

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: December 9, 1991

THE STATE OF TEXAS

FRANKLIN COUNTY WATER DISTRICT

COUNTY OF FRANKLIN

ON THIS the 9th day of December 1991, 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:

KENNETH JAGGERS	PRESIDENT
EDSON REYNOLDS	VICE PRESIDENT
BILLY M. JORDAN	SECRETARY
ELWYN CARR	DIRECTOR
BILL ELLISTON	DIRECTOR

and with the following members absent: NONE.

Also present were Jeff Roberson, Rosemary Adams, Cliff StClair, Mike Burkhart, Walt Sears, Jr., E. C. Withers and Shirley Maples.

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

Invocation was given by Bill Elliston.

MINUTES of November 13 were read and approved.

MOTION was made by Elwyn Carr, and SECONDED by Bill Elliston, to ratify action taken in paying bills since the last meeting. 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 is attached hereto and made a part hereof.

The Board reviewed a Budget Comparison for the period ending November 30, 1991.

Jeff Roberson and Rosemary Adams met with the Board to request that the Board agree to withhold life insurance from the payroll on person wishing to participate in the Metropolitan Life Insurance Program. MOTION was made by Edson Reynolds, and SECONDED by Elwyn Carr, to approve the payroll deduction if enough employees participated to institute the program. The President put the question and, after full discussion and deliberation thereon, the vote was as follows: AYES: Elwyn Carr, Edson Reynolds, and Kenneth Jagers. NOES: Bill Elliston. ABSTAINED: Billy Jordan.

MOTION was made by Billy Jordan, and SECONDED by Bill Elliston, to rezone Joe Dan Guthrie's 1.5 acres of lease property to commercial. The cost of amending the lease must be paid by Mr. Guthrie. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". The Board advised that the amendment should show that the property would fall under the 5% gross receipt rental. A copy of the amendment will be attached hereto and made a part hereof.

Mike Burkhart, prospective buyer of Cypress Springs Marina, discussed several aspects of the lease agreement concerning the property. MOTION was made by Elwyn Carr, and SECONDED by Bill Elliston, to amend the lease to reflect the remaining 15 years on the initial lease and an automatic 15 year extension of the lease,

with a provision for an option additional years on negotiated terms. The President put the question and, after full discussion and deliberation thereon, the vote was as follows: AYES: Bill Elliston and Elwyn Carr. NOES: Billy Jordan and Edson Reynolds. The President abstained and announced that the Motion did not carry.

MOTION was made by Billy Jordan, and SECONDED by Edson Reynolds, to amend the lease to reflect (1) the remaining 15 years on the original term; (2) an automatic 20-year extension; (3) 5% gross receipts rental during the term of the original lease and the automatic 20-year extension; (4) an option to be negotiated prior to the effective date thereof. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the amendment will be attached hereto and made a part hereof if executed. All parties are agreed that this amendment is contingent upon Mr. Burkhardt purchasing Cypress Springs Marina, and that Mr. Burkhardt is responsible for paying the cost of the amendment preparation and recording.

Only one bid was received on a new patrol vehicle. MOTION was made by Bill Elliston, and SECONDED by Edson Reynolds, to purchase the Lumina from Teague Motor for \$12,236.03. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

The Manager discussed:

- (1) Personal Watercraft:
- (2) TexPool
- (3) Hydrilla assistance; and
- (4) The Rehoboth Baptist Association.

There being no further business, the meeting was adjourned.

MINUTES approved this the 13th day of January 1992.

Kenneth Jagers, President
Edson Reynolds, Vice President
Billy M. Jordan, Secretary
Elwyn Carr, Director
Bill Elliston, Director