

**RED RIVER
GROUNDWATER
CONSERVATION
DISTRICT**

BOARD MEETING

**BOARD ROOM
GREATER TEXOMA UTILITY AUTHORITY
5100 AIRPORT DRIVE
DENISON, TEXAS 75020**

**THURSDAY
JANUARY 25, 2018**

AGENDA
RED RIVER GROUNDWATER CONSERVATION DISTRICT
BOARD OF DIRECTORS BOARD MEETING
GREATER TEXOMA UTILITY AUTHORITY BOARD ROOM
5100 AIRPORT DRIVE
DENISON, TEXAS 75020
THURSDAY, JANUARY 25, 2018

Board Meeting

The regular Board Meeting will begin at 10:00 a.m.

Notice is hereby given that the Board of Directors of the Red River Groundwater Conservation District ("District") may discuss, consider, and take all necessary action, including expenditure of funds, regarding each of the agenda items below:

Agenda:

1. Call to order, establish quorum; declare meeting open to the public.
2. Public Comment.
3. Consider and act upon approval of Minutes of December 19, 2017, Board Meeting.
4. Review and approval of monthly invoices.
5. Receive monthly financial information.
6. Receive Quarterly Investment Report.
7. Consider and act upon approval of First United Wire Transfer Agreement.
8. Receive Quarterly Report.
9. Update and possible action regarding the process for the development of Desired Future Conditions (DFCs).
10. Consider and act upon compliance and enforcement activities for violations of District Rules.
 - a. Texas Rain Holding Co. enforcement lawsuit.
11. General Manager's report: The General Manager will update the Board on operational, educational and other activities of the District.
 - a. Update on injection/disposal well monitoring program.

12. Receive presentation regarding permanent rules development.
 - a. Consider and act upon action items for rules development.
 13. Open forum / discussion of new business for future meeting agendas.
 14. Adjourn.
-

¹The Board may vote and/or act upon each of the items listed in this agenda.

²At any time during the meeting or work session and in compliance with the Texas Open Meetings Act, Chapter 551, Government Code, Vernon's Texas Codes, Annotated, the Red River Groundwater Conservation District Board may meet in executive session on any of the above agenda items or other lawful items for consultation concerning attorney-client matters (§551.071); deliberation regarding real property (§551.072); deliberation regarding prospective gifts (§551.073); personnel matters (§551.074); and deliberation regarding security devices (§551.076). Any subject discussed in executive session may be subject to action during an open meeting.

³Persons with disabilities who plan to attend this meeting, and who may need assistance, are requested to contact Velma Starks at (800) 256-0935 two (2) working days prior to the meeting, so that appropriate arrangements can be made.

⁴For questions regarding this notice, please contact Velma Starks at (800) 256-0935, at rrgcd@redrivergcd.org or at 5100 Airport Drive, Denison, TX 75020.

ATTACHMENT 3

**MINUTES OF THE BOARD OF DIRECTORS' BOARD MEETING
RED RIVER GROUNDWATER CONSERVATION DISTRICT**

THURSDAY, DECEMBER 19, 2017

**GREATER TEXOMA UTILITY AUTHORITY
BOARD ROOM
5100 AIRPORT DRIVE
DENISON TX 75020**

Members Present: Chuck Dodd, David Gattis, P.E., Mark Gibson, P.E., Harold Latham, Mark Newhouse, Mark Patterson, and Billy Stephens (Both Chuck Dodd and David Gattis arrived late to the meeting)

Members Absent: None

Staff: Drew Satterwhite, P.E., Allen Burks, Paul Sigel, Wayne Parkman, Theda Anderson, Carolyn Bennett, and Velma Starks

Visitors: Kristen Fancher, Fancher Law
James Beach, LBG Guyton
John Faulkner, Faulkner & Son
William Purcell, former Board member

Public Meeting to Adopt Desired Future Conditions

1. Call to Order; establish quorum; declare meeting open to the public; introduction of Board.

President Mark Patterson called the meeting to order at 10:00 a.m., established a quorum, declared the meeting open to the public, and the Board and staff introduced themselves.

2. Review of Desired Future Conditions applicable to the District.

President Patterson read the following statement regarding the Desired Future Conditions applicable to the District

"This public meeting to adopt the Desired Future Conditions applicable to the Red River Groundwater Conservation District (District) is held in accordance with Section 36.108(d-4) of the Texas Water Code. All notice requirements related to adoption of the Desired Future Conditions have been met.

