

LONE STAR GROUNDWATER CONSERVATION DISTRICT

December 13, 2022

MINUTES OF SPECIAL MEETING OF NEWLY ELECTED BOARD OF DIRECTORS

The Board of Directors of the Lone Star Groundwater Conservation District (“District”) met in regular session, open to the public and 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 December 13, 2022.

CALL TO ORDER:

President Spigener called to order the Public Hearing on Permit Applications at 6:01 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
Jonathan Prykryl
Janice Thigpen
Stuart Traylor
Jim Spigener
Kenneth Earnest

Six 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; James Beach, District Consultant; 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 Spigener called on Treasurer Prykryl for the opening prayer. Director Earnest led the Pledge of Allegiance and the Pledge of Allegiance to the state flag.

President Spigener stated this is the last meeting of the year and there a few items to take note on. The board has done a great job this year given some difficult circumstances. There is a great

management plan in place and the District is fine-tuning the rules and the board has worked extremely hard on them. A majority of the board members came into office in 2018 under the values of first, protecting private property rights. Second, being transparent. Third, they will continue to obey the law, stick to the letter of the law, and stick to science. The board has and will continue to do that. President Spigener would also like to acknowledge staff. The permitting director has done a great job and the legal counsel has as well. The technical consultants have also delivered on the science and tonight you will see that in the Phase 3 Subsidence Study presentation.

PUBLIC COMMENTS:

No comments were received.

ADMINISTER OATHS OF OFFICE:

Samantha Reiter, General Manager, presided and administered the constitutional Oath of Office to the following directors-elect present: Place 2 – Janice Thigpen; Place 3 – Kenneth Earnest; Place 4 – Jonathan Prykryl; and Place 6 – Jon Paul Bouche. *Copies of the executed documents are attached hereto as Exhibit "B".*

DISCUSS, CONSIDER, AND TAKE ACTION AS NECESSARY REGARDING THE APPOINTMENT OF COMMITTEE CHAIRS:

Kristen Fancher, election counsel for the District, addressed the board. This year's election (2022) was the District's third election cycle. The District accepted all applications pursuant to the Texas Election Code. After the election and the canvass of the 2022 election, the District became aware that Mr. Yoars serves on the board of another political subdivision, Montgomery County MUD #36. This fact was confirmed in writing by Mr. Yoars on December 1st and is supported by MUD #36 public records. The District provided Mr. Yoars with notice and an overview of the issue as soon as possible after learning of the legal issue. Texas Election Code Section 145.003 requires the District to review and declare a candidate ineligible upon finding that a public record establishes that ineligibility. This provision specifically applies when eligibility is raised after an election. Texas Election Code 141.001(a)(7) and Texas Water Code Section 36.051(b) are eligibility provisions that apply to the election of a Groundwater Conservation District. The section 36.051(b) provision states that a member of the governing body of another political subdivision is ineligible for appointment or election as a director to the GCD (Groundwater Conservation District) board. The MUD is a disqualifying political subdivision according to the definition of that term in Texas Water Code Section 36.001. The presiding officer of the canvassing authority, or the board president, has provided notice of this ineligibility pursuant to Texas Election Code Section 145.003(d). Texas Election Code Section 201.028 provides that if an ineligible candidate is elected, a vacancy in the office occurs on the date of the final canvass. The District has been advised that a person cannot qualify for the office that he or she is ineligible by law to hold. The law also makes the declaration of this ineligibility mandatory.

Ms. Fancher stated that she was able to connect with Mr. Yoars by phone today. Ms. Fancher stated that it was her understanding from that conversation is that Mr. Yoars understands the issue and is on the same page as the District. This was intended to be the overview and the

update. The declaration of ineligibility has been provided in accordance with the Texas Election Code and Ms. Fancher's recommendation is that the District proceed with that vacancy in the office based on the facts that were presented today.

DISCUSS, CONSIDER, AND TAKE ACTION AS NECESSARY REGARDING THE ELECTION OF OFFICERS:

Ms. Reese stated that the bylaws require the board in December of every even numbered years to review officer positions. We currently have a vacancy in the Secretary position since Director Rogers' term expired on December 1st.

President Spigener made a motion to keep all the positions the same and appoint Director Janice Thigpen as Secretary. Director Earnest seconded, and the motion carried.


DISCUSS, CONSIDER, AND TAKE ACTION AS NECESSARY REGARDING BOARD COMMITTEES AND APPOINTMENT OF COMMITTEE CHAIRS:

President Spigener stated that he included a copy of the new committee appointments and chairs at the director's seats. If there are any questions, it can be discussed with him individually after the meeting.

ADJOURN:

There being no further business, upon a motion made by President Spigener, the meeting was adjourned at 6:16 PM.

PASSED, APPROVED, AND ADOPTED THIS 10th DAY OF JANUARY 2023.



Board Secretary, Janice Thigpen



In the name and by the authority of

The State of Texas

THIS IS TO CERTIFY, that at a general election held on

November 8, 2022

JON BOUCHE

was duly elected

to the Lone Star Groundwater
Conservation District Board of Directors



In testimony whereof, I have hereunto signed my name and caused the Seal of Lone Star Groundwater Conservation District to be affixed this the 13th day of December, 2022.

James Spigener, Board President/Presiding
Officer of Canvassing Authority

Form #2204 Rev 9/2017
Submit to:
SECRETARY OF STATE
Government Filings Section
P O Box 12887
Austin, TX 78711-2887
512-463-6334
FAX 512-463-5569
Filing Fee: None

This space reserved for office use



OATH OF OFFICE

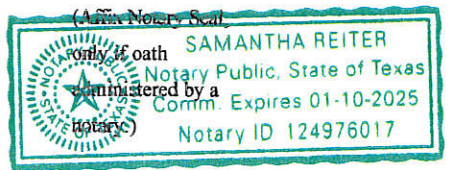
IN THE NAME AND BY THE AUTHORITY OF THE STATE OF TEXAS,
I, Jon Paul Bouche, do solemnly swear (or affirm), that I will faithfully
execute the duties of the office of Director, Place 6 of the Lone Star Groundwater Conservation District of
the State of Texas, and will to the best of my ability preserve, protect, and defend the Constitution and laws
of the United States and of this State, so help me God.

Jon P. Bouche
Signature of Officer

Certification of Person Authorized to Administer Oath

State of Texas
County of Montgomery

Sworn to and subscribed before me on this 13th day of December 2022



Samantha Reiter
Signature of Notary Public or
Signature of Other Person Authorized to Administer An
Oath

Samantha Stried Reiter
Printed or Typed Name

Form #2201 Rev. 05/2020

Submit to:

SECRETARY OF STATE

Government Filings

Section P O Box 12887

Austin, TX 78711-2887

512-463-6334

512-463-5569 - Fax

Filing Fee: None



STATEMENT OF OFFICER

Statement

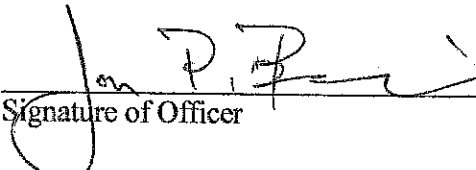
I, Jon Paul Bouche, do solemnly swear (or affirm) that I have not directly or indirectly paid, offered, promised to pay, contributed, or promised to contribute any money or thing of value, or promised any public office or employment for the giving or withholding of a vote at the election at which I was elected or as a reward to secure my appointment or confirmation, whichever the case may be, so help me God.

