

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: FEBRUARY 11, 2002

THE STATE OF TEXAS

FRANKLIN COUNTY WATER DISTRICT

COUNTY OF FRANKLIN

On this the 11th day of February 2002, 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 JORDAN	SECRETARY
DON MORRIS	DIRECTOR
DAN AGEE	DIRECTOR

and with the following members absent: NONE.

Also present were Bryan Adair, Pat Wright, Dave Reinhartsen, Pam Swanner, David Weidman, Shirley Maples and Sheila Donica.

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 Eldon Wold.

MOTION was made by Don 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. Income/Expense Comparison January 2001 / 2002.
4. Termination of Lease for:
 - A. Federal Home Loan Mortgage Corp., KC 172-36-4.

A copy of the bills, Income/Expense Comparison and Affidavit of Termination are attached hereto and made a part hereof.

Pam Swanner, representing the lessee of Lots 97 and 98-1 of Snug Harbor, advised the Board that her clients would pay a bonus payment of \$500.00 for the .051 acre tract that is adjacent to their lots. General Manager David Weidman recommended to the Board that they attach a bonus payment of \$1000.00. MOTION was made by Glenn Morris, and SECONDED by Billy Jordan, to split the difference and make a counteroffer of \$750.00. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". Pam Swanner informed the Board that she was not authorized to accept the \$750.00 bonus payment terms, but that she would consult with her clients and get back with the District.

Bryan Adair, lessee of 20-35-4 of King's Country, addressed the Board regarding the District's policy on violations and fines and how they are enforced. No action was taken.

MOTION was made by Don Morris, and SECONDED by Dan Agee, to allow David Weidman to advertise for bids for the sale of General Fixed Assets that are no longer used and to process the sale thereof with minimum bids as set forth. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". The General Fixed Assets for sale are as follows: 1) 1995 Chevrolet Lumina, minimum bid of \$1200.00; and 2) 6' Rhino shredder, minimum bid of \$800.00.

MOTION was made by Billy Jordan, and SECONDED by Don Morris, to adopt a policy on Racial Profiling to be made effective retroactive to January 1, 2002. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the Racial Profiling Policy is attached hereto and made a part hereof.

MOTION was made by Glenn Morris, and SECONDED by Dan Agee, to change the Board's regular meeting time to the second Tuesday of each month at 5:00 p.m., effective after the March meeting. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". The March meeting is scheduled to be held Tuesday, March 19 at 5:00 p.m.

The Manager reported on the following items:

1. Outcome of Court Ordered Settlement Conference.
2. Update on Dam Grant Proposal.

There being no further business, the meeting was adjourned.

MINUTES approved this the 19th day of March 2002.

Eldon Wold, President

Glenn Morris, Vice President

Billy Jordan, Secretary

Don Morris, Director

Dan Agee, Director