The Desired Future Conditions were proposed for adoption by Groundwater Management Area 8 on April 1, 2016. The District held a public hearing on the Desired Future Conditions applicable to the District on June 9, 2016. Groundwater Management Area 8 thereafter adopted the Desired Future Conditions and Explanatory Report on January 31, 2017. All conditions precedent under Section 36.108 of the Texas Water Code have therefore been met prior to final adoption by the District.

The Desired Future Conditions applicable to the District are described in feet of drawdown by aquifer or aquifer layer, as follows:

District-wide average aquifer drawdown through 2070 of: 204 for Woodbine, 699 for Paluxy; 283 for Glen Rose; 377 for Twin Mountain; 269 for Travis Peak; 304 for Antlers.

County-wide average aquifer drawdown through 2070 of: (1) Fannin County -247 for Woodbine, 688 for Paluxy, 280 for Glen Rose, 372 for Twin Mountain, 269 for Travis Peak, 251 for Antlers; (2) Grayson County – 160 for Woodbine, 922 for Paluxy, 337 for Glen Rose, 417 for Twin Mountain, 348 for Antlers.

3. Public Comment on District Desired Future Conditions (verbal comments limited to three (3) minutes each).

There were no citizens present requesting to appear before the Board of Directors for public comment.

4. Consider and act upon adoption of the Desired Future Conditions applicable to the District.

Harold Latham made the motion to adopt the Desired Future Conditions applicable to the District as presented. Mark Gibson seconded the motion. Motion passed unanimously.

Board Meeting

1. Call to order, establish quorum; declare meeting open to the public.

President Patterson called the meeting to order at 10:04 am, established a quorum was present, and declared the meeting open to the public.

2. Presentation of Service Appreciation Plaque to William Purcell.

President Patterson presented the plaque to William Purcell and thanked him for his service on the board.

3. Public comment

No public comments.

4. Consider and act upon approval of Minutes of November 2, 2017, 2017, Board Meeting.

Board Member Mark Gibson made a motion to approve the minutes of the November 2, 2017 meeting. The motion was seconded by Board Member Mark Newhouse. The motion passed.

5. Review and approval of monthly invoices.

General Manager Satterwhite reviewed the monthly invoices with the Board of Directors. Board Member David Gattis made a motion to approve Resolution 2017-12-19-01. Board Member Billy Stephens seconded the motion. Motion passed unanimously.

6. Receive monthly financial information

General Manager Satterwhite reviewed the monthly financial information with the Board.

7. Consider and act upon approval of Investment Policy

General Manager Drew Satterwhite provided the Board with background information. The Board did not want to review each page of the Investment Policy.

The District's Investment officers are designated by the resolution to be the Secretary of the Board of Directors, the General Manager and the Finance Officer.

Board Member David Gattis made the motion to accept the Investment Policy as presented. Board Member Mark Newhouse seconded the motion. Motion passed unanimously.

8. Update and possible action regarding the process for the development of Desired Future Conditions (DFCs)

Kristen Fancher reported that April 18, 2018 is final if no appeals. May 21, 2021 will be the next DFC deadline. GMA-8 may meet in mid-2018. James Beach informed the Board that the MAGs may be out in February 2018.

9. Consider and act upon compliance and enforcement activities for violations of District Rules and other activities of the District.

- a. Lass Water Supply Co.
- b. Texas Rain Holding Co.

Pursuant to the Texas Open Meetings Act, Chapter 551, Government Code, Vernon's Texas Codes, Annotated, §551.071, consultation with attorney, the Red River Groundwater Conservation District Board adjourned into Executive Session at 10 a.m. to discuss:

- a. Lass Water Supply Co.
- b. Texas Rain Holding Co.

The Board convened into Regular Session at 10:42 a.m. No action was taken on any items discussed during Executive Session.

Board Member David Gattis made the motion not to pursue any further action against Lass Water Supply Co. Board Member Harold Latham seconded the motion. Motion passed with 6 Aye votes and 1 Nye vote.

10. General Manager's Report: The General Manager will update the Board on operational, educational and other activities of the District

- (a). Update on GeoDatabase project

Kristen Fancher updated the Board on the injection well program.

