

MINUTES OF THE MEETING OF
THE BOARD OF DIRECTORS OF THE
FRANKLIN COUNTY WATER DISTRICT
HELD: MARCH 17, 2015

THE STATE OF TEXAS
COUNTY OF FRANKLIN

FRANKLIN COUNTY WATER DISTRICT

On this the 17th day of March 2015, 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:

RODNEY NEWSOM	PRESIDENT
GARY CUNNINGHAM	VICE PRESIDENT
BILLY JORDAN	SECRETARY
DWAYNE BOLIN	DIRECTOR
TIM PHILHOWER	DIRECTOR

and with the following members absent: NONE.

Also present were J.R. Alphin, Willie Bane, Jenny Dennis, Don Jancosek, Kerry Johnson, Carolyn Teague, 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.

Billy Jordan gave the invocation.

MOTION was made by Gary Cunningham, and SECONDED by Billy Jordan, to approve the consent agenda as presented. Motion carried unanimously. The Consent Agenda was as follows:

- A. Approval and Ratification of Minutes from the February 10, 2015 Regular Meeting
- B. Ratification of Paid Bills
- C. Investment Report
- D. New Lease Agreement for:
 - 1. Stephen & Kimberly McDaniel, Lots 18 and 19, Block 4, Section 2, Tall Tree; and
 - 2. Matthew & Mary Thomson, Lot 437R, Pine Valley
- E. Replat Amendment for:
 - 1. John & Vicki Hollabaugh, Lot 37 and a portion of Lot 36, Phase 1, Eagle Point;
 - 2. Kevin & Cristi Ryan, Lots L162R, L163R, L164R, Section 2 and Lots 4A-R and 4B-R, Block 59, Section 4, Kings Country; and
 - 3. George Bernard Theilen III Generation Skipping Trust, Lot 48R, Block 13, Section 3, Tall Tree
- F. Amended and Restated Lease Agreement for:
 - 1. Claus Roehrborn, Lots 5 and 6B, Phase 1, Hickory Hills;
 - 2. Karl & Sheila Cole, Lots 70L, 71L and 72L, Section 2, Kings Country;
 - 3. Stephen & Kimberly McDaniel, Lot 17, Block 5 and Lots 18 and 19, Block 4, Section 2, Tall Tree; and
 - 4. Charles Clifton & Deborah Carol Higdon Taylor, Lots 1, 2 and 3, Block 40, Section 4, Kings Country

Copies of the Bills, Investment Report, New Leases, Replat Amendments and Amended and Restated Leases are attached.

MOTION was made by Billy Jordan, and SECONDED by Gary Cunningham, to approve the Certification of Unopposed Candidates as presented. Motion carried unanimously. A copy of the Certification is attached.

MOTION was made by Tim Philhower, and SECONDED by Dwayne Bolin, to approve the Resolution and Order canceling the uncontested election for Directors Place 3, Place 4 and At-Large as presented. Motion carried unanimously. Copies of the Resolution and Order are attached.

Kerry Johnson of Fox, Byrd & Company presented the 2014 Financial Statements and Independent Auditor's Report to the Board. MOTION was made by Tim Philhower, and SECONDED by Dwayne Bolin, to approve the 2014 Auditor's Report as presented. Motion carried unanimously. A copy of the Audit Report is attached.

MOTION was made by Dwayne Bolin, and SECONDED by Gary Cunningham, to amend the