

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: NOVEMBER 12, 2002

THE STATE OF TEXAS

FRANKLIN COUNTY WATER DISTRICT

COUNTY OF FRANKLIN

On this the 12th day of November 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:

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| 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 Mark Priestner, Sam Young, Terri Cruit, Jerry Hubbell, Jack Jordan, Gary Rhoades, 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 Don 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. Income / Expense Comparison October 2001 / 2002.
4. Extension of Lease for Robert J. Hughes and Peggy Hess Hughes, Lot 9, Club Lake Estates.
5. Execution of New Leases for:
 - A. Ed Sine and Floyd T. Sine, Lot 15, Block 18, Section 3, Tall Tree.
 - B. Brenda Akins, Lot 14, Section 2, Pelican Bay.
6. Termination of Lease for:
 - A. Virgil Wayne Blalock, Lot 57, Phase I, Snug Harbor.
 - B. Phyllis Brunetti Blalock, Lot 58, Phase I, Snug Harbor.

A copy of the bills, Income / Expense Comparison, Extension of Lease, New Lease Agreements and Affidavits of Terminations are attached hereto and made a part hereof.

Mark Priestner of MHS Planning and Design gave a presentation of the District's portion of Parks Master Plan. Following the presentation, MOTION was made by Dan Agee, and SECONDED by Don Morris, to adopt the Resolution for the Parks, Recreation and Open Space Master Plan for Franklin County / Mount Vernon. 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 and Master Plan is attached hereto and made a part hereof.

The Board discussed the report submitted by the committee concerning the County's proposals on the restructuring and financing of the Lake Patrol. MOTION was made by Billy Jordan to table the matter until after the first of the year. After further discussion, the motion was withdrawn. The Board then instructed the committee to make a counteroffer to the County.

MOTION was made by Dan Agee, and SECONDED by Glenn Morris, to approve the replat of Lot 359B, Pine Valley. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the replat is attached hereto and made a part hereof.

MOTION was made by Billy Jordan, and SECONDED by Don Morris, to approve the replat of Lots 31-39, Phase 1, Panther Creek Pass. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the replat is attached hereto and made a part hereof.

MOTION was made by Billy Jordan, and SECONDED by Glenn Morris, to set the same rate for the employee Christmas bonuses as last year. 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 Dan Agee, to authorize the President and Secretary to execute the Water Purchase Contracts with the City of Mount Vernon, City of Winnsboro and M & W Recreation. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". Copies of the Water Purchase Contracts are attached hereto and made a part hereof.

MOTION was made by Don Morris, and SECONDED by Dan Agee, to table the execution of an agricultural lease with Guthrie Farms, Inc. in order to have a ninety (90) day escape clause added. 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 Glenn Morris, to set Enforcement Officer salary range between \$8.00 and \$10.00 per hour, to be determined at the Manager's discretion. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

The Manager gave a report on the following:

- A. Demonstration of District's Revised Web Site; and
- B. Power Point Presentation of Northshore Erosion Repairs.

At this time, the Board convened in Executive Session for the purpose of discussing the possible acquisition of Real Property adjacent to Mary King Park (6.225 acres) and adjacent to West End (36.41 acres or part thereof). The Board reconvened in regular session at 7:16 at which time the following action was taken.

MOTION was made by Billy Jordan, and SECONDED by Dan Agee, to make an offer of \$1200.00 per acre on the parcel of land adjacent to Mary King Park. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

No action was taken on the land adjacent to West End. Further inquiries will be made and the item will be placed on the December agenda for further discussion.

There being no further business, the meeting was adjourned.

MINUTES approved this the 10th day of December 2002.

Eldon Wold, President
Glenn Morris, Vice President
Billy Jordan, Secretary
Don Morris, Director
Dan Agee, Director