11. Receive presentation regarding permanent rules development
a. Consider and act upon action items for rules development

James Beach with LBG Guyton and Kristen Fancher with Fancher Law provided the Board with a

presentation regarding the rules development. Board discussed details.

Board President Patterson suggested that Board break for lunch at 12:00 noon. The Board reconvened at 12:30 p.m. The Board requested that James Beach and Kristen add another tier to the rules to be presented at the next meeting.

12. Open Quorum/discussion of future agenda items

The Board decided to meet on Thursday, January 25, 2018 at 10 a.m. with lunch provided by Panera Bread.

13. Adjourn public meeting

President Patterson declared the meeting adjourned at 12:55 pm.

#####

Recording Secretary

Secretary-Treasurer

ATTACHMENT 4

RESOLUTION NO. 2017-12-01

A RESOLUTION BY THE BOARD OF DIRECTORS OF THE RED RIVER GROUNDWATER
CONSERVATION DISTRICT AUTHORIZING PAYMENT OF ACCRUED LIABILITIES FOR THE
MONTH OF DECEMBER 2017

The following liabilities are hereby presented for payment:

<u>Administrative Services</u>	<u>Amount</u>
GTUA- (December 2017)	18,327.93
<u>Banking Fees</u>	
Bank of Oklahoma (09/21/17-12/20/17 safekeeping fees)	9.00
<u>Contract Services</u>	
IT Nexus (January 2018 renewal well database management)	600.00
LBG-Guyton (Services through November 2017)	4,142.27
<u>Direct Costs</u>	
NexTraQ - (December 2017 GPS tracking)	39.95
USTI - (December 2017)	0.08
<u>GMA8 Fees</u>	
NTGCD (GMA8 Fees for Jan-Feb 2017 with GoDaddy Web Hosting)	184.87
<u>Legal</u>	
Law Offices of Kristen Fancher PLLC (services through November 2017)	4,309.88
GRAND TOTAL:	\$
	27,613.98

NOW THEREFORE BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE RED RIVER
GROUNDWATER CONSERVATION DISTRICT THAT the Secretary-Treasurer is hereby authorized
to make payments in the amounts listed above.

On motion of _____ and seconded by _____, the
foregoing Resolution was passed and approved on this, the 25th day of January 2018 by the following vote:

AYE:

NAY:

At a meeting of the Board of Directors of the Red River Groundwater Conservation

President

ATTEST:

Secretary/Treasurer

ATTACHMENT 5

Red River Groundwater Conservation District**Balance Sheet****For General Fund (00)****December 31, 2017****Assets**

00-01-10001	Checking Account	146,152.10
00-01-10010	Investments-CD	210,000.00
00-01-10025	Accounts Receivable	44,497.17
00-01-10026	A/R Texas Rain Holding Co	2,600.00
00-01-10030	Undeposited Funds	.00
00-01-10040	Interest Receivable	.00
00-01-10101	Allowance for Uncollectible Accounts	(1,530.00)
00-01-10200	PP Expense	4,325.00
Total		<u>406,044.27</u>
Total Assets		<u>\$ 406,044.27</u>

Liabilities and Fund Balance

00-01-23100	Accounts Payable	22,317.70
00-01-23150	Deposits to be Refunded	11,400.00
Total		<u>33,717.70</u>
Total Liabilities		<u>33,717.70</u>
00-01-35100	Fund Balance	73,069.05
00-01-35120	Current Year Excess of Revenue over Expenses	396,194.81
Total		<u>469,263.86</u>
Excess of Revenue Over Expenditures		<u>(96,937.29)</u>
Total Fund Balances		<u>372,326.57</u>
Total Liabilities and Fund Balances		<u>\$ 406,044.27</u>

Red River Groundwater Conservation District

Statement of Revenue and Expenditures

Revised Budget
For General Fund (00)
For the Fiscal Period 2017-12 Ending December 31, 2017