Title of Position to Which Elected/Appointed: Director, Place 6 of the Lone Star Groundwater Conservation District

Execution

Under penalties of perjury, I declare that I have read the foregoing statement and that the facts stated therein are true.

Date: December 13, 2022


Signature of Officer

Form 2201 - Statement of Officer
(General Information)

The attached form is designed to meet minimal constitutional filing requirements pursuant to the relevant provisions. *This form and the information provided are not substitutes for the advice and services of an attorney.*

Execution and Delivery Instructions

A Statement of Officer required to be filed with the Office of the Secretary of State is considered filed once it has been received by this office.

Mail: P.O. Box 12887, Austin, Texas 78711-2887.

Overnight mail or hand deliveries: James Earl Rudder Officer Building, 1019 Brazos, Austin, Texas 78701.

Fax: (512) 463-5569.

Email: Scanned copies of the executed Statement may be sent to register@sos.texas.gov

NOTE: *The Statement of Officer form, commonly referred to as the "Anti-Bribery Statement," must be executed and filed with the Office of the Secretary of State before taking the Oath of Office (Form 2204).*

Commentary

Article XVI, section 1 of the Texas Constitution requires all elected or appointed state and local officers to take the official oath of office found in section 1(a) and to subscribe to the anti-bribery statement found in section 1(b) before entering upon the duties of their offices.

Elected and appointed state-level officers required to file the anti-bribery statement with the Office of the Secretary of State include members of the Legislature, the Secretary of State, and all other officers whose jurisdiction is coextensive with the boundaries of the state or who immediately belong to one of the three branches of state government. Questions about whether a particular officer is a state-level officer may be resolved by consulting relevant statutes, constitutional provisions, judicial decisions, and attorney general opinions. For more information, see Op. Tex. Att'y Gen. No. JC-0575 (2002) (determining the meaning of "state officer" as it is used in Article XVI).

Effective September 1, 2017, Senate Bill 1329, which was enacted by the 85th Legislature, Regular Session, amended chapter 602 of the Government Code to require the following judicial officers and judicial appointees to file their oath and statement of officer with the secretary of state:

Officers appointed by the supreme court, the court of criminal appeals, or the State Bar of Texas; and Associate judges appointed under Subchapter B or C, Chapter 201, Family Code.

Local officers must retain the signed anti-bribery statement with the official records of the office. *As a general rule, city and county officials do not file their oath of office with the Secretary of State—these officials file at the local level. The Legislature amended the Texas Constitution, Article 16, Section 1, in November 2001 to no longer require local level elected officials to file with our office. **The Office of the Secretary of State does NOT file Statements or Oaths from the following persons:** Assistant District Attorneys; City Officials, including City Clerks, City Council Members, Municipal Judges, Justices of the Peace, and Police/Peace Officers; Zoning/Planning Commission Members; County Officials, including County Clerks, County Commissioners, County Judges, County Tax Assessors, and District Clerks; and Officials of Regional Entities, such as, Appraisal Review Districts, Emergency Service Districts, and School Districts (ISD's).*

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Revised 05/2020



In the name and by the authority of

The State of Texas

THIS IS TO CERTIFY, that at a general election held on

November 8, 2022

KENNETH EARNEST

was duly elected

to the Lone Star Groundwater
Conservation District Board of Directors



In testimony whereof, I have hereunto signed my name and caused the Seal of Lone Star Groundwater Conservation District to be affixed this the 13th day of December, 2022.

James Spigener, Board President/Presiding
Officer of Canvassing Authority

Form #2201 Rev. 05/2020

Submit to:

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Government Filings

Section P O Box 12887

Austin, TX 78711-2887

512-463-6334

512-463-5569 - Fax

Filing Fee: None



STATEMENT OF OFFICER

Statement


I, Kenneth Earnest, do solemnly swear (or affirm) that I have not directly or indirectly paid, offered, promised to pay, contributed, or promised to contribute any money or thing of value, or promised any public office or employment for the giving or withholding of a vote at the election at which I was elected or as a reward to secure my appointment or confirmation, whichever the case may be, so help me God.

Title of Position to Which Elected/Appointed: Director, Place 3 of the Lone Star Groundwater Conservation District

Execution

Under penalties of perjury, I declare that I have read the foregoing statement and that the facts stated therein are true.

Date: December 13, 2022



Signature of Officer

**Form 2201 - Statement of Officer
(General Information)**

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Revised 05/2020

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512-463-6334
FAX 512-463-5569
Filing Fee: None



OATH OF OFFICE

IN THE NAME AND BY THE AUTHORITY OF THE STATE OF TEXAS,
I, Kenneth Earnest, do solemnly swear (or affirm), that I will faithfully
execute the duties of the office of Director, Place 3 of the Lone Star Groundwater Conservation District of
the State of Texas, and will to the best of my ability preserve, protect, and defend the Constitution and laws
of the United States and of this State, so help me God.

Signature of Officer

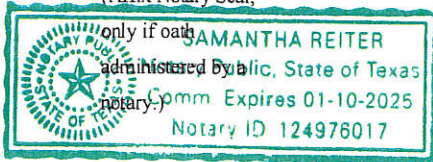
Certification of Person Authorized to Administer Oath

State of Texas

County of Montgomery

Sworn to and subscribed before me on this 13th day of December 2022

(Affix Notary Seal,



Signature of Notary Public or
Signature of Other Person Authorized to Administer An
Oath

Samantha Stried Reiter

Printed or Typed Name



In the name and by the authority of

The State of Texas

THIS IS TO CERTIFY, that at a general election held on

November 8, 2022

JONATHAN PRYKRYL

was duly elected

to the Lone Star Groundwater
Conservation District Board of Directors



In testimony whereof, I have hereunto signed my name and caused the Seal of Lone Star Groundwater Conservation District to be affixed this the 13th day of December, 2022.

James Spigener, Board President/Presiding
Officer of Canvassing Authority

Form #2201 Rev. 05/2020

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Austin, TX 78711-2887

512-463-6334

512-463-5569 - Fax

Filing Fee: None



STATEMENT OF OFFICER

Statement

I, Jonathan Prykryl, do solemnly swear (or affirm) that I have not directly or indirectly paid, offered, promised to pay, contributed, or promised to contribute any money or thing of value, or promised any public office or employment for the giving or withholding of a vote at the election at which I was elected or as a reward to secure my appointment or confirmation, whichever the case may be, so help me God.

Title of Position to Which Elected/Appointed: Director, Place 4 of the Lone Star Groundwater Conservation District

Execution

Under penalties of perjury, I declare that I have read the foregoing statement and that the facts stated therein are true.

