

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: September 11, 1995

THE STATE OF TEXAS

FRANKLIN COUNTY WATER DISTRICT

COUNTY OF FRANKLIN

ON THIS the 11th day of September 1995, 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 JORDAN	SECRETARY
BILL ELLISTON	DIRECTOR
GLENN MORRIS	DIRECTOR

and with the following members absent: None.

Also present were employees and visitors as shown on the list attached hereto and made a part hereof.

The President 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.

Invocation was given by Walt Sears.

The President announced that the matter of selling water to Pilgrim's Pride Corporation had been tabled for sixty days and would not be discussed at this meeting.

MINUTES of August 14 and August 28, 1995 were read and approved.

MOTION was made by Billy Jordan, and SECONDED by Edson Reynolds, 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.

Mr. L. D. Kemp and Mr. George Jachimiec expressed a desire for the Board to insure Dr. Peter Naus that he had access to acreage that he has purchased from Mr. Kemp through the Northshore addition. Mr. Paul Hunt of the Northshore Homeowners Association expressed the Association's objection to the additional traffic due to the narrow roads and sharp curves within the addition. MOTION was made by Edson Reynolds, and SECONDED by Billy Jordan, to table the matter for thirty (30) days. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

MOTION was made by Billy Jordan, and SECONDED by Glenn Morris, to approve the revised plat of Spring Bluff as presented. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the plat is attached hereto and made a part hereof.

MOTION was made by Edson Reynolds, and SECONDED by Bill Elliston, to authorize corporate credit cards for E. C. Withers, Shirley Maples, and David Weidman, with a charge maximum of \$2000 for each. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

Mr. Dave Reinhartsen was on the agenda, but announced that since his letter was related to the Pilgrim's Pride Corporation, same would not be presented. Vice President Reynolds expressed his objection to certain matters not related to water sales which were expressed in Mr. Reinhartsen's letter.

MOTION was made by Billy Jordan, and SECONDED by Bill Elliston, to approve Extensions of Lease Agreements to the following:

- | | | |
|----|----------------|--|
| 1. | Marcia Lawson | Pine Valley #339 |
| 2. | Edith Loinette | South Park #12 |
| 3. | James Fritz | Northshore 13, 14, & 15, Phases V & II |

The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of each extension will be attached hereto and made a part hereof.

The Manager reported on a letter which the President received concerning the Impact Study being conducted by the Industrial Foundation.

There being no further business, the meeting was adjourned.

MINUTES approved this the 9th day of October 1995.

Kenneth Jagers, President
Edson Reynolds, Vice President
Billy M. Jordan, Secretary
Bill Elliston, Director
Glenn Morris, Director