Account Number	Current Budget	Current Actual	Annual Budget	YTD Actual	Remaining Budget %
Revenues					
00-01-46002 GW Production Cost	\$ 81,250.00	\$ 0.00	\$ 325,000.00	\$ 227,311.38	30.06%
00-01-46005 Late Fees	0.00	0.00	0.00	705.63	0.00%
00-01-46006 Violation Fees	0.00	0.00	0.00	3,100.00	0.00%
00-01-46007 Registration Fees	416.63	700.00	5,000.00	7,000.00	(40.00%)
00-01-46010 Well Drillers Deposit	0.00	0.00	0.00	200.00	0.00%
00-01-46100 Interest Income	41.63	1,101.83	500.00	2,198.56	(339.71%)
Total General Fund Revenues	\$ 81,708.26	\$ 1,801.83	\$ 330,500.00	\$ 240,515.57	27.23%
Expenditures					
00-01-77010 Administrative Cost	\$ 8,750.00	\$ 7,380.00	\$ 105,000.00	\$ 102,109.20	2.75%
00-01-77020 Advertising	83.37	0.00	1,000.00	267.73	73.23%
00-01-77027 Auditing	0.00	0.00	4,500.00	4,500.00	0.00%
00-01-77031 Banking Fees	0.00	9.00	0.00	36.00	0.00%
00-01-77032 Contract Services	6,016.63	4,742.27	72,200.00	69,537.36	3.69%
00-01-77035 Field Technician	6,666.63	10,336.00	80,000.00	72,932.50	8.83%
00-01-77040 Direct Cost	333.37	136.79	4,000.00	4,271.44	(6.79%)
00-01-77450 Dues & Subscription	116.63	0.00	1,400.00	1,483.00	(5.93%)
00-01-77480 Equipment	666.66	0.00	2,000.00	1,495.71	25.21%
00-01-77500 Fees- GMA8	500.00	184.87	1,000.00	184.87	81.51%
00-01-77810 Insurance	416.63	0.00	5,000.00	2,182.73	56.35%
00-01-77855 Internet Fees	541.63	0.00	6,500.00	4,260.06	34.46%
00-01-77970 Legal	2,916.63	0.00	35,000.00	31,617.46	9.66%
00-01-78010 Meetings and Conferences	208.37	0.00	2,500.00	2,472.03	1.12%
00-01-78310 Rent	200.00	0.00	2,400.00	2,200.00	8.33%
00-01-78600 Software Maintenance	166.63	200.00	2,000.00	* 33,241.62	(1562.08%)
00-01-78750 Telephone	166.63	199.82	2,000.00	2,286.42	(14.32%)
00-01-78770 Transportation-Mileage	416.63	115.35	5,000.00	2,374.73	52.51%
Total General Fund Expenditures	\$ 28,166.44	\$ 23,304.10	\$ 331,500.00	\$ 337,452.86	(1.80%)
General Fund Excess of Revenues Over Expenditures	\$ 53,541.82	\$ (21,502.27)	\$ (1,000.00)	\$ (96,937.29)	

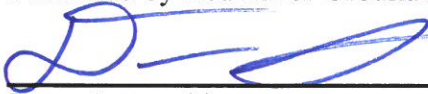
* Amount over Budget will be taken from Fund Balance

ATTACHMENT 6

Red River Groundwater Conservation District
Quarterly Investment Report
For the Quarter Ended
December 31, 2017

The investment portfolio of the Red River Groundwater Conservation District is in compliance with the Public Funds Investment Act and the Investment Policy and Strategies.

Presented by Red River Groundwater Conservation District Investment Officers:

A blue ink signature of Drew Satterwhite, consisting of a large, stylized 'D' followed by a horizontal line and a loop.

Drew Satterwhite

A blue ink signature of Debi Atkins, written in a cursive style.

Debi Atkins

Investment Holdings
December 31, 2017

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Face Amount/Par Value	Book Value	Market Price	Market Value	Life (Day)	Yield
First United (DDA)		0.00%	1/1/2018	12/31/2017	\$ 146,152.21	\$ 146,152.21	1.00	\$ 146,152.21	1	0.00%
First United		1.29%	3/6/2018	4/6/2017	100,000.00	100,000.00	100.00	100,000.00	65	1.29%
First United		1.09%	1/1/2018	12/31/2018	110,000.00	110,000.00	100.00	110,000.00	1	1.09%
					<u>\$ 356,152.21</u>	<u>\$ 356,152.21</u>		<u>\$ 356,152.21</u>	<u>19</u>	
									(1)	

(1) Weighted average life - For purposes of calculating weighted average life, bank accounts, pools and money market funds are assumed to have an one day maturity.

