

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: FEBRUARY 12, 2013

THE STATE OF TEXAS
COUNTY OF FRANKLIN

FRANKLIN COUNTY WATER DISTRICT

On this the 12th day of February 2013, 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 J.R. Alphin, 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.

Rodney Newsom gave the invocation.

MOTION was made by Dwayne Bolin, and SECONDED by Gary Cunningham, 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 January 15, 2013 Regular Meeting
- B. Ratification of Paid Bills
- C. Investment Report
- D. New Lease Agreement for Lisa Uhler Yancy, Lot 4, Section 2, Pine Haven Estates
- E. Amended and Restated Lease Lease Agreement for Todd and Belinda Box, Lots 99, 100 and 113, Phase 1, Snug Harbor

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

MOTION was made by Dwayne Bolin, and SECONDED by Rodney Newsom, to approve the Resolution calling an election on May 11, 2013 for the Board of Directors. The President put the question and, after full discussion and deliberation thereon, all members present voted "AYE". NONE voted "NO". A copy of the Resolution is attached hereto and made a part hereof.

MOTION was made by Gary Cunningham, and SECONDED by Dwayne Bolin, to authorize the General Manager to execute the new Inter-Local Agreement with Franklin County for 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 Inter-Local Agreement is attached hereto and made a part hereof.

The General Manager gave a slide show presentation on Giant Salvinia in the Cypress Basin, after which the Board discussed the impact it could have on Lake Cypress Springs.

The General Manager reported on the capital improvements.

There being no further business, the meeting was adjourned.

Minutes approved this the 19th day of March 2013.

Tim Philhower, President

ABSENT
Billy Jordan, Vice President

Rodney Newsom, Secretary

Dwayne Bolin, Director

Gary Cunningham, Director