

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: February 9, 1998

THE STATE OF TEXAS

FRANKLIN COUNTY WATER DISTRICT

COUNTY OF FRANKLIN

ON THIS the 9th day of February, 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 members absent: None.

Also present were Ted Burgdorf, Pat Burkhart, Bobby Burney, Darrell Wineinger, W. J. McCormick, Walt Sears, Jr., Kirk Garner, 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 E. C. Withers.

MINUTES of January 12 were read and approved.

MOTION was made by Eldon Wold, 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.

MOTION was made by Billy Jordan, and SECONDED by Glenn Morris, to appoint Kirk Garner of the John Alexander firm to serve as the Water District's attorney. 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 Eldon Wold, to approve the 2nd reading of the replat of lot 15 of The Oaks. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". The plat is attached hereto and made a part hereof.

The Board held the first reading of plats of El Dorado Beach Phase II.

MOTION was made by Edson Reynolds, and SECONDED by Glenn Morris, to adopt a resolution amending the District's retirement plan as required by law. Said resolution is attached hereto and made a part hereof.

MOTION was made by Glenn Morris, and SECONDED by Eldon Wold, to approve execution of Lease Agreements to:

- | | | |
|----|------------------|-------------------------------|
| A. | James Lundy, III | TT 18/20/3 |
| B. | Richard Chewning | PV 366, 367,368,369,370 & 371 |
| C. | Edward Solon | TT 49/22/3 |
| D. | Robert Stephens | TT 17/4/2 |

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 Billy Jordan, and SECONDED by Glenn Morris, to approve the execution of Extended Lease Agreement to:

- | | | |
|----|--------------|-------------|
| A. | Eldon Wold | TT 12/20/3 |
| B. | Miles Turner | TT 127/13/3 |

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 Eldon Wold, to get and estimate of engineering costs on the construction of a catwalk around the morning glory. 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 sale of the Cypress Springs Marina. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

The Manager reported on the following items:

- A. Walleye Park Restrooms
- B. S. T. L. is no longer renting the office in front of the Board Room Building.
- C. Road repair-Walleye Park
- D. A letter from TNRCC regarding the dam inspection.

MOTION was made by Edson Reynolds, and SECONDED by Billy Jordan, to remodel the available space for use by the District. 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 Eldon Wold, to check on the cost of installing pizometers and to bring recommendations to the Board. 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 contract with Brooksey Crow for mowing the dam. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

There being no further business, the Meeting was adjourned.

MINUTES approved this the 9th day of March 1998.

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