

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: OCTOBER 8, 2002

THE STATE OF TEXAS

FRANKLIN COUNTY WATER DISTRICT

COUNTY OF FRANKLIN

On this the 8th day of October 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
BILLY JORDAN	SECRETARY
DON MORRIS	DIRECTOR
DAN AGEE	DIRECTOR

and with the following members absent: GLENN MORRIS.

Also present were Brenda Akins, Mr. Akins, 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 Don Morris.

MOTION was made by Billy Jordan, 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 September 2001 / 2002.
4. Quarterly Investment Report.
5. ~~Ratify Action Taken On Termination of Leases for:
A. Michael J. May, 28-3, Panther Creek Pass.~~

A copy of the bills, Income/Expense Comparison, and Quarterly Investment Report are attached hereto and made a part hereof.

Brian Jones had requested to be put on the agenda to address the Board regarding an OnSite Sewage Facility (OSSF) Brian Jones had requested to addressed the Board concerning an On Site Sewage Facility (OSSF) dispute with his neighbor. Mr. Jones did not attend the meeting, so no action was taken.

Brenda Akins addressed the Board requesting a prior termination of her lot to be rescinded. The Board declined Mrs. Akins request. Mrs. Akins then requested that a new lease agreement be drawn up for her to execute.

MOTION was made by Billy Jordan, and SECONDED by Don Morris, to approve the 2003 Budget proposal as presented by the Manager. 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 is attached hereto and made a part hereof.

MOTION was made by Don Morris, and SECONDED by Dan Agee, to engage Brent Doll with Fox, Byrd & Golden, P.C. to perform the District's audit for 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 engagement letter is attached hereto and made a part hereof.

MOTION was made by Billy Jordan, and SECONDED by Dan Agee, to approve the deplat of Lots 35-39 and 40-41, Block 37, Section 4 of King's Country. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the deplat 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 L78 and L79, Section 2 of King's Country. 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 Dan Agee, and SECONDED by Don Morris, to amend the Rules and Regulations, Article XVII, Section 1 as presented. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the amended rule is attached hereto and made a part hereof.

The Board discussed the possibility of property adjacent to Mary King Park becoming available for sale. The matter was tabled until more information was available. No action was taken.

At this time, the Board convened in Executive Session for the purpose of discussing personnel matters and the General Manager's evaluation. The Board reconvened in regular session and no action was taken.

The Manager gave a report on the meeting with the County regarding the Lake Patrol issue.

There being no further business, the meeting was adjourned.

MINUTES approved this the 12th day of November 2002.

Eldon Wold, President

ABSENT
Glenn Morris, Vice President

Billy Jordan, Secretary

Don Morris, Director

Dan Agee, Director