Date: December 13, 2022

Jonathan Prykryl
Signature of Officer

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(General Information)**

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Revised 05/2020

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Austin, TX 78711-2887
512-463-6334
FAX 512-463-5569
Filing Fee: None



OATH OF OFFICE

IN THE NAME AND BY THE AUTHORITY OF THE STATE OF TEXAS,
I, Jonathan Prykryl, do solemnly swear (or affirm), that I will faithfully
execute the duties of the office of Director, Place 4 of the Lone Star Groundwater Conservation District of
the State of Texas, and will to the best of my ability preserve, protect, and defend the Constitution and laws
of the United States and of this State, so help me God.

Jonathan Prykryl
Signature of Officer

Certification of Person Authorized to Administer Oath

State of Texas
County of Montgomery

Sworn to and subscribed before me on this 13th day of December, 2022.

(Affix Notary Seal,



Samantha Reiter

Signature of Notary Public or
Signature of Other Person Authorized to Administer An
Oath

Samantha Stried Reiter

Printed or Typed Name



In the name and by the authority of

The State of Texas

THIS IS TO CERTIFY, that at a general election held on

November 8, 2022

JANICE THIGPEN

was duly elected

to the Lone Star Groundwater
Conservation District Board of Directors



In testimony whereof, I have hereunto signed my name and caused the Seal of Lone Star Groundwater Conservation District to be affixed this the 13th day of December, 2022.

James Spigener, Board President/Presiding
Officer of Canvassing Authority

Form #2201 Rev. 05/2020

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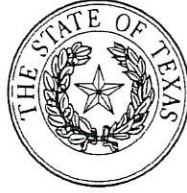
Section P O Box 12887

Austin, TX 78711-2887

512-463-6334

512-463-5569 - Fax

Filing Fee: None



STATEMENT OF OFFICER

Statement

I, Janice Thigpen, do solemnly swear (or affirm) that I have not directly or indirectly paid, offered, promised to pay, contributed, or promised to contribute any money or thing of value, or promised any public office or employment for the giving or withholding of a vote at the election at which I was elected or as a reward to secure my appointment or confirmation, whichever the case may be, so help me God.

Title of Position to Which Elected/Appointed: Director, Place 2 of the Lone Star Groundwater Conservation District

Execution

Under penalties of perjury, I declare that I have read the foregoing statement and that the facts stated therein are true.

Date: December 13, 2022


Signature of Officer

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Form #2204 Rev 9/2017

This space reserved for office use

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FAX 512-463-5569
Filing Fee: None



OATH OF OFFICE

IN THE NAME AND BY THE AUTHORITY OF THE STATE OF TEXAS,
I, Janice Thigpen, do solemnly swear (or affirm), that I will faithfully
execute the duties of the office of Director, Place 2 of the Lone Star Groundwater Conservation District of
the State of Texas, and will to the best of my ability preserve, protect, and defend the Constitution and laws
of the United States and of this State, so help me God.

Janice Thigpen
Signature of Officer

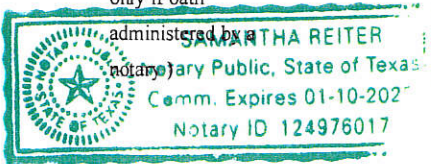
Certification of Person Authorized to Administer Oath

State of Texas

County of Montgomery

Sworn to and subscribed before me on this 13th day of December 2022

(Affix Notary Seal,
only if oath



Samantha Reiter
Signature of Notary Public or
Signature of Other Person Authorized to Administer An
Oath

Samantha Stried Reiter
Printed or Typed Name

SIGN IN SHEET

December 13, 2017



Do you wish to speak on an agenda item?	NAME	CITY, STATE, ZIP	E-Mail	Would you like to receive LSGCD updates & information?
N	Doug Miller	Pinehurst TX 77362	dfwash@gmail.com	Y
N	Webb Meldox	Conroe	melderbx@aol.com	
N	Simon Seavern	Magnolia	simon@guacvest.com	
N	Mike Stoeker	Conroe, Tx	mike@StoekerCorp.com	N
N	Staci Earnest	The Woodlands, TX	-	N
N	Kyle Earnest	"	-	
	Jessica Shorten	Splendora	jshorten@communityimpact.com	

LONE STAR GROUNDWATER CONSERVATION DISTRICT

December 13, 2022

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 and 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 December 13, 2022.

CALL TO ORDER:

President Spigener called to order the Public Hearing on Permit Applications at 6:23 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
Jonathan Prykryl
Janice Thigpen
Stuart Traylor
Jim Spigener
Kenneth Earnest

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; 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.*

PUBLIC COMMENTS:

No comments were received.

Ms. Hein reported that five applications were received for the Permit Hearing. Ms. Hein made a special note of item #2 which required the submittal of a Hydrogeological Report due to the system

being able to produce more than 750 gallons as well as a spacing exemption request for that permit. Applications for consideration and recommended for possible approval included the below:

1. MSEC Enterprises (Montgomery Trace WS/Crown Oaks)

Applicant is requesting an amendment to an Operating Permits OP02-0011-CHEV and OP02-0011-JSPR for an increase in production authorization in the amount of 52,300,000 from the Chicot/Evangeline gallons and 470,700,000 gallons from the Jasper for 2022 and annually thereafter. Based on a technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

2. Walnut Cove Water Supply Corp.,

Applicant is requesting an amendment to an Operating Permit for registration of an existing well in the Jasper Aquifer. Due to the combined max gpm of the well system for HUP237-JSPR and required documentation to request exemption from spacing rules, a hydrogeological report was required for the proposed amendment. LSGCD technical consultants have reviewed the submitted hydrogeological report and found it meets the requirements as detailed in District Rules and guidance documents. Based on a technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

3. Kelly Eberly

Applicant is requesting an amendment to an Operating Permit for an increase in production authorization in the amount of 390,000 gallons from the Chicot/Evangeline for 2022 and annually thereafter. Based on a technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

4. Greysun Centrifuge

Applicant is requesting registration of a new Evangeline Aquifer well and production authorization in the amount of 500,000 gallons from the Chicot/Evangeline for 2022 and annually thereafter. Based on a technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

5. Louis and Sandra Duplantis

Applicant is requesting registration of an existing Evangeline Aquifer well, a new Evangeline Aquifer well and production authorization in the amount of 200,000 gallons from the Chicot/Evangeline for 2022 and annually thereafter. Based on a technical review of the information supplied, it is the General Manager's recommendation to approve that which is requested.

Treasurer Prykryl motioned to approve items #1-5, as recommended by the General Manager. Vice President Traylor seconded. Motion passed.

ADJOURN:

There being no further business, President Spigener motioned to adjourn the public hearing on permit applications. The meeting was adjourned at 6:25pm.

PASSED, APPROVED, AND ADOPTED THIS 10th DAY OF JANUARY 2023.



