EXHIBIT B

RESOLUTION #05-008

A RESOLUTION REVIEWING AND ADOPTING AMENDMENTS TO THE DISTRICT'S PERSONNEL POLICIES AND PROCEDURES FOR THE LONE STAR GROUNDWATER CONSERVATION DISTRICT

THE STATE OF TEXAS §

COUNTY OF MONTGOMERY §

WHEREAS, § 36.056 and 36.057 of the Texas Water Code, proved for the employment of a general manager and persons necessary for the proper handling of the business operations of the District.

WHEREAS, Resolution No 04-009, passed and adopted by the Board of Directors of the Lone Star Groundwater Conservation District on the 17th day of September, 2004, incorporated and adopted amended personnel policies of the District;

WHEREAS, State and Federal laws affecting personnel matters have changed; and.

WHEREAS, Said policies have been reviewed by the Policy and Personnel Committee and certain changes thereto have been recommended.

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

1. The Lone Star Groundwater Conservation District "Personnel Policy and Procedures" dated December 13, 2005, attached hereto and incorporated herein in full, is hereby adopted as the Personnel Policy of the District.

2. That such Personnel Policies supersede any and all policies previously adopted by the Board of Directors.

3. That the Personnel Policies shall govern the relationship between the District and the employees of the District until amended, repealed or replaced.

4. The General Manager of the District is authorized and directed to implement said policies.

5. That the General Manager of the District is further authorized to take any and all action necessary to implement this resolution.

AND IT IS SO ORDERED.

PASSED AND ADOPTED on this 13th day of December, 2005.

LONE STAR GROUNDWATER CONSERVATION DISTRICT

By: _____
Orval R. Love, Board President

ATTEST:

_____
Richard J. Tramm, Secretary