

MINUTES OF THE MEETING
OF THE BOARD OF DIRECTORS OF
THE FRANKLIN COUNTY WATER DISTRICT
HELD FEBRUARY 8, 1966

THE STATE OF TEXAS

COUNTY OF FRANKLIN

ON THIS, the 8th day of February, 1966, the Board of Directors of the FRANKLIN COUNTY WATER DISTRICT convened in special session at the regular meeting place thereof in the Courthouse at Mount Vernon, Texas, with the following members present:

W. C. NEWSOME	PRESIDENT
LANDON RAMSAY	VICE PRESIDENT
HORRIS MORRIS	SECRETARY
A. J. LAWS	DIRECTOR
D. O. ALDRIDGE	DIRECTOR

The President of the Board called the meeting to order, declared a quorum present and that the meeting was duly convened and ready to transact business.

Mr. Art Postel and Mr. Walter Hicks were present at the meeting.

There came on to be considered the following resolution:

RESOLUTION AUTHORIZING NOTICE OF INTENTION AND
APPLICATION FOR FINANCIAL ASSISTANCE FROM THE
TEXAS WATER DEVELOPMENT BOARD

“A RESOLUTION authorizing filing of notice of intention to apply for financial assistance and make proof of eligibility therefore to the Texas Water Development Board; authorizing formal application for financial assistance upon determination of the District’s eligibility by said Texas Water Development Board; designating the District’s official representative to act in such respects; and enacting other provisions relative to the subject matter of this resolution.”

WHEREAS, the Board of Directors of the Franklin County Water District find that the optimum development of its project for the construction of a dam and reservoir

on Cypress Creek in Franklin County cannot be accomplished in keeping with declared State policy without financial assistance which may be afforded by the Texas Water Development Board; and

WHEREAS, the Board considers that under prevailing circumstances it is eligible for State assistance through the Texas Water Development Board by the purchase and acquisition of conservation storage space in the aforementioned project; and

WHEREAS, the Board has determined to give notice of its intention to apply for State assistance, making proof of eligibility therefore, and further to make formal application for such assistance upon determination of eligibility by the Texas Water Development Board under its Rules and Regulations; therefore,

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF FRANKLIN COUNTY WATER DISTRICT:

SECTION 1: That the findings and determinations contained in the preamble hereof are hereby adopted as a part of this resolution to the same effect as though here again recited.

SECTION 2: That the preparation and submission of Notice of Intention to Apply for Financial Assistance to the Texas Water Development Board and the making of proof of eligibility are hereby authorized.

SECTION 3: That formal application for said assistance upon determination of the District's eligibility by the Texas Water Development Board is hereby further authorized.

SECTION 4: That W. C. Newsome, President of the District, is hereby designated its official representative in the preparation, execution and submission of the aforementioned notice and, at the proper time, the aforementioned. Further, the District's engineering, financial and legal advisors are authorized to represent the District before said Texas Water Development Board, as their services may appear appropriate, in all matters pertaining to said notice and application.

The above resolution having been read in full, it was moved by Mr. Morris and seconded by Mr. D. O. Aldridge that same be passed. Thereupon, the question being called for and after full discussion and deliberation, the following Directors voted "AYE": Messrs. Newsome, Ramsay, Morris, Laws and Aldridge; and none voted "NO". The President announced that the motion had carried and that the resolution had been duly adopted.

PASSED, ADOPTED AND APPROVED, this the 8th day of February,
1966.

W. C. Newsome
President, Board of Directors
Franklin County Water District

ATTEST:

Horris Morris
Secretary, Board of Directors
Franklin County Water District

Pursuant to the above resolution, the following notice was sent to the
Texas Water Development Board:

NOTICE OF INTENTION OF FRANKLIN COUNTY WATER DISTRICT
TO REQUEST STATE PARTICIPATION

THE STATE OF TEXAS

FRANKLIN COUNTY WATER DISTRICT

COUNTY OF FRANKLIN

TO THE HONORABLE TEXAS WATER DEVELOPMENT BOARD:

NOTICE IS HEREBY GIVEN of the intention of the undersigned to
request State participation in the form of assistance in financing a water
conservation project herein more fully described and with regard thereto the
following is respectfully submitted:

1. The legal name of the applicant is FRANKLIN COUNTY WATER DISTRICT.
2. Applicant is a conservation and reclamation district organized under the provisions of Section 59, Article XVI, of the Texas Constitution, and created and operating under the statutory authority contained in Article 8280-341, V.A.T.C.S.
3. The name of the official authorized to furnish information concerning the application is W. C. NEWSOME, President, whose address is Route 2, Mount Vernon, Texas.
4. The project engineer is WISENBAKER, FIX & ASSOCIATES, whose address is 226 Martha Street, Euless, Texas 76039.
5. Bond counsel is DUMAS, HUGUENIN AND BOOTHMAN, whose address is 1212 Kirby Building, Dallas, Texas 75201.
6. The financial advisor or consultant is POSTEL SECURITIES COMPANY, whose address is 5909 Marilyn Drive, Austin, Texas 78731.

7. The project may be briefly described as follows:
 - (a) It will be located on the main stem of Cypress Creek, 10 miles in a south easterly direction

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From Mount Vernon, the county seat of Franklin County, Texas, and 11 miles in a northeasterly direction from Winnsboro, Texas.

- (b) The purpose is to construct a dam and reservoir on Cypress Creek in Franklin County to provide a water supply for municipal and industrial purposes. The above-mentioned dam and reservoir comprise the major facilities to be constructed, and the estimated cost thereof is \$3,400,000.
 - (c) The proposed reservoir will have 66,800 acre feet of conservation storage capacity, 27,600 acre feet of flood storage capacity, and 6,000 acre feet of sediment storage capacity.
 - (d) The expected firm yield of the project is 36,000 acre feet per year.
8. The source of the project's water supply will be Cypress Creek.
9. A permit for the project has been applied for from the Texas Water Rights Commission and hearing on said application for permit has been set for April 14, 1966.
10. It is planned to finance the total cost of the project as follows:
 - (a) Sale of District bonds in the amount of \$1,700,000 in commercial channels.
 - (b) \$1,700,000 from sale of 33,400 acre feet of conservation storage space to the Texas Water Development Board.
11. An election authorizing the issuance of bonds for the project was held carried on the 7th day of September, 1965, with the result that the District thereby became authorized to issue and sell \$1,700,000 of ad valorem tax-supported bonds of said District, of which \$100,000 have heretofore been issued and sold.
12. The aforementioned election for the authorization of \$1,700,000 ad valorem tax-supported bonds constitutes all steps heretofore taken by the District for the purpose of financing the above project. It having been determined upon competent financial advice that the aforementioned amount of bonds is all the obligation which could reasonably be marketed in view of the tax burden thereby imposed

upon the area of the District, it was made apparent that the balance of the construction funds would need be derived from other sources.

13. It is estimated that the State may recover its investment in the project within a period of fifty years through the sale of water impounded in the space which it will have the right to use or from the sale or lease of said space to others for water conservation purposes.

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14. The Texas Water Rights Commission, Post Office Box 12311, Capitol Station, Austin, Texas 78711, is being furnished a copy of this notice of intention.
15. There are attached as part of this notice the following:
 - (a) Copy of Engineer's preliminary report.
 - (b) Resolution of the District's Board of Directors authorizing the filing of this notice of intention and designating official representatives, duly certified by the Secretary of the Board.
 - (c) The District has no operating history and no available financial reports at this time.

The foregoing is prepared and submitted in accordance with the Rules and Regulations of the Texas Water Development Board in effect on this date.

SUBSCRIBED on this the 8th day of February, 1966.

FRANKLIN COUNTY WATER DISTRICT

By W. C. Newsome
President, Board of Directors

The Board felt that it was to their interest to attend the meeting at the Daingerfield High School Gymnasium on February 11 at 7:30 p.m. This meeting was called by Mr. George T. Brabham of the Northeast Texas Water District at the request of the Texas Water Development Board. All members agreed to meet at the Courthouse at 6:15 p.m., February 11.

There being no further business, the Board adjourned at 3:15 p.m.

MIUNTES APPROVED, this the 21 day of February 1966.

W. C. Newsome
President, Board of Directors
Franklin County Water District

Landon Ramsay
Vice President

Horris Morris
Secretary

D. O. Aldridge
Director

A. J. Laws
Director