

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: MAY 15, 2012

THE STATE OF TEXAS

FRANKLIN COUNTY WATER DISTRICT

COUNTY OF FRANKLIN

On this the 15th day of May 2012, 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
BILLY JORDAN	VICE PRESIDENT
RODNEY NEWSOM	SECRETARY
DWAYNE BOLIN	DIRECTOR
GARY CUNNINGHAM	DIRECTOR

and with the following members absent: NONE.

Also present were J.R. Alphin, Willie Bane, Hal Gibson, Trish Kuhl, 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 Gary Cunningham, 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 April 17, 2012 Regular Meeting
- B. Ratification of Paid Bills
- C. Investment Report
- D. Ratification of New Lease Agreement for:
 - 1. Dana B. and Michelle U. Jones, Lot 137, Block 13, Section 3, Tall Tree; and
 - 2. James Lee and Candice Highsmith, Lot 4, The Oaks
- E. Ratification of Amendment to Lease Agreement (99-Year Extension) for Joseph E. France, Lot 15, Phase 1, Hickory Hills
- F. Ratification of Utility Easement Agreement for Tim and Jennifer Dove, Lot 2, Spring Bluff
- G. Ratification of Amended and Restated Lease Agreement for John C. and Rebecca L. Smith, Lots 38, 39 and 40, Unit 2, Pelican Bay

Copies of the Bills, Investment Report, New Lease Agreements, Amendment to Lease Agreement, Utility Easement Agreement and Amended and Restated Lease Agreement are attached hereto and made a part hereof.

The Board discussed amending Article 14 of the District rules and regulations and the fee schedule to include requiring a permit for the staining, water treatment application and / or painting of pier or boathouse structures. No action was taken.

The Board discussed the assessment of Administrative Penalties. No action was taken.

There being no further business, the meeting was adjourned.

Minutes approved this the 19th day of June 2012.

Tim Philhower, President

Billy Jordan, Vice President

Rodney Newsom, Secretary

Dwayne Bolin, Director

Gary Cunningham, Director