

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: April 19, 1982

THE STATE OF TEXAS

FRANKLIN COUNTY WATER DISTRICT

COUNTY OF FRANKLIN

ON THIS the 19th day of April, 1982, 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 members present:

BILLY JORDAN	PRESIDENT
LANDON RAMSAY	VICE PRESIDENT
JEARL COOPER	SECRETARY
A. J. LAWS	DIRECTOR
T. A. GREEN	DIRECTOR

and with the following members absent: None.

Also present were O. C. Rupe, Cass Taliaferro, Bob Wright, B. J. Kalmer, E. G. Nelson, L. B. Cox, Brent Brewley, Joe Dan Coe, Kenneth Greer, Otis Slaughter, and Shirley Maples.

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.

Discussion was had concerning the sale of the leasehold interest in Lot 16, Block 4, Section II of the Tall Tree subdivision; whereupon MOTION was made by Landon Ramsay, and SECONDED by Jearl Cooper, to set a price of \$7,500.00 on the lot and have a sign erected on same. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

Mr. Brent Brawley requested permission from the District to move a modular home onto his lot in King's Country. After considerable discussion, the Board informed Mr. Brawley that such action would be a major variance from the District's regulations and would require additional study. He was advised to notify the other lot owners in some manner and give them the opportunity to meet with the Board in a public hearing from 1:00 pm on May 17. After the hearing the Board will make its decision.

A MOTION to table the matter until Mr. Brawley obtained additional information was made by A. J. Laws, SECONDED by T. A. Green, and passed unanimously. Said motion was superseded by the hearing being set. Mr. Brawley retired from the meeting.

Joe Dan Coe, representing the Franklin National Bank, and Otis Slaughter and Kenneth Greer, representing the First National Bank, met with the Board to discuss whether or not the District is eligible to put its funds into a NOW account. Shirley Maples presented a recap of several phone calls made in an attempt to determine whether it would be legal or not. Said recap is attached hereto and made a part hereof. Mr. Greer explained to the Board why the First National Bank felt that the District was not eligible. Mr. Coe explained that his position in the matter was based on information which allowed the South Franklin Water Supply Corporation to have a Now account. Both parties assured the Board that if the action could be determined legal, they would be interested in assisting the District. Mr. Greer advised the Board that an alternative might be for the District to utilize saving accounts, which would earn interest at a rate of 5.3899% on an annual basis.

MOTION was made by T. A. Green, and SECONDED by A. J. Laws, to table the matter until the next Board meeting provided information from IRS is available for a determination. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

The Board was advised of a request from the company constructing the Clopton highway to purchase water from Lake Cypress Springs. MOTION was made by Jearl Cooper, and SECONDED by A. J. Laws, to sell the water on the same terms as are set out in the McKnight Construction Contract. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the Contract will be attached hereto and made a part hereof when consummated.

A discussion regarding the hiring of summer help was tabled until the next meeting for presentation by the Lake Superintendent.

The Board denied a request to use steel posts instead pentatreated timbers in the construction of a pier.

A discussion of attempts being made to secure tires for the fish shelters program resulted in a MOTION by Jearl Cooper, SECONDED by T. A. Green, to pay up to 20¢ per tire for hauling. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

The Board approved a request by Terry Tirado for permission to install 2 buoys two hundred feet from shore to deter the skiing which was occurring too close to the shore.

The Board reviewed the 1981 audit report. Mr. Green expressed a desire to obtain a simpler form of audit. It was suggested that any Board member desiring special information to be presented in the audit should state what they want and have it incorporated in the next audit report. MOTION was made by Jearl Cooper, and SECONDED by A. J. Laws, to approve the audit report as presented. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

A review of the management letter resulted in the following action.

