

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: JUNE 11, 2001

THE STATE OF TEXAS

FRANKLIN COUNTY WATER DISTRICT

COUNTY OF FRANKLIN

On this the 11th day of June 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
BILLY M. JORDAN	SECRETARY
GLENN MORRIS	DIRECTOR
DAN AGEE	DIRECTOR

and with the following members absent: DON MORRIS.

Also present were Vivian Ritchie, Lanny Coffey, Bob Burney, Mike Burke, 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 Kirk Garner.

MOTION was made by Glenn Morris, and SECONDED by Dan Agee, 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 May 2001.
4. Agreement Extending Lease Agreements:
 - A. Robert S. Howey, Jr., Twin Cove Estates, WF Lot 2, Phase 2
 - B. Johnny James and Catherine Lew Grice, King's Country, 184-36-4 and 185-36-4
5. Termination of Lease Agreements for Non-Payment of Fees (Unimproved Properties):
 - A. Diann Young – Tall Tree, 111-13-3
 - B. Ronald and Donna J. Sheppard – Tall Tree, 41-22-3
 - C. Joe E. Galyon and Jerry J. Galyon – Tall Tree, 45-22-3
 - D. Tall Tree Properties – Tall Tree, 17-16-3 and 17-20-3

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

In the May 2001 meeting, bids had been opened regarding the Park Sanitation Contract for dumpster service. Waste Management, Inc. also submitted a bid for barrel service. Since the District had solicited bids for dumpster service only, the bids were tabled to allow the other companies to resubmit bids for barrel service. Bids received and opened were as follows:

1. Duncan Disposal - \$18,000.00 annually, in \$1500.00 monthly installments, for barrel service.
2. Waste Management, Inc. – 8 months for \$9704.00 and 4 months for \$3316.00, for a total of \$14,020.00 annually (There was an error in their addition, actual total is \$13,020.00 annually)
3. Olympic Waste Services – Had to no bid as they did not have the equipment to service barrels.

MOTION was made by Glenn Morris, and SECONDED by Dan Agee, to accept the low bid from Waste Management, Inc. for a three-year contract to service barrels at the price of \$13,020.00 annually, in monthly installments of \$1085.00. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the bids are attached hereto and made a part hereof.

A short presentation was given by Mike Burke of the Sulphur River Basin Authority regarding the Advanced Funding Agreement. Mr. Burke assured the Board that they would be a member of a steering committee consisting of nine seats, with all members of the committee being equal. MOTION was made by Billy Jordan, and SECONDED by Glenn Morris, to accept the Advanced Funding Agreement submitted by the Sulphur River Basin Authority, with 5% being inserted in the appropriate space. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the Advanced Funding Agreement is attached hereto and made a part hereof.

MOTION was made by Glenn Morris, and SECONDED by Billy Jordan, to approve the new plat of the Lost Creek Subdivision. 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 Dan Agee, and SECONDED by Billy Jordan, to execute the Amendment of Lease Agreement submitted by the City of Winnsboro. 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 is attached hereto and made a part hereof.

MOTION was made by Billy Jordan to table the termination of Glenda Kelley's lease of Lot 97-1, Snug Harbor (as it has improvements on it), until he could make contact with the lessee. After further discussion, he withdrew the motion. MOTION was made by Dan Agee, and SECONDED by Glenn Morris, to terminate the lease. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the termination of lease agreement is attached hereto and made a part hereof.

MOTION was made by Billy Jordan, and SECONDED by Glenn Morris, to allow David Weidman to advertise for bids for the sale of General Fixed Assets that are not longer used or are obsolete and to process the sale 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 list of General Fixed Assets for sale is attached hereto and made a part hereof.

MOTION was made by Billy Jordan, and SECONDED by Dan Agee, to pay the membership dues involved in order for the Manager to become a member of the Mount Vernon Rotary Club. The Board also approved to reimburse the Manager for the expense of his meals at the weekly Rotary meetings. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

MOTION was made by Glenn Morris, and SECONDED by Dan Agee, to approve a new District Organizational Chart, in which the title of Manager would be changed to General Manager and the title of Administrative Assistant would be changed to Environmental Services and Enforcement Supervisor. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the organizational chart is attached hereto and made a part hereof.

General Manager David Weidman reported on matters concerning Senate Bill 2.

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.

Eldon Wold, President

Glenn Morris, Director

Billy Jordan, Secretary

Dan Agee, Director