Janice Thigpen, Board Secretary

LONE STAR GROUNDWATER CONSERVATION DISTRICT

December 13, 2022

MINUTES OF REGULAR MEETING

The Board of Directors of the Lone Star Groundwater Conservation District (“District”) met in regular session, open to the public and 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 December 13, 2022.

CALL TO ORDER:

President Spigener presided and called to order the regular Board of Directors meeting at 6:25 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
Janice Thigpen
Stuart Traylor
Jonathan Prykryl
Jim Spigener
Kenneth Earnest

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; and members of the public. *Copies of the public sign-in sheets and comment cards received are attached hereto as Exhibit "A".*

PUBLIC COMMENTS:

No public comments were received.

EXECUTIVE SESSION:

President Spigener announced Executive Session would be held at the end of the board meeting.

APPROVAL OF THE MINUTES:

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

- a) November 15, 2022, Public Hearing on Permit Applications
- b) November 15, 2022, Regular Board of Directors Meeting
- c) November 15, 2022, Special Meeting to Canvass Results of General Election

COMMITTEE REPORTS:

A. Budget & Finance Committee – Jonathan Prykryl, Chair

- 1) Brief the Board on the Committee's activities since the last regular Board meeting — Director Prykryl stated that the committee met last week and discussed changes to the administrative fee schedule as well as the 2022 and 2023 budget numbers. Action will be taken on the committee's recommendations in the next few months.
- 2) Review of unaudited financials for the month of November 2022 – Ms. Reiter reported that for the month of November 2022, income was \$1,688,350.46 and expenses were \$120,237.57 resulting in a net income of \$1,568,112.89 Year-to-date net income is \$2,758,610.04. Total cash as of November 30, 2022, was \$4,642,111.33
- 3) Discuss, Consider, and take action on Resolution #22-008 re-establishing administrative fee schedule – Ms. Reiter indicated that the budget committee and staff have reviewed the administrative fee schedule and the only recommended change was to remove the publication fee language, as we no longer have to publish notification in the newspaper per legislative changes. While we are no longer publishing notice in the newspaper, given the amount of staff time that is required for permit reviews we are leaving the \$70 as part of the application fee but removing the language that ties it to the publication fee. We discussed this with the committee, and it is their recommendation to approve as presented in your packet. Upon a motion by Treasurer Prykryl to approve and seconded by Vice President Traylor, the Board approved the Resolution #22-008 as presented. *A copy of Resolution #22-008 is attached hereto as Exhibit "B".*
- 4) Discuss, Consider, and take action on Resolution #22-009 adopting Amended FY 2022 Operating and Capital Outlay Budgets – Ms. Reiter stated that a few amendments were needed to 2022 Budget. A summary of those changes is included at the directors' seats. The changes were minor. If a reduction was possible, we did so. Upon a motion by Treasurer Prykryl to approve and seconded by Vice President Traylor, the Board approved the Resolution #22-009 as presented. *A copy of Resolution #22-009 is attached hereto as Exhibit "C".*
- 5) Discuss, Consider, and take action on Resolution #22-010 adopting FY 2023 Operating and Capital Outlay Budgets – Ms. Reiter explained that a copy of the proposed 2023 budget was included in the directors' packets. It took a bit of work waiting on some big-ticket estimates. A summary of the changes to the 2023

budget is included for your consideration. The biggest item is the Subsidence study phase three which includes coring samples and the installation of an extensometer. The estimate for this is 1.9 million dollars. Upon a motion by Director Bouche to approve and seconded by Director Earnest, the Board approved the Resolution #22-010 as presented. *A copy of Resolution #22-010 is attached hereto as Exhibit "D".*

B. Communications Committee – Jim Spigener, Chair

- 1) Brief the Board on the Committee's activities since the last regular Board meeting – President Spigener stated that the communication committee continues to meet and work on District messaging. We are looking at new communications consultants and the committee will keep the board updated.

C. DFC & Technical Committee – Stuart Traylor, Chair

- 1) Brief the Board on the Committee's activities since the last regular Board meeting – Vice President Traylor stated that the DFC Committee met a couple of times since the last board meeting and discussed the USGS Interlocal Agreement for 2023 as well as heard a report from the technical consultants on the status of Phase 3 of the Subsidence Study and prepared for yesterday's stakeholder meeting. The stakeholder meeting went well, and we received a lot of really good feedback and interest from many MUDs in the southern portion of Montgomery County. The takeaway was that the district will send letters to Montgomery County stakeholders and folks in attendance agreed that they will take the information and ask back to their boards. Later tonight we will see the same presentation given at yesterday's meeting and it will be posted to the district's website and available as a resource for interested stakeholders. President Spigener agreed it was a good meeting. It was the second biggest meeting that he has attended since being on the board. He saw a coming together of people who are wanting to help the district with this compaction study. Many people left excited about being able to help get this done. The consultants did a fabulous job presenting and fielding questions.

- 2) Discuss, consider, and take action as necessary concerning approval of joint-funding agreement with USGS for the period of 01.01.23 through 12.31.23 - Ms. Reiter stated that the committee discussed the current Interlocal Agreement with the district technical consultants, and it was the consensus of the consultants and committee members to recommend that the district continue with USGS and make no changes to our 2023 Interlocal Agreement. Upon a motion by Director Earnest to approve and seconded by Director Bouche, the Board approved the USGS funding agreement.

D. Legislative Committee – Jim Spigener, Chair

- 1) Brief the Board on the Committee's activities since the last regular Board meeting – Ms. Reese communicated that the legislative consultants have been tracking Bills that have been filed by the filing deadline. There has been some additional legislation filed. Senate Bill 156 which is very similar to Senate Bill 152 which is a groundwater Bill that Senator Perry sponsored. There have been some changes

since the last Bill was filed in the prior session. The main areas change attorneys' fees from mandatory to a GCD in the event they prevail over litigation to the may so its permissive for the court to award fees if the district prevails. This is under proposed legislation. There is a notice to effected persons with respect to districts that have well spacing rules. There is a provision with some changes that are proposed that allow a person to petition a GCD to adopt or change rules. The next item in Senate Bill 156 is what to do when your DFCs been declared no longer reasonable or has been petitioned and what should you include in your management plan because as you know we experienced that very issue and ended up getting into litigation over it. That has since been resolved and everyone has come to the conclusion that you should use the most recently approved DFC even if it is being challenged because reverting back to an old DFC, there is no authority to do that. In order to reinstate a DFC that has already been superseded, when the next one is adopted, The GMA has to approve that. Of course, science gets old. In our case if we had been forced to move back to the 2010, we would have been using science that is outdated and a model that is two times old now. It did not make sense to do a look back on that for a number of reasons so that piece is in the Bill again and we are supportive of that change in the event that another GCD is faced with that situation. It provides clarity to the GCD and TWDB on what to do. President Spigener inquired if these changes would mean that the district would have a lot of rule changes to make. Ms. Reese stated that all the district would need to do is adopt the rules related to petitioning to change the rule. With regard to well spacing Ms. Reese thinks the district would just need to post the information on its website. It would not affect our rule changes. It would be a practice thing. If the part about how to adopt a GCD gets passed Ms. Reese thinks we would have to adopt a protocol to notify the public of how the process is for you to petition the district. We have also been having a lot of meetings with legislators. Some are local and some are not. It has all been very positive.