MOTION was made by T. A. Green, and SECONDED by Jearl Cooper, to table the use of a check protector and possibility of having to purchase new checks until discussion of the NOW account is completed. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

MOTION was made by Jearl Cooper, and SECONDED by A. J. Laws, to authorize the office manager to use invoice numbers on the checks instead of having to mark each invoice paid, with the addition of the check number and date paid. The President put the question and after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

MOTION was made by A. J. Laws, and SECONDED by Jearl Cooper, to require the office manager and the receptionist to sign checks drawn on the Miscellaneous Fund checking account. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

MOTION was made by Landon Ramsay, and SECONDED by A. J. Laws, to bond the Park Superintendent. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

MOTION was made by A. J. Laws, and SECONDED by T. A. Green, to delete the phrase "and to approve payment of bills, salaries, etc., which may come due before the next Board meeting" from the formal motion used in paying bills. The President put the question and, after full discussion thereon, all members present voted "AYE". NONE voted "NO".

Discussion was had concerning the purchase of the rock which is being used to repair wash area around the lake. Mr. Green recommended delaying further rock installation for a period to see if it will hold up properly. A Motion to that effect by A. J. Laws died for lack of a second. It was determined that since the Board had already decided to hold off on the purchase of additional rock, no further action was necessary.

MOTION was made by T. A. Green, and SECONDED by A. J. Laws, to increase the account titles "M & R- Parks" to \$35,000.00 with the understanding that the Board will re-evaluate the account at a later date. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

The MINUTES of April 5 were read and approved.

Discussion was had concerning the placement of canvassing the Returns of future agendas. MOTION was made by T. A. Green, and SECONDED by Jearl Cooper, to canvass returns of the election at the beginning of the meeting, and to install new members promptly thereafter. The President put the question and, after full discussion and deliberation thereon, the vote was as follows: AYES: A. J. Laws, T. A. Green, and Jearl Cooper. NOES: None. Landon Ramsay abstained.

MOTION was made by A. J. Laws, and SECONDED by Jearl Cooper, to ratify the action taken in paying bills since the last Board meeting, and to approve and make payment of the bills presented. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A list of the bills are attached hereto and made a part hereof.

MOTION was made by T. A. Green, and SECONDED by Jearl Cooper, to approve May 14, 17 and 18 for vacation for Mary Nell Sims. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO"

MOTION was made by T. A. Green, and SECONDED by A. J. Laws, to hire a lake manager and put him over the entire organization. The President put the question and, after full discussion and

deliberation thereon, the vote was as follows: AYES: T. A. Green, A. J. Laws, and Jearl Cooper. NOES: Landon Ramsay. Billy Jordan did not vote.

The office Manager was instructed to put the matter on the agenda for the next meeting. Discussion was had concerning qualifications. Items considered were: a man in his mid thirties; require a college degree; and experience in management. It was determined that the hiring of a lake manager should not affect the present employees.

MOTION was made by T. A. Green, SECONDED by A. L. Laws, to table discussion of transfer of supervisory authority of Lake Patrol to Sheriff's office until the next meeting and to invite the Sheriff to attend. The President put the question, and after full discussion and deliberation thereon, the vote was as follows: AYES: A. J. Laws, T. A. Green, and Jearl Cooper. NOES: None. Landon Ramsay abstained.

MOTION was made by Jearl Cooper to advertise in the newspaper in regard to the hiring of a Lake Manager. A. J. Laws seconded the motion. The President put the question and, after full discussion and deliberation thereon, the vote was as follows: AYES: A. J. Laws, T. A. Green, and Jearl Cooper. NOES: None. Landon Ramsay abstained. It was suggested that the District might consider advertising in a Trade magazine.

MOITON was made by Landon Ramsay, and SECONDED by A. J. Laws, to allow the Senior Citizens to use the open air pavilion on May 14 at no charge for the NETO picnic. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

MOTION was made by A. J. Laws, and SECONDED by Jearl Cooper, to table discussion of rules for the use of the pavilion until the next Board meeting. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

The Board was advised that Mr. Joyner had submitted a bid of \$500.00 each for the installation of windows in the front offices. No action was taken.

MOTION was made by A. J. Laws, and SECONDED by T. A. Green, to tear down the cover over the back door if same could be done without any expense to the District. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

The Board was advised of correspondence received from URS and Strasburger & Price concerning the construction of the maintenance berm behind the dam.

There being no further business, the meeting was adjourned.

MINUTES approved this the 3rd day of May, 1982.

Billy Jordan, President
Landon Ramsay, Vice President
Jearl Cooper, Secretary
A.J. Laws, Director
T. A. Green, Director