

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: NOVEMBER 20, 2012

THE STATE OF TEXAS
COUNTY OF FRANKLIN

FRANKLIN COUNTY WATER DISTRICT

On this the 20th day of November 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 Lillie Bush-Reves, Michael Redar, 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.

Gary Cunningham gave the invocation.

MOTION was made by Billy Jordan, and SECONDED by Rodney Newsom, to approve the Consent Agenda as amended. 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 October 16, 2012 Regular Meeting
- B. Ratification of Paid Bills
- C. Investment Report
- D. 99-Year Lease Extension for Richard Deitch II and Janese L. Deitch, Lot 11, Phase 2, Panther Creek Pass
- E. New Lease Agreement for:
 1. R. Allen and Lynn M. Angell, Lot 9, Deer Cove;
 2. Michael John and Kenda O. Lister, Lot 393, Pine Valley; and
 3. Greg and Tonia Margolis, Lot 90R, Block 36, Section 4, Kings Country
- F. Replat Amendment to Lease Agreement for LRO Realty and Restoration, Inc., Lots L6 and L7, Section 2, Kings Country
- G. Termination of Leasehold for:
 1. Anthony Vicardo, Lot 3, Phase 5, Eagle Point; and
 2. Robyn Gay Howard-Shriver and Mark Duane Shriver, Lot 26, Phase 2, The Oaks

Copies of the Bills, Investment Report, Lease Extension, New Lease Agreements, Replat Amendment and Terminations are attached hereto and made a part hereof.

MOTION was made by Dwayne Bolin, and SECONDED by Rodney Newsom, to approve the 2013 Budget 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 Budget is attached hereto and made a part hereof.

MOTION was made by Gary Cunningham, and SECONDED by Dwayne Bolin, to amend the 2012 Budget 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 Budget is attached hereto and made a part hereof.

MOTION was made by Billy Jordan, and SECONDED by Gary Cunningham, to retain Linebarger, Googan, Blair and Simpson for delinquent property tax collections. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the Agreement is attached hereto and made a part hereof.

MOTION was made by Dwayne Bolin, and SECONDED by Billy Jordan, to authorize the General Manager to proceed with the termination of the lease agreement with the Franklin County Historical Association on the West End Preserve Property. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

MOTION was made by Gary Cunningham, and SECONDED by Dwayne Bolin, to reschedule the February 2013 meeting from the 19th of February to the 12th of February. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

MOTION was made by Rodney Newsom, and SECONDED by Dwayne Bolin, to cancel the December 2012 meeting. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO".

The General Manager reported on the capital improvements and the District's holiday party.

There being no further business, the meeting was adjourned.

Minutes approved this the 15th day of January 2013.

Tim Philhower, President

Billy Jordan, Vice President

Rodney Newsom, Secretary

Dwayne Bolin, Director

Gary Cunningham, Director