E. Rules, Bylaws & Policies Committee –

- 1) Brief the Board on the Committee's activities since the last regular Board meeting – Ms. Reiter informed the board that Bills are continuing to be filed and the District's Legislative Consultants continue to monitor and if there are any that warrant changes to district rules, the committee will convene at that time.

DISCUSS, CONSIDER AND TAKE ACTION AS NECESSARY REGARDING THE PERFORMANCE EVALUATION OF THE GENERAL MANAGER:

President Spigener stated that the board is going to skip this agenda item for now and will plan to discuss during closed Executive Session at the end of the meeting.

DISCUSS, CONSIDER AND TAKE ACTION AS NECESSARY ON YEAR-END PROFESSIONAL SERVICES REVIEW:

Ms. Reiter has reviewed all contracts for the current consultants. There are no changes being made to the terms of the contracts other than slight increases to consultants' rates as indicated

in your packets. Upon a motion by Director Bouche to approve and seconded by Vice President Traylor, the Board approved the year-end professional services.

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

Ms. Reiter introduced Mike Keester of RW Harden and James Beach of Advanced Groundwater Solutions. They are here to present to the board the same presentation that was given at yesterday's stakeholder meeting. The presentation will be uploaded to the District's website following tonight's meeting. *A copy of the presentation is attached hereto as Exhibit "E".*

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

Ms. Reiter stated there is nothing new to report on GMA 14. We are still awaiting the release of the GULF 2023 model for review by the GMA representatives.

- 1) Discussion, consideration, and possible action on any items related to Lone Star GCD's proposal(s) to and/or participation in GMA14 – no action will be taken on this item.

GENERAL MANAGER'S REPORT:

Ms. Reiter provided a quick education update. We hope to have our sponsored 4H Water Ambassador at our January meeting and he will also be helping us with some of our upcoming school visits, one of which is schedule for this week and one that will occur in January. Other than that, my packet is included in your packets, and I am happy to answer any questions.

GENERAL COUNSEL'S REPORT:

Ms. Reese has nothing new to report.

EXECUTIVE SESSION:

The Board recessed at 7:22 PM into a closed Executive Session pursuant to Texas Government Code, Sections 551.071, to consult with the District's attorney regarding pending or contemplated litigation, settlement offers, 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 regarding any agenda item on any of the board meetings or hearing posted for today.

RECONVENE IN OPEN SESSION:

Following Executive Session, the Board reconvened in Open Session and President Spigener declared it open to the public at 8:47 PM

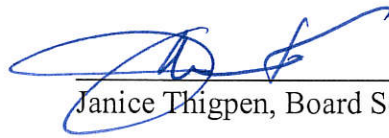
NEW BUSINESS:

No new business to report

ADJOURN:

There being no further business, President Spigener motioned to adjourn the meeting and Director Bouche seconded. The meeting was adjourned at 8:48 PM.

PASSED, APPROVED, AND ADOPTED THIS 10th DAY OF JANUARY 2023.



Janice Thigpen, Board Secretary

RESOLUTION #22-008

LONE STAR GROUNDWATER CONSERVATION DISTRICT

**RESOLUTION AMENDING AND REESTABLISHING ADMINISTRATIVE FEE
SCHEDULE FOR THE LONE STAR GROUNDWATER CONSERVATION DISTRICT
PURSUANT TO THE RULES OF THE LONE STAR GROUNDWATER
CONSERVATION DISTRICT**

THE STATE OF TEXAS §

COUNTY OF MONTGOMERY §

WHEREAS, the Lone Star Groundwater Conservation District ("District") was created by the Legislature of the State of Texas in Acts 2001, 77th Leg., R.S., ch. 1321, p. 3246, § 1(a), as amended (the "Enabling Act"), as a groundwater conservation district operating under Chapter 36, Texas Water Code, and the Enabling Act; and

WHEREAS, § 36.205(a) of the Texas Water Code authorizes a groundwater conservation district to set fees for administrative acts of the District;

WHEREAS, the General Manager and Budget Committee reviewed current administrative fees and determined that such administrative fee schedule is in need of modification and has made necessary amendments for recommendation to the Board of Directors for acceptance and approval;

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF
THE LONE STAR GROUNDWATER CONSERVATION DISTRICT AS FOLLOWS:**

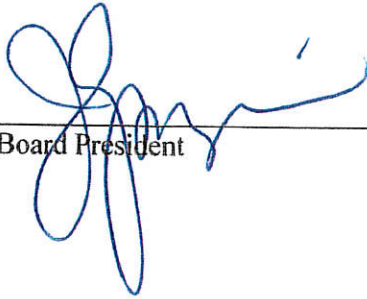
1. The administrative fee schedule attached hereto is hereby amended and adopted as the administrative fee schedule of the District;
2. The administrative fee schedule so adopted shall be effective January 1, 2023, unless otherwise noted, and continue in effect until modified by the Board of Directors;
3. That administrative fee schedule so adopted shall supersede any and all such schedules previously adopted by Resolution or other action of the Board of Directors; and
4. The General Manager is further authorized to take any and all reasonable action necessary for the implementation of this resolution.

AND IT IS SO ORDERED.

PASSED AND ADOPTED this 13th day of December 2022.

LONE STAR GROUNDWATER CONSERVATION DISTRICT

By: _____
Board President



ATTEST:

Board Secretary



**ADMINISTRATIVE FEE SCHEDULE OF THE
LONE STAR GROUNDWATER CONSERVATION DISTRICT**
Amended and Approved
December 13, 2022 (Effective 1/1/2023)

Permit Application Fees:

1. Application for New Groundwater User Operating Permit = \$350.00 per Operating Permit application
2. Application for Operating Permit – Existing Well(s) (for an existing well that was never permitted and should have been) = \$100 X ID of the well casing. Minimum Application fee = \$400.00
3. Application to Amend Permit – Aggregate Existing Permit(s) = \$275.00 per application
4. Application for Water Meter Exception = \$175.00 per well
5. Application for Permit Amendment That **Does** Require Notice and Hearing (Major Amendment) = \$400.00 per permit
 - a. Application to Amend Permit – Change Water Use Type
 - b. Application to Amend Operating Permit – Increase in Allocation/Add Well to Aggregate System
6. Application for Permit Amendment That **Does Not** Require Notice and Hearing (Minor Amendment excluding permit transfer) = \$150.00 per permit
 - a. Application to Amend – Replacement Well
 - b. Change of Ownership
7. Application for Temporary Permit for Construction Projects and Drilling Supply = \$250.00

*Permit is granted by General Manager and limited to a maximum production authorization of 5 million gallons. A flat rate water use fee of \$500.00 per permit and evidence of performance bond in amount of \$50,000.00 is required. Temporary Permit term not to exceed 1 year and subject to additional District Rules.

