

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: NOVEMBER 15, 2005

THE STATE OF TEXAS

FRANKLIN COUNTY WATER DISTRICT

COUNTY OF FRANKLIN

On this the 15th day of November 2005, 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
CAROL LARSEN	DIRECTOR
TIM PHILHOWER	DIRECTOR
BRUCE GATLIN	DIRECTOR

and with the following members absent: NONE.

Also present were J.R. Alphin, Willie Bane, Steve Brohard, Lillie Bush-Reves, Jan Cejka, Ken Cejka, Dave Chaffin, Paul Constantine, Max Higgs, Alice Kirkelie, Trish Kuhl, Richard Larsen, John Noel, Amanda Philhower, Brian Philhower, Linda Philhower, Linda Rich, Randy Rich, David Rouble, Bob Sehon, and David Weidman.

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 Billy Jordan.

MOTION was made by Tim Philhower, and SECONDED by Carol Larsen, to approve the Consent Agenda as presented. 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 October 18, 2005 Minutes
2. Approval and Ratification of Payment of Bills
3. Approval of Unpaid Bills
4. Investment Report
5. Termination of Leasehold for Chad Bell, Lot 172, Block 36, Section 4, Kings Country
6. Amended and Restated Lease Agreement for:
 - A. Paul J. Constantine and Joanna E. McLaren, Lot 197R, Phase 6, Northshore and Miscellaneous 0.48 Acre Tract Adjoining Lot 197R; and
 - B. Theodore C. Burgdorf, Lots 30 and 31, Phase 1, El dorado Beach

A copy of the Bills, Investment Report, Affidavit of Termination, and Amended and Restated Lease Agreements are attached hereto and made a part hereof.

MOTION was made by Carol Larsen, and SECONDED by Tim Philhower, to adopt the holiday calendar 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 calendar is attached hereto and made a part hereof.

David Rouble of DIRkin Properties approached the Board with a request to lease a .11 acre tract of land located between his fee property and the lake. After discussion by the Board, Mr. Rouble withdrew his request. No action was necessary.

At the October meeting, the Board conducted a workshop discussing the 2006 budget. They were given a revised budget proposal at this meeting. No action was taken at this time; however, the item will be placed on the December agenda for consideration and approval.

The Board discussed proposed changes to the permit fee schedule. No action was taken at this time. The item will be placed on the December agenda.

The Board discussed the special assessment for Ecosystem Restoration and Vegetation Control. No action was taken at this time. The item will be placed on the December agenda.

The Board discussed the Volumetric and Sedimentation Study. No action was necessary; however, the study will be included in the Budget proposal at the December meeting.

The Manager reported on the following items:

- A. 2005 TCEQ Dam Inspection Report
- B. Status of the grass carp permit

The following people addressed the Board during the public comment section:

- A. Willie Bane
- B. Paul Constantine
- C. Ken Cejka
- D. Max Higgs

There being no further business, the meeting was adjourned.

MINUTES approved this the 20th day of December 2005.

Billy Jordan, President

Glenn Morris, Vice President

Tim Philhower, Secretary

Carol Larsen, Director

Bruce Gatlin, Director