

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: MAY 14, 2002

THE STATE OF TEXAS

FRANKLIN COUNTY WATER DISTRICT

COUNTY OF FRANKLIN

On this the 14th day of May 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 David Weidman 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 Dan Agee.

MOTION was made by Glenn Morris, and SECONDED by Don Morris, 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 April 2001 / 2002.
4. Second Amendment to Lease Agreement for Kenneth and Maryann Schreiner, Adding .051 Acre Tract to Lots 97 and 98, Phase I, Snug Harbor.

A copy of the bills, Income/Expense Comparison, and Second Amendment to Lease Agreement are attached hereto and made a part hereof.

MOTION was made by Don Morris, and SECONDED by Dan Agee, to authorize General Manager David Weidman to open negotiations with the District's wholesale water customers on the wholesale water contracts. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

MOTION was made by Dan Agee, and SECONDED by Billy Jordan, to appoint the General Manager to represent the District on the Sulphur River Basin Authority Joint Committee for Project Development. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

MOTION was made by Don Morris, and SECONDED by Billy Jordan, to change the District's policy on the re-issuance of terminated lots, allowing the District to enter into a new lease agreement instead of reissuing the old lease agreement. 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 change the entry level salary for Lake Patrol Officers from \$7.50 per hour to \$10.00 per hour. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

The General Manager gave a report on the dirt work that was completed at the Mary King Park location.

There being no further business, the meeting was adjourned.

MINUTES approved this the 11th day of June 2002.

Eldon Wold, President

Glenn Morris, Vice President

Billy Jordan, Secretary

Don Morris, Director

Dan Agee, Director