interim reports will be provided throughout the project summarizing the results of each task per the schedules identified herein. Each of these interim reports will be provided in draft form to allow for a stakeholder meeting, comment period, and time to address comments prior to finalizing the report. A specific schedule with the deadline dates will be developed within one week following notice to proceed.



Exhbit "B"

LSGCD Phase II Subsidence Investigations April 7, 2021 Page 8 of 8

Authorization

This letter is intended only as a consolidated description of the proposed scope of work, schedule, and cost estimate. Each LSGCD Consulting Team Member will provide contracting documents to LSGCD separate from this letter for work authorization within two weeks following notice to proceed. Each LSGCD Consulting Team Member acknowleges that time is of the essence in performance of all services in accordance with the identified deadlines and will provide contracting documents to LSGCD that include such provisions.

The LSGCD Consulting Team appreciates the opportunity to serve the District and to provide you with this proposed scope of work to further LSGCD's understanding of subsidence within Montgomery County. We look forward to discussing the proposed work with you, the Board, and District staff.

Sincerely,

LRE WATER

Michael R. Keester, PG

Senior Project Manager | Hydrogeologist

Cc: Mr. Michael R. Thornhill, PG - Thornhill Group, Inc.

Mr. James A. Beach, PG – Advanced Groundwater Solutions, LLC.



----Original Message-----

From: Ana Cosio < scubamom1234@hotmail.com >

Sent: Tuesday, May 11, 2021 11:08 AM

To: Samantha Reiter < sreiter@lonestargcd.org >

Subject: DFC comments

I believe the DFC for groundwater are way too aggressive and can lead to misuse, and worse subsidence in The Woodlands!

Thanks Ana Cosio 713-254-7046

Sent from my iPhone