

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: JANUARY 19, 2010

THE STATE OF TEXAS
COUNTY OF FRANKLIN

FRANKLIN COUNTY WATER DISTRICT

On this the 19th day of January 2010, the Board of Directors of the Franklin County Water District convened in REGULAR SESSION at the District office located at 112 North Houston Street on the East side of the square in Mount Vernon, Texas, with the following members present:

TIM PHILHOWER	PRESIDENT
RODNEY NEWSOM	SECRETARY
DWAYNE BOLIN	DIRECTOR
GARY CUNNINGHAM	DIRECTOR

and with the following members absent: BILLY JORDAN.

Also present were Willie Bane, 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 Rodney Newsom.

MOTION was made by Rodney Newsom, and SECONDED by Dwayne Bolin, 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:

- A. Approval and Ratification of Minutes from the December 15, 2009 Regular Meeting
- B. Ratification of Paid Bills
- C. Investment Report
- D. Termination of Leasehold for:
 1. ~~Patrick and Siri Ahearne, Lot 13, Block 20, Section 3, Tall Tree;~~
 2. ~~Thomas Booker, Lot 42, Block 13, Section 3, Tall Tree;~~
 3. Todd and Belinda Box, Lot 99, Phase 1, Snug Harbor;
 4. Business Vacation Concepts, Lot 157, Block 13, Section 3, Tall Tree;
 5. Melody Guest, Lot 46, Phase 1, Eagle Point;
 6. James Lundy III, Lot 18, Block 20, Section 3, Tall Tree;
 7. Maria Masaki, Lot 3, Block 19, Section 3, Tall Tree;
 8. John and Locksley May, Lot 9, Block 4, Section 2, Tall Tree; and
 9. ~~Swannerland Homeowners, Lot 29WF (boat ramp lot), Swannerland.~~

Copies of the Bills, Investment Report, and Terminations are attached hereto and made a part hereof.

MOTION was made by Gary Cunningham, and SECONDED by Dwayne Bolin, to authorize the General Manager to cancel the February 2010 meeting if there are no items that need to be brought before the Board. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

MOTION was made by Dwayne Bolin, and SECONDED by Gary Cunningham, to amend the District's pay policy 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 Policy is attached hereto and made a part hereof.

MOTION was made by Gary Cunningham, and SECONDED by Rodney Newsom, to authorize the General Manager to execute a contract amendment on the Franklin County Dam Remediation Project for enhanced erosion control. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the amendment is attached hereto and made a part hereof.

The General Manager reported on the following items:

- A. Franklin County Dam remediation project
- B. Mary King Park construction project
- C. New patrol boat

There being no further business, the meeting was adjourned.

MINUTES approved this the 19th day of January 2010.

Tim Philhower, President

ABSENT

Billy Jordan, Vice President

Rodney Newsom, Secretary

Dwayne Bolin, Director

Gary Cunningham, Director