Miscellaneous Fees:

1. Returned check fee = \$50.00 per check
2. Fee to cover cost(s) of Certified/Returned Receipt Mailing for non-compliance of District Rules = minimum \$10.00
3. Meter Verification Re-inspection = \$250.00 each site visit
4. Well Abandonment/Capping Re-inspection = \$250.00 each site visit
5. Early Conversion Credit Transfer Application = \$500.00 for each transfer of Early Conversion Credits
6. Application for Emergency Approval to Drill = \$1,500.00 per well included in Permit Application (in addition to publication fee)

7. Expedited Permit Application Fee: Request for "Special" Hearing on Permit Application (hearing at request of applicant in advance of regularly scheduled hearing date) = \$3,750.00 per well included in Expedited Application.
- Application fee required in advance of scheduling "Special" Hearing.
 - \$1,200.00 non-refundable fee, should "Special" Hearing on Expedited Permit be cancelled prior to hearing and/or a mutually acceptable hearing date unavailable.
 - Application must meet all Notice of Hearing requirements per Texas Water Code.
 - In addition to applicable application fee(s) owed and due under an "Expedited Permit Application", applicant is responsible for all reasonable costs associated with holding "Special" Hearing on an Expedited Permit Application that requires a public hearing in advance of a regularly scheduled hearing of the District; including, but not limited to, any and all attorney, engineering, and technical costs that may be associated with the "Special" Hearing and notice of "Special" Hearing.

LONE STAR GROUNDWATER CONSERVATION DISTRICT

Resolution No. 22-009

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE LONE STAR GROUNDWATER CONSERVATION DISTRICT ADOPTING THE AMENDED OPERATING AND CAPITAL OUTLAY BUDGET FOR 2022

WHEREAS, the Lone Star Groundwater Conservation District (the "District") was created by the Legislature of the State of Texas by the Act of May 17, 2001, 77th Leg., R.S., ch. 1321, 2001 Tex. Gen. Laws 3246, as amended (the "Enabling Act"), as a groundwater conservation district operating under Chapter 36, Texas Water Code, and the Enabling Act; and

WHEREAS, the District's Board of Directors and staff has worked diligently to identify all reasonably anticipated District revenues, expenses, and activities for the January 1 through December 31, 2022 budget cycle, and, after giving much consideration to these important factors, has developed an Amended 2022 budget for the Board's consideration and deliberation (the "2022FY Budget");

WHEREAS, the District Board of Directors (the "Board") has reviewed and considered the 2022 Operating and Capital Budget;

WHEREAS, pursuant to Section 36.154 of the Texas Water Code, the District has prepared a budget that contains a complete financial statement, including a statement of the outstanding obligations of the District, the amount of cash on hand to the credit of each fund of the District, the amount of money received by the District from all sources during the previous year, the amount of money available to the District from all sources during the ensuing year, the amount of the balances expected at the end of the year in which the budget is being prepared, the estimated amount of revenues and balances available to cover the proposal budget, and the estimated fee revenues that will be required;

WHEREAS, the Board finds that the adoption of the Amended 2022 Budget, attached hereto as Attachment A and incorporated herein by this reference for all purposes, is merited to support the District's activities and related expenses from January 1, 2022 through December 31, 2022 and that the attached budget will allow the District to carry out the District's objectives and responsibilities as prescribed by the Enabling Act and Chapter 36 of the Texas Water Code.

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF
THE LONE STAR GROUNDWATER CONSERVATION DISTRICT THAT:**

1. The above recitals are true and correct.
2. The Board of Directors of the Lone Star Groundwater Conservation District hereby adopts an operating and capital outlay budget for January 1, 2022 to December 31,

2022 as provided in the budget appended hereto as "Attachment A," which is incorporated herein by this reference and is hereby approved and adopted.

3. The Board of Directors, its officers, and the District employees are further authorized to take any and all actions necessary to implement this resolution.

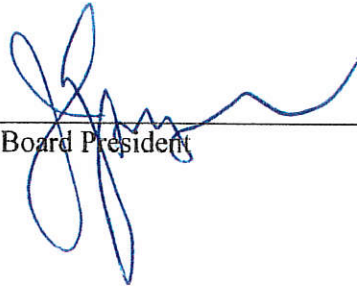
AND IT IS SO ORDERED.

PASSED AND ADOPTED on this 13th day of December 2022.

LONE STAR GROUNDWATER CONSERVATION DISTRICT

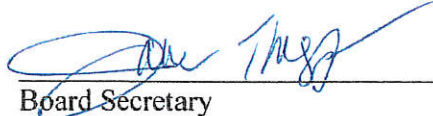
By: _____

Board President



ATTEST:

Board Secretary



2022 Proposed Amended Budget
as of 11/30/22

				2022 Proposed Amended Budget	11/30/22 YTD Income/Exp
INCOME					
ADMINISTRATIVE FEES					
Application Fees					
		AWS Production Permit	\$ 3,000		
		AWS Groundwater Test Wells	1,500		
		Emergency Permit		1,775	
		Existing Well Application	1,500	3,125	
		Operating Permit	22,000	14,799	
		Application Fee- Other	4,950		
Total Application Fees				32,950	19,699
		Change in Ownership	4,000	7,600	
		Publications Fees	5,000	5,647	
		Records Request	1,500		
		Returned Check Fee	50	212	
		Well/Meter Re-inspection Fee	2,000	(250)	
Total ADMINISTRATIVE FEES				45,500	32,908
INTEREST INCOME				5,000	3,781
LONE STAR GCD WATER USE FEES					
		Early Conversion Credit Water Use Fee		-	
		Export Water Use Fee	600		
		Historical Use -2022	1,500,000	1,159,479	
		AG Use-2022	2,500	1,633	
		Operating Permit - 2022	1,400,000	1,423,904	
		AWS Production Fees -2022	200,000	159,205	
		Over Pumpage Fee	50,000	147,893	
		Penalty/Interest	10,000	9,346	
Total LSGCD WATER USE FEES				3,163,100	2,901,460
Total Income				\$ 3,213,600	\$ 2,938,149
EXPENSE					
ADVERTISING/PUBLIC NOTICES				\$ 6,000	\$ 5,625
ATTORNEY FEES					
		Legislative Consulting	81,000	62,000	
		PIA Legal Work	5,000		
		General Counsel Work	360,000	217,238	
		Additional Legal Work	35,000	32,096	
Total ATTORNEY FEES				481,000	311,334
AUDIT FEES				9,500	9,500
BOARD EXPENSE					
		Meeting/Conference	1,500	1,070	
		Per Diem	63,000	47,750	
		Payroll Tax Liability	5,500	3,628	
		Board Meeting Expense	6,000	6,072	

