

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: JULY 9, 2001

THE STATE OF TEXAS

FRANKLIN COUNTY WATER DISTRICT

COUNTY OF FRANKLIN

On this the 9th day of July 2001, 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:

ELDON WOLD	PRESIDENT
GLENN MORRIS	VICE PRESIDENT
BILLY M. JORDAN	SECRETARY
DON MORRIS	DIRECTOR
DAN AGEE	DIRECTOR

and with the following members absent: NONE.

Also present were Robert and Peggy Hughes, Lanny Ramsay, Bob Burney, Dave Reinhartsen, Pat Wright, Kirk Garner, David Weidman, Sheila Donica 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 51 of the Government Code.

Invocation was given by David Weidman.

MOTION was made by Glenn Morris, and SECONDED by Billy Jordan, to approve the Consent Agenda. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". The Consent Agenda was as follows:

1. Approval and Ratification of Minutes.
2. Approval and Ratification of Payment of Bills.
3. Budget Comparison June 2001.
- ~~4. Matters Concerning Termination of Lease:~~
 - ~~A. Collie & Patricia Boling, Revocable Living Trust - Eagle Point, Lot 9, Section 4.~~
5. Ratify Action Taken By Staff – No Termination of Lease Due to Payment by Glenda Kelly.
6. Quarterly Investment Report.
7. Agreement Extending Lease Agreement – Robert Hughes, Barker Creek, Lot 3.

A copy of the bills, budget comparison, quarterly investment report and termination of lease agreement are attached hereto and made a part hereof.

MOTION was made by Billy Jordan, and SECONDED by Glenn Morris, to table the request made by Robert and Peggy Hughes for a partial deplat of Club Lake Estates Subdivision until the August Board meeting. 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 Don Morris, to approve a Resolution clarifying lease agreements. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the Resolution is attached hereto and made a part hereof.

MOTION was made by Glenn Morris, and SECONDED by Don Morris, to amend the District's Retirement Plan. Changes would include the following:

- A. Allow contributions to be tax deferred.
- B. Add Edward Jones and Primevest to the list of approved investment vehicles in the District's plan.

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 District's budget amendments as presented by General Manager David Weidman. 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 amendments are attached hereto and made a part hereof.

General Manager David Weidman reported on the following matters:

- A. Water Quality Monitoring Report, First Quarter 2001.
- B. District's Health Insurance.

District Attorney Kirk Garner gave the Board a briefing on where the District stands in the Cypress Springs Marina Chapter 11 bankruptcy proceedings.

There being no further business, the meeting was adjourned.

MINUTES approved this the 13th day of August 2001.

Eldon Wold, President

Glenn Morris, Vice President

Billy Jordan, Secretary

Don Morris, Director

Dan Agee, Director