

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: JULY 8, 2003

THE STATE OF TEXAS

FRANKLIN COUNTY WATER DISTRICT

COUNTY OF FRANKLIN

On this the 8th day of July 2003, 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:

BILLY JORDAN	PRESIDENT
GLENN MORRIS	VICE PRESIDENT
DAN AGEE	SECRETARY
CAROL LARSEN	DIRECTOR
JUDY SPAHT	DIRECTOR

and with the following members absent: NONE.

Also present were Willie Bane, Richard Larsen, David Spaht, Alice Kirkelie, Trish Kuhl, Bill Kent, Moody Snider, Gay Snider, 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 Glenn Morris.

MOTION was made by Carol Larsen, and SECONDED by Judy Spaht, 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 June 2002 / 2003.
4. Investment Report.
5. Corrected Lease Agreement for Tommy G. Akins, 14-2, Pelican Bay.
6. Replat and Amendment to Lease Agreement for:
 - A. Michael A. and Charmaine M. Trpkosh, Lot 11R, Boiler Cove;
 - B. Michael A. and Charmaine M. Trpkosh, Lot 12R, Boiler Cove;
 - C. Richard K. and Terre Stoneburner, Lot 13R, Boiler Cove;
 - D. Naus, LTD., Lot 14R, Boiler Cove;
 - E. Gary and Laurie Tipton, Lot 330R, Pine Valley;
 - F. John D. Hubbard Revocable Trust, Lots 57-66, Phase II, Eagle Point; and
 - G. John D. Hubbard Revocable Trust, Lots 1-4, Phase VI, Eagle Point.

A copy of the bills, Income / Expense Comparison, Investment Report, Corrected Lease Agreement, Replats, and Amendment to Lease Agreements are attached hereto and made a part hereof.

At this time, Judy Spaht signed an affidavit to abstain from participating in any Board decision. MOTION was made by Dan Agee, and SECONDED by Glenn Morris, to execute the Tall Tree Marina Operating Agreement and Lease Amendment as presented. The President put the question and, after full discussion and deliberation thereon, the following members voted "AYE": Billy Jordan, Glenn Morris, Dan Agee and Carol Larsen. NONE voted "NO". Judy Spaht abstained from voting. A copy of the Operating Agreement, Lease Amendment and affidavit is attached hereto and made a part hereof.

MOTION was made by Carol Larsen, and SECONDED by Dan Agee, to adopt the Right to Cure and the Replatting Policies 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 Policies are attached hereto and made a part hereof.

MOTION was made by Dan Agee, and SECONDED by Carol Larsen, to authorize the Manager to replace the District's radio system, with a budgeted amount of up to \$15,000, and to amend the Budget to reflect such change. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

MOTION was made by Judy Spaht, and SECONDED by Carol Larsen, to authorize the Manager to seek bids on road repairs for Walleye Park. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

Four Corners Publishing had approached the District regarding locating a wireless internet antenna on the District's radio tower at the lake. No action was taken at this time.

Discussion was had on the District's accounting and bookkeeping program. No action was taken at this time.

MOTION was made by Carol Larsen, and SECONDED by Glenn Morris, to change the time of the District's regular Board meetings from 5:00 p.m. to 6:30 p.m. on the second Tuesday of the month effective at the August meeting. 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 matter concerning the District's office hours.

Discussion was had on relocating the District office to District property at the lake area. No action was taken at this time.

Alice Kirkelie, Admissions Attendant, addressed the Board regarding a request to allow her to camp for free, with the exception of major holidays, at which time she would be willing to pay for the camping. MOTION was made by Carol Larsen, and SECONDED by Judy Spaht, to approve the request for free camping at all times for the Admissions Attendant, not excluding the major holidays. After further discussion, Carol Larsen amended her motion to exclude the holiday weekends. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the request is attached hereto and made a part hereof.

MOTION was made by Carol Larsen, and SECONDED by Dan Agee, to approve the replat of Lot 4-1 of Eagle Point subject to a drainage plan being submitted and approved if a retaining wall permit is obtained. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". Copies of the replat and amendment to lease are attached hereto and made a part hereof.

The Manager reported on the following items:

- A. Habitat Restoration Program and Cost Sharing update;
- B. Legislative session update; and
- C. TWCA recommending that Sheila Donica be appointed to the Texas Library Commissions Committee on Public Records Retention.

There being no further business, the meeting was adjourned.

MINUTES approved this the 12th day of August 2003.

Billy Jordan, President

Glenn Morris, Vice President

Dan Agee, Secretary

Carol Larsen, Director

Judy Spaht, Director