**2022 Proposed Amended Budget
as of 11/30/22**

				<i>2022 Proposed Amended Budget</i>	<i>11/30/22 YTD Income/Exp</i>
Total BOARD EXPENSE				76,000	58,520
BUILDING EXPENSE					
		Building Maintenance		35,000	10,563
		Utilities/Housekeeping		52,000	44,861
Total BUILDING EXPENSE				87,000	55,424
COMPUTER SUPPORT					
		Hosting/Internet/Backup		28,000	16,610
		Computer Repair & Support		26,000	22,235
		Software		5,000	2,530
Total COMPUTER SUPPORT				59,000	41,375
EDUCATION/PUBLIC AWARENESS COORDINATION					
		Scholarship/Sponsorship		2,500	2,500
		Strategic Communications		98,000	89,100
		PAM Units		15,000	4,942
		Educational Curriculum in Schools		50,000	50,720
		Rainwater Collection Maintenance		750	106
		Website Modification		-	-
		ET Weather Station Network		2,500	401
		Communication/Public Awareness		10,000	375
		Conservation products		5,000	1,191
Total EDUCATION/PUBLIC AWARENESS COORDINATION				183,750	149,335
ELECTION EXPENSE				100,000	4,854
ENGINEERING CONSULTANT SERVICES					
		District Engineer		70,000	58,315
		Engineering Consultant Services		200,000	113,112
		GMA 14 Planning		50,000	22,007
		Well Permitting Database Management		10,000	-
Total ENG/CONSULTANT SERVICES				330,000	193,434
FIELD/TECHNICAL EXPENSE					
		Field Supplies		3,500	-
		Vehicle Fuel Expense		6,500	4,878
		Vehicle/Mobile Lab Repair and Maintenance		3,000	1,508
		Vehicle-capital expense		5,000	-
Total FIELD/TECH EXPENSE				18,000	6,386
INSURANCE EXPENSE					
		Bonds		1,000	916
		Building Insurance		5,000	4,515
		Errors & Omissions		2,601	2,056
		Liability		1,178	963
		Vehicle Insurance		3,115	2,496
Total INSURANCE EXPENSE				12,894	10,946
LITIGATION EXPENSE					

2022 Proposed Amended Budget
as of 11/30/22

				2022 Proposed Amended Budget	11/30/22 YTD Income/Exp
			Legal - DFC Appeal	-	-
Total LITIGATION EXPENSE					
		MANAGER			
			Travel/Edu/Training	4,000	3,320
			Vehicle Allowance	7,200	6,600
Total MANAGER				11,200	9,920
MEMBERSHIPS DUES/SUCSCRIPTIONS & MISC					
			Memberships Dues/Subscriptions	10,000	5,855
			Miscellaneous	5,000	2,117
Total MEMBERSHIPS DUES/SUBSCRIPTIONS & MISC				15,000	7,972
OFFICE					
			Office Equipment	6,500	3,176
			Supplies	6,000	4,537
Total OFFICE EXPENSES				12,500	7,713
PAYROLL EXPENSES:					
			Salaries	750,000	485,155
			Payroll Tax Liability	46,500	36,320
			Retirement	45,000	29,109
			Medical/Life	70,000	50,694
			SUI (Unemployment Tax)	2,500	2,016
			Workman's Comp	2,200	1,591
			Tuition Assistance	-	-
			Payroll Service Fees	1,000	891
Total PAYROLL EXPENSES				917,200	605,776
POSTAGE EXPENSE					
			Postage Meter and Supplies	1,000	837
			Postage/Shipping/Delivery Service	9,000	8,629
Total POSTAGE EXPENSE				10,000	9,466
PRINTING (Non-PR...Envelopes...)				9,000	6,503
PROGRAMS					
			Subsidence Study - Phase III	50,000	11,027
			Additional Scientific Programs	25,000	
			Subsidence Study - Phase II	45,000	39,699
			Hydrogeological Modeling/Protection	1,000	419
USGS JOINT FUNDING AGREEMENT					
			USGS - Groundwater Level Data	15,350	11,513
			USGS - Water Level change/subsidence	56,856	42,642
Total PROGRAMS				193,206	105,300
REBATE WATER USE FEES				15,000	13,439
RESERVE FUNDS - Expense				-	-
TRAVEL/TRAINING STAFF				4,500	4,021

**2022 Proposed Amended Budget
as of 11/30/22**

				2022 Proposed Amended Budget	11/30/22 YTD Income/Exp
			DEPRECIATION	50,000	
			Total Expense	\$ 2,600,750	\$ 1,616,843
			DEPRECIATION		
			NET INCOME	\$ 612,850	

LONE STAR GROUNDWATER CONSERVATION DISTRICT

Resolution No. 22-010

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE LONE STAR GROUNDWATER CONSERVATION DISTRICT ADOPTING THE AMENDED OPERATING AND CAPITAL OUTLAY BUDGET FOR 2023

WHEREAS, the Lone Star Groundwater Conservation District (the "District") was created by the Legislature of the State of Texas by the Act of May 17, 2001, 77th Leg., R.S., ch. 1321, 2001 Tex. Gen. Laws 3246, as amended (the "Enabling Act"), as a groundwater conservation district operating under Chapter 36, Texas Water Code, and the Enabling Act; and

WHEREAS, the District's Board of Directors and staff has worked diligently to identify all reasonably anticipated District revenues, expenses, and activities for the January 1 through December 31, 2023 budget cycle, and, after giving much consideration to these important factors, has developed an Amended 2023 budget for the Board's consideration and deliberation (the "2023FY Budget");

WHEREAS, the District Board of Directors (the "Board") has reviewed and considered the 2023 Operating and Capital Budget;

WHEREAS, pursuant to Section 36.154 of the Texas Water Code, the District has prepared a budget that contains a complete financial statement, including a statement of the outstanding obligations of the District, the amount of cash on hand to the credit of each fund of the District, the amount of money received by the District from all sources during the previous year, the amount of money available to the District from all sources during the ensuing year, the amount of the balances expected at the end of the year in which the budget is being prepared, the estimated amount of revenues and balances available to cover the proposal budget, and the estimated fee revenues that will be required;

WHEREAS, the Board finds that the adoption of the Amended 2023 Budget, attached hereto as Attachment A and incorporated herein by this reference for all purposes, is merited to support the District's activities and related expenses from January 1, 2023 through December 31, 2023 and that the attached budget will allow the District to carry out the District's objectives and responsibilities as prescribed by the Enabling Act and Chapter 36 of the Texas Water Code.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE LONE STAR GROUNDWATER CONSERVATION DISTRICT THAT:

1. The above recitals are true and correct.
2. The Board of Directors of the Lone Star Groundwater Conservation District hereby adopts an operating and capital outlay budget for January 1, 2023 to December 31,

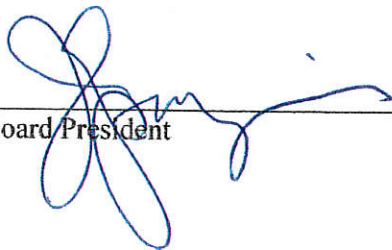
2023 as provided in the budget appended hereto as "Attachment A," which is incorporated herein by this reference and is hereby approved and adopted.

3. The Board of Directors, its officers, and the District employees are further authorized to take any and all actions necessary to implement this resolution.

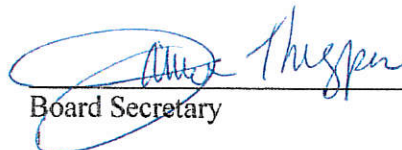
AND IT IS SO ORDERED.

PASSED AND ADOPTED on this 13th day of December 2022.

LONE STAR GROUNDWATER CONSERVATION DISTRICT

By: 
Board President

ATTEST:


Board Secretary

**2023 Proposed Budget
as of 11/30/22**

			11/30/22 YTD Income/Exp	2023 Proposed Budget
INCOME				
ADMINISTRATIVE FEES				
	Application Fees			
		AWS Production Permit		\$ 3,000
		AWS Groundwater Test Wells		1,500
		Emergency Permit	1,775	
		Existing Well Application	3,125	1,500
		Operating Permit	14,799	22,000
		Application Fee- Other		4,950
	Total Application Fees		19,699	32,950
	Change in Ownership		7,600	4,000
	Publications Fees		5,647	5,000
	Records Request			1,500
	Returned Check Fee		212	50
	Well/Meter Re-inspection Fee		(250)	2,000
	Total ADMINISTRATIVE FEES		32,908	45,500
	INTEREST INCOME		3,781	5,000
	LONE STAR GCD WATER USE FEES			
	Early Conversion Credit Water Use Fee		-	
	Export Water Use Fee			600
	Historical Use -2022		1,159,479	1,500,000
	AG Use-2022		1,633	2,500
	Operating Permit - 2022		1,423,904	1,400,000
	AWS Production Fees -2022		159,205	200,000
	Over Pumpage Fee		147,893	50,000
	Penalty/Interest		9,346	10,000
	Total LSGCD WATER USE FEES		2,901,460	3,163,100
	Total Income		\$ 2,938,149	\$ 3,213,600
EXPENSE				
	ADVERTISING/PUBLIC NOTICES		\$ 5,625	\$ 6,000
	ATTORNEY FEES			
		Legislative Consulting	62,000	140,000
		PIA Legal Work		5,000
		General Counsel Work	217,238	375,000
		Additional Legal Work	32,096	30,000
	Total ATTORNEY FEES		311,334	550,000
	AUDIT FEES		9,500	9,750
	BOARD EXPENSE			
		Meeting/Conference	1,070	5,000
		Per Diem	47,750	63,000
		Payroll Tax Liability	3,628	5,500
		Board Meeting Expense	6,072	6,000

**2023 Proposed Budget
as of 11/30/22**

				11/30/22 YTD Income/Exp	2023 Proposed Budget
Total BOARD EXPENSE				58,520	79,500
BUILDING EXPENSE					
		Building Maintenance		10,563	35,000
		Utilities/Housekeeping		44,861	52,000
Total BUILDING EXPENSE				55,424	87,000
COMPUTER SUPPORT					
		Hosting/Internet/Backup		16,610	28,000
		Computer Repair & Support		22,235	26,000
		Software		2,530	5,000
Total COMPUTER SUPPORT				41,375	59,000
EDUCATION/PUBLIC AWARENESS COORDINATION					
		Scholarship/Sponsorship		2,500	5,000
		Strategic Communications		89,100	98,000
		PAM Units		4,942	15,000
		Educational Curriculum in Schools		50,720	50,000
		Rainwater Collection Maintenance		106	750
		Website Modification		-	5,000
		ET Weather Station Network		401	2,500
		Communication/Public Awareness		375	20,000
		Conservation products		1,191	8,000
Total EDUCATION/PUBLIC AWARENESS CORRINATION				149,335	204,250
ELECTION EXPENSE				4,854	100,000
ENGINEERING CONSULTANT SERVICES					
		District Engineer		58,315	125,000
		Engineering Consultant Services		113,112	200,000
		GMA 14 Planning		22,007	50,000
		Well Permitting Database Management		-	100,000
Total ENG/CONSULTANT SERVICES				193,434	475,000
FIELD/TECHNICAL EXPENSE					
		Field Supplies		-	3,500
		Vehicle Fuel Expense		4,878	6,500
		Vehicle/Mobile Lab Repair and Maintenance		1,508	3,000
		Vechicle-capital expense		-	5,000
Total FIELD/TECH EXPENSE				6,386	18,000
INSURANCE EXPENSE					
		Bonds		916	1,000
		Building Insurance		4,515	5,000
		Errors & Omissions		2,056	2,601
		Liability		963	1,178
		Vehicle Insurance		2,496	3,115
Total INSURANCE EXPENSE				10,946	12,894
LITIGATION EXPENSE					

**2023 Proposed Budget
as of 11/30/22**

				<i>11/30/22 YTD Income/Exp</i>	<i>2023 Proposed Budget</i>
		Legal - DFC Appeal		-	50,000
Total LITIGATION EXPENSE				-	50,000
MANAGER					
		Travel/Edu/Training		3,320	8,000
		Vehicle Allowance		6,600	7,200
Total MANAGER				9,920	15,200
MEMBERSHIPS DUES/SUCSCRIPTIONS & MISC					
		Memberships Dues/Subscriptions		5,855	10,000
		Miscellaneous		2,117	5,000
Total MEMBERSHIPS DUES/SUBSCRIPTIONS & MISC				7,972	15,000
OFFICE					
		Office Equipment		3,176	6,500
		Supplies		4,537	6,000
Total OFFICE EXPENSES				7,713	12,500
PAYROLL EXPENSES:					
		Salaries		485,155	750,000
		Payroll Tax Liability		36,320	46,500
		Retirement		29,109	45,000
		Medical/Life		50,694	70,000
		SUI (Unemployment Tax)		2,016	2,500
		Workman's Comp		1,591	2,200
		Tuition Assistance		-	-
		Payroll Service Fees		891	1,000
Total PAYROLL EXPENSES				605,776	917,200
POSTAGE EXPENSE					
		Postage Meter and Supplies		837	1,000
		Postage/Shipping/Delivery Service		8,629	6,000
Total POSTAGE EXPENSE				9,466	7,000
PRINTING (Non-PR...Envelopes...)				6,503	9,000
PROGRAMS					
		Subsidence Study - Phase III		11,027	150,000
		Additional Scientific Programs			25,000
		Subsidence Study - Phase II		39,699	-
		Hydrogeological Modeling/Protection		419	1,000
USGS JOINT FUNDING AGREEMENT					
		USGS - Groundwater Level Data		11,513	15,350
		USGS - Water Level change/subsidence		42,642	56,856
Total PROGRAMS				105,300	248,206
REBATE WATER USE FEES				13,439	15,000
RESERVE FUNDS - Expense				-	
TRAVEL/TRAINING STAFF				4,021	8,000

**2023 Proposed Budget
as of 11/30/22**

				<i>11/30/22 YTD Income/Exp</i>	<i>2023 Proposed Budget</i>
			DEPRECIATION		50,000
			Total Expense	\$ 1,616,843	\$ 2,948,500
			DEPRECIATION		
			NET INCOME		\$ 265,100