Book/Market Value Comparison

Description	Coupon/ Discount	Maturity Date	September 30, 2017			December 31, 2017		
			Face Amount/ Par Value	Book/Market Value	Purchases/ Adjustments	Sales/Adjust/ Call Maturity	Face Amount/ Par Value	Book/Market Value
First United (DDA)	0.00%	1/1/2018	\$ 74,312.44	\$ 74,312.44	101,000.00	(29,160.23)	\$ 146,152.21	\$ 146,152.21
First United	1.29%	3/6/2018	100,000.00	100,000.00			100,000.00	100,000.00
First United	1.09%	12/24/2017	110,000.00	110,000.00			110,000.00	110,000.00
Discover Bank	1.00%	12/14/2017	100,000.00	99,982.00		(100,000.00)	-	-
			<u>\$ 384,312.44</u>	<u>\$ 384,294.44</u>	<u>\$ 101,000.00</u>	<u>\$ (129,160.23)</u>	<u>\$ 356,152.21</u>	<u>\$ 356,152.21</u>

ATTACHMENT 7



**RED RIVER GROUNDWATER CONSERVATION
DISTRICT
AGENDA COMMUNICATION**



DATE: January 17, 2018

SUBJECT: AGENDA ITEM NO. 7

CONSIDER AND ACT UPON FIRST UNITED WIRE TRANSFER AGREEMENT

ISSUE

BACKGROUND

Currently, in order to wire funds for the District's investments, one of the District's account signers must physically go to the Sherman branch of First United Bank to sign a wire authorization. The current investment strategy has three (3) Certificates of Deposit that are laddered approximately four (4) months apart. Each time the District is investing, the staff has to contact the officers with the request to go by the bank in Sherman to sign a wire authorization.

This was not an issue early in the District's existence as we did not have investments outside of a savings account. However, now that we have an investment strategy in place the District staff felt it was prudent to bring this issue to the Board of Directors to determine if there was interest in allowing wires to be authorized electronically in order to save time as well as increasing the speed at which we are able to reinvest funds to begin earning more interest each time an investment matures.

OPTIONS/ALTERNATIVES

The Board of Directors has the option of not authorizing this agreement and continues doing business as usual. The Board also has the option to authorize the President, General Manager and/or Finance Officer to have the ability to wire funds with an electronic authorization.

CONSIDERATIONS

The only time the District wires funds are for the investments of fund balance. All other transactions are done by check.

STAFF RECOMMENDATIONS

The staff recommends that the Board of Directors authorize the execution of this agreement to allow the President, General Manager and/or Finance Officer to electronically authorize wire transactions.

ATTACHMENTS

Wire Transfer Agreement

PREPARED AND SUBMITTED BY:

Drew Satterwhite, P.E., General Manager



WIRE TRANSFER AGREEMENT

The following information supersedes all other Wire Transfer Agreements ("AGREEMENT") previously executed by the customer listed below ("CUSTOMER"). The undersigned hereby certifies that each of the persons listed on the attached Exhibit A - Authorized Representatives For Wire Transfers ("REPRESENTATIVES") are authorized to make or confirm telephone, fax, eMail, Online Banking (if applicable) or other wire transfer requests from the account(s) listed below; subject to the respective conditions, if any, indicated for the REPRESENTATIVE. If no conditions are specified for a REPRESENTATIVE, then the REPRESENTATIVE's authority is unlimited.

This AGREEMENT establishes the procedures to be used by First United Bank and Trust Company ("BANK") and CUSTOMER when executing wire transfers. The undersigned also certifies that CUSTOMER agrees to be bound by the additional Terms and Conditions as well as Security Procedures (if applicable) attached to and made part of this AGREEMENT.

Customer/Company Name: Red River Groundwater Conservation District _____

Customer/Company Address: P O Box 1214 Sherman TX 75091-1214

Account Number(s): 1103316599

Primary Call Back Phone Number: 9037863340

The AGREEMENT between the BANK and the CUSTOMER governs origination of wire transfer requests on behalf of the CUSTOMER. The CUSTOMER agrees to be bound by the rules and regulations of the BANK and other regulatory agencies now in effect or hereafter established.

By signing this AGREEMENT, the CUSTOMER agrees that the BANK shall be held harmless either primarily or secondarily if delivery of funds is delayed or are not made due to conditions outlined in the terms and conditions, a copy of which the CUSTOMER acknowledges receipt.

