

MINUTES OF THE MEETING OF THE  
 BOARD OF DIRECTORS OF THE  
 FRANKLIN COUNTY WATER DISTRICT  
 HELD: February 23, 1977

THE STATE OF TEXAS  
 COUNTY OF FRANKLIN

FRANKLIN COUNTY WATER DISTRICT

ON THIS the 23rd day of February, 1977, the Board of Directors of the Franklin County Water District convened in regular session at their office located at 114 North Houston Street on the East side of the square in Mount Vernon., Texas, with the following present:

|                     |                |
|---------------------|----------------|
| LONDON RAMSAY       | PRESIDENT      |
| BILLY JORDAN        | VICE PRESIDENT |
| ENNIS CHRISTENBERRY | SECRETARY      |
| JEARL COOPER        | DIRECTOR       |
| E. L. SEAY          | DIRECTOR       |

and with the following absent: NONE.

Also present were Horris Morris, Lake Superintendent; John Hamilton, President of Hamilton Securities Company; and Shirley Lykins, Office Manager.

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.

NOTICE of this Meeting was given, stating the time, place, and purpose all as required by Vernon's Ann. Civ. Statutes, Article 6252-17.

The Board expressed a desire to have a re-stocking of fish in the lake, and requested that the office personnel check into the possibility of having it done.

The Minutes of February 7 were read and approved.

MOTION was made by Ennis Christenberry,, and duly SECONDED by E. L. Seay, to ratify the action taken in paying bills since the last Board meeting; to approve and make payment of the bills presented; and to approve payment of any bills, salaries, etc., which may come due before the next Board meeting. The President put the question and, after full discussion and deliberation thereon, all present voted "AYE". NONE voted "NO". The bills were as follows:

**BILLS APPROVED:**

Maintenance and Operating

|     |  |        |
|-----|--|--------|
| 188 | Southwestern Electric Power Co.- Monthly Service | 78.49  |
| 189 | General Telephone - Monthly Service              | 68.07  |
| 190 | Shelton's Propane for Shop                       | 66.50  |
| 191 | Alton Ross Feb. trash pickup                     | 200.00 |
| 192 | Gulf Oil Corporation - Gasoline                  | 86.22  |
| 193 | Mount Vernon Ins. - Workman's Comp.              | 729.50 |
|     | Bonds for Lykins & Morris                        | 35.00  |
| 194 | Coy Veasey - Back Pay - 52 hrs. @ .10            | 4.90   |
| 195 | Jeanette O'Neal - HO's. Insurance for March      | 229.15 |
| 196 | Leon Keith - Salary period ending 2/28           | 315.27 |
| 197 | Shirley Lykins Salary period ending 2/28         | 580.00 |
| 198 | Horris Morris Salary period ending 2/28          | 739.36 |
| 199 | American Petrofina - Gasoline                    | 13.47  |

|                           |  |          |
|---------------------------|--|----------|
| TOTAL                     |  | 3,145.93 |
| PAYMENTS RATIFIED:        |  |          |
| Maintenance and Operating |  |          |
| 179                       | Check Voided                             | (262.19) |
| 184                       | H. C. Rhoades - Wages period ending 2/15 | 199.60   |
| 185                       | Coy Veasey - Wages period ending 2/15    | 45.14    |
| 186                       | Void                                     | 0        |
| 187                       | Jeanette O'Neal - Group Ins. Prem.       | 229.15   |

MOTION was made by Jearl Cooper, and duly SECONDED by Billy Jordan, to ratify the action in executing a Release of Vendor's Lien to P. D. Flanders. The President put the question and, after full discussion and deliberation thereon, all present voted "AYE". NONE voted "NO". A copy of the Release is attached hereto and made a part hereof.

Horris Morris reported:

- (1) Personnel is preparing to begin cabling off the beach area,
- (2) A check with a Mount Pleasant business revealed that they had a dump bed for the jeep for \$1,000.00, but we would have to install it, and
- (3) Walter Hicks is scheduled to be here on March 1 to complete the installation of the sedimentation range markers.

Mr. John Hamilton, President of Hamilton Securities, met with the Board as a representative of the Titus County Fresh Water Supply District # 1. He stated that about sixty (60) days ago, Traylor Russell contacted him to inform him that Southwestern Electric Power Company is to build a second unit at their present location on Swauano Creek and they will need additional water in their operation of the plant. SWEPCO is presently purchasing maintenance water from the Lake of the Pines and pumping it through a 40" line. They will need approximately 4,000 acre feet per annum more water and contacted Titus County Fresh Water Supply District # 1 to purchase this water. Titus County has already contracted the major portion of their water supply and would like to work with the Franklin County Water District in supplying the needed water to SWEPCO. Titus County is selling water at \$31.15 per acre foot and would like to share profits in a SWEPCO contract with FCWD.

Mr. Hamilton discussed the possibility of the District issuing revenue bonds in order to obtain enough money to buy the State's interest in the water rights in Lake Cypress Springs. Mr. Hamilton requested that the District hire him to represent it in pursuing the possibility of selling the water to SWEPCO with Titus County Fresh Water Supply District #1 acting as an in-between agent handling the paper work, etc. Mr. Hamilton was unable to quote an approximate fee to the Board for his part in the project.

The Board agreed to discuss the matter and get in touch with Mr. Hamilton at a later date, after which Mr. Hamilton retired from the meeting.

The Board set the hours for the election on April 2 in compliance with State regulations to begin at 7:00 A.M. and the polls to close at 7:00 P.M.

Shirley Lykins presented the following:

- (1) Automobile insurance up for renewal;
- (2) An inquiry from Grant Harris about certain acreage;
- (3) A request from Deon Bryant to lease approximately three (3) acres of land adjacent to his fee land;
- (4) A list of pending items;
- (5) An analysis of savings by the District by maintaining one party in the office.

The Board instructed the office manager to get some prices on the insurance coverage from other companies and report back to them. They further instructed the personnel to work with Mr. Harris on a proposed lease on the following basis:

- (1) Bonus price for 9.902 acres would be \$1,000.00 per acre;
- (2) Bonus price for 4.563 acres would be \$500.00 per acre;
- (3) Rental for the 14.465 acres would be \$60.00 per acre per annum.

The Board agreed to offer for lease approximately three (3) acres of land for a bonus price of \$1,000.00 and rental payment of \$60.00 per acre per annum to Mr. Deon Bryant, provided that Mr. Bryant took acreage at a point adjacent to his fee land on the northeast corner.

The Board agreed to pursue the matter of selling water to SWEPCO through Titus County Fresh Water Supply District #1; however, approval was not given for entering into actual negotiations with Titus County or Mr. Hamilton at this time.

There being no further business, the Meeting was adjourned.

Landon Ramsay, Jearl Cooper, and E. L. Seay announced that they were going to run for re-election on April 2.

MINUTES APPROVED this the day of March, 1977.

Landon Ramsay, President  
Billy Jordan, Vice President  
Ennis Christenberry, Secretary  
Jearl Cooper, Director  
E. L. Seay, Director