

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: January 12, 1998

THE STATE OF TEXAS

FRANKLIN COUNTY WATER DISTRICT

COUNTY OF FRANKLIN

On this the 12th day of January 1998, 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
GLENN MORRIS	DIRECTOR
ELDON WOLD	DIRECTOR

and with the following absent: None.

Also present were Darrell Wineinger, Pat Wright, Paul Gilbert, Walt Sears, David Weidman, E. C. Withers and Shirley Maples.

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 Chapter 551 of the Government Code.

Invocation was given by Walt Sears.

Minutes of December 8 were read and approved.

MOTION was made by Eldon Wold and SECONDED by Billy Jordan, to ratify the 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.

MOTION was made by Edson Reynolds, and SECONDED by Eldon Wold, to amend the 1997 budget 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 budget is attached hereto and made a part hereof.

MOTION was made by Billy Jordan, and SECONDED by Glenn Morris, to approve the leasing of 42.356 acres of land to Steelescreek under the terms set out in a letter from Steelescreek. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

MOTION was made by Edson Reynolds, and SECONDED by Glenn Morris, to authorize the President and Secretary to execute an ingress/regress easement with H. C. Rhoades at the location shown by his letter to the District. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the easement will be attached hereto and made a part hereof.

MOTION was made by Eldon Wold, and SECONDED by Glenn Morris, to authorize the President and Secretary to execute the lease with Steelescreek when same has been prepared. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the lease will be attached hereto and made a part hereof.

MOTION was made by Glenn Morris and SECONDED by Eldon Wold, to approve the replat of the Common Area in Swannerland 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 Billy Jordan, and SECONDED by Edson Reynolds, to approve the first reading of a replat of lot 15, The Oaks. 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 accept the bid from Gary Marrs for \$1800.00 for the sale of the 1970 pickup and trailer. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the bid is attached hereto and made a part hereof.

Bids were opened for the purchase of a 1998 pickup as follows:

Elliott Motors	\$17,957.00
Burgdorf Chev.	18,071.20
Cypress Motors	17,224.00 (1997)
Teague Motors	18,351.24

MOTION was made by Edson Reynolds, and SECONDED by Glenn Morris, to accept the bid from Teague Motors. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE vote "NO". A copy of each bid is attached hereto and made a part hereof.

MOTION was made by Edson Reynolds, and SECONDED by Billy Jordan, to approve Korlok brand or comparable materials in the construction of retaining walls. 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 an increase in certain park fees. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A list of the rates is attached hereto and made a part hereof.

MOTION was made by Eldon Wold, and SECONDED by Billy Jordan, to authorize the Manager to approve plat revisions with the exception of major development or plat changes. The President put the question and after full discussion thereon, all members present voted "AYE". None voted "NO".

MOTION was made by Billy Jordan, and SECONDED by Edson Reynolds, to authorize the President and Secretary to execute Agreements Extending Lease Agreement on the following:

A. Jerome Schaefer	TT 164/13/3
B. Jerome Schaefer	TT 163/13/3
C. Jerome Schaefer	TT 34/22/3
D. Jerome Schaefer	TT 17/12/2
E. Jerome Schaefer	TT 35/22/2

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

MOTION was made by Glenn Morris, and SECONDED by Billy Jordan, to authorize the President and Secretary to execute Extended Lease Agreements as follows:

A. Jeffrey Trigger	TT 72/13/3
B. Vivian Dennis	TT 22/12/2

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

Attorney Sears updated the Board on Senate Bill One and activities associated with same.

Manager Withers reported that Cypress Springs Water Supply Corporation and the City of Winnsboro have installed an aeration system and no longer cooperate in the system installed by the District.

He also reported that information stating that the District was eligible for a 401K retirement plan was incorrect and our retirement will remain intact as it was.

There being no further business, the meeting was adjourned.

MINUTES approved this the 9th day of February 1998.

Kenneth Jagers, President
Edson Reynolds, Vice President
Billy M. Jordan, Secretary
Glenn Morris, Director
Eldon Wold, Director