Wire transfer requests must be filled out and submitted to the BANK via telephone, fax, eMail, or electronically on the BANK's Online Banking website (subject to approval), in compliance with such procedures. CUSTOMER accepts all responsibility that the information provided in the wire transfer request is accurate and complete as of the date it is submitted to the BANK.

This AGREEMENT must be executed on behalf of the CUSTOMER by an individual who has been authorized to do so in connection with the opening or maintenance of CUSTOMER's account(s) with the BANK.

WIRE TRANSFER TERMS AND CONDITIONS

- The CUSTOMER agrees that all information contained in this document is complete and correct.
- Wire instructions received from a REPRESENTATIVE are deemed to be from the CUSTOMER.
- The BANK will assume no liability if incorrect information or instructions are received from the CUSTOMER or its REPRESENTATIVES.
- Sufficient collected funds must be on deposit in the CUSTOMER's account on the date of the request. No transfer will be made until such funds are collected and available.
- The BANK will act upon all domestic transfer requests received before 2:00 p.m. (CT) (3:00 p.m. for Online Banking) and all international transfer requests received before 1 p.m. (CT) Monday through Friday, except for any holiday for the BANK and/or the communications facility selected by the BANK. Any outgoing wire requests received by the BANK after the respective deadline will be processed the following banking day. The BANK reserves the right to utilize such means of transmission as the BANK reasonably selects.

- The CUSTOMER agrees to pay the applicable fees for this service, which shall be set and amended by the BANK from time to time according to its published Fee Schedule.
- Where a payment order provides for payment outside the U.S. in a currency other than U.S. dollars, the amount thereof will be the U.S. dollar equivalent of the wire request at the then prevailing exchange rate. CUSTOMER will assume all foreign transfer and exchange risks, including (but not limited to) fluctuations in value, local currency restrictions, and temporary or permanent inability to perform exchanges, and will comply with all local laws governing the transaction.
- Once the CUSTOMER submits the wire transfer request, the BANK will review/verify the request, and may call the CUSTOMER back at the telephone number listed on the AGREEMENT for verification. If CUSTOMER does not provide the BANK with a current contact telephone number, CUSTOMER's request may not be honored. When the BANK contacts the CUSTOMER, the CUSTOMER may be required to verify some or all of the following information:
 - Amount and Date of last deposit
 - Amount and Date of last withdrawal
 - Business/Individual Tax Identification Number
- The BANK shall be liable to the CUSTOMER only for the BANK's performance or nonperformance for the wire transfer services provided. The BANK shall not be responsible for any loss arising from, or in connection with, any inaccuracy, act or failure to act on the part of any person not within the BANK's reasonable control.
- The CUSTOMER agrees to release the BANK from responsibility or liability for any inaccuracy, interruption, delay or failure in transmission or from other circumstances associated with the following: wire service availability, weather, power failure, communication line failure or errors or the lack of responsiveness of any other organization.
- In the event the communications facility and/or the receiving bank rejects an outgoing wire transfer request, the BANK shall provide notice of such rejection to the Customer by contacting a REPRESENTATIVE by telephone, eMail, or fax. In the event the BANK is unable to so notify the CUSTOMER, the BANK shall attempt to notify the CUSTOMER within a reasonable time via the most practical methods available at such time.
- Provided the BANK has complied with these terms and conditions, the CUSTOMER agrees to indemnify and hold the BANK harmless against any claim of a third party arising from or in connection with these terms and conditions or the services provided. In no event shall the BANK be liable to the CUSTOMER for any consequential, special or indirect losses or damages, whether or not the likelihood of such losses or damages were known by the bank.
- The CUSTOMER will supply the following information when requesting a wire transfer:
 - Dollar amount of the wire transfer
 - Name, Address and account number of Payee
 - Currency in which the wire transfer is required
 - Name and Address of Payee's Bank
 - Routing number (ABA) of Payee's Bank
 - Intermediary Bank Information (if applicable)
 - Any "Special Instructions"
- CUSTOMER acknowledges that the BANK is not permitted to transfer funds in violation of federal law or regulations. The BANK will use its filter to test each Originator, Beneficiary, and beneficiary bank(s) of a requested wire transfer against the list of prohibited names maintained by the Office of Foreign Assets Control "OFAC". The CUSTOMER further acknowledges that if a request is made which will cause the BANK to be in violation of any rule, regulation, or order of OFAC or subject the BANK to any sanction imposed by OFAC, the BANK will refuse to honor the request. All penalties imposed by OFAC to the BANK for any violation will be passed on to the CUSTOMER. CUSTOMER also agrees that it will indemnify, defend, and hold harmless against any loss or cost arising from such OFAC violation.
- Either the CUSTOMER or the BANK may terminate this AGREEMENT upon written notice at any time.
- This AGREEMENT including all attachments consists of and includes the entire understanding by and between the BANK and the CUSTOMER concerning the provision of the service set forth above. No representations or warranties of any nature have been made by the BANK other than those expressly provided for herein.
- This AGREEMENT applies only to outgoing wire transfers.

SECURITY PROCEDURES FOR ONLINE BANKING WIRES

Specifications for wires transmitted through the BANK's Online Banking website will be established by the BANK.

The BANK shall be entitled to rely on any written notice or other written communication believed by it in good faith to be genuine and to have been signed by an Authorized Representative or received unsigned from the eMail address of an Authorized Representative and any such communication shall be deemed to have been signed by such person.

The CUSTOMER will transmit Online Banking wires to First United Bank and Trust Company, 1400 W. Main, Durant, Oklahoma 74701 (phone number (580) 924-2211).

The CUSTOMER'S Authorized Representative will have access to the Wire system by utilizing the BANK's secure 128 bit SSL encrypted internet banking website and the use of any token device or other security feature required by the BANK.

The CUSTOMER's Authorized Representative will confirm a wire transfer is valid in response to any call back that may be initiated by the BANK to verify a wire transfer transmitted through the BANK's Online Banking website. If an Authorized Representative is not available at the time of the call back the wire transfer may not be processed until a CUSTOMER's Authorized Representative can be contacted on the next banking day.

The CUSTOMER is solely responsible for the accurate creation, modification, and deletion of any wire transfer information maintained on the CUSTOMER's personal computers or the BANK's secure 128 bit SSL encrypted internet banking website and used for wire transfers.

The CUSTOMER is solely responsible for access by its employees of the CUSTOMER data files maintained on the CUSTOMER'S computers or maintained on the BANK's secure 128 bit SSL encrypted internet banking website.

The CUSTOMER is solely responsible for operator security procedures to allow CUSTOMER employees and Authorized Representatives to logon to the BANK's secure 128 bit SSL encrypted internet banking website.

The Parties hereto have duly executed this AGREEMENT on the _____ day of _____ 20____

CUSTOMER/COMPANY: Red River Groundwater Conservation District

By: _____

Print Name: Mark Patterson

Title: President

Phone Number: 9037442599

Fax Number: _____

eMail Address: pattproserv@aol.com

FIRST UNITED BANK AND TRUST CO.

Employee Name: _____

Employee Signature: _____

Title: _____

ATTACHMENT 8



RED RIVER
GROUNDWATER CONSERVATION DISTRICT
FANNIN COUNTY AND GRAYSON COUNTY



General Manager's Quarterly Report
Date: December 31, 2017
Red River GCD Management Plan

This quarterly briefing is being provided pursuant to the adopted Management Plan for the quarter ending December 31, 2017.

Well Registration Program:

Current number of wells registered in the District: 784

Aquifers in which the wells have been completed: Trinity and Woodbine

Well Inspection/Audit Program:

2017
Well Inspections

Month	Fannin	Grayson	Total
January	1	4	5
February	5	13	18
March	4	2	6
April	7	11	18
May	5	19	24
June	5	14	19
July	11	12	23
August	2	11	13
September	11	3	14
October	0	7	7
November	10	13	23
December	3	9	12
Total	64	118	182

ATTACHMENT 11

Red River Groundwater Conservation District

Well Registration Summary As of December 31, 2017

Well Type	Total		Total RRGCD	New Registrations
	Total Registered Fannin County	Registered Grayson County		
Domestic	124	245	369	10
Agriculture	15	26	41	0
Oil/Gas	0	21	21	0
Surface Impoundments	5	12	17	0
Commercial	6	6	12	0
Golf Course	0	15	15	0
Livestock	12	25	37	0
Irrigation	0	5	5	0
Public Water	55	211	266	0
Monitoring	0	1	1	0
Total	217	567	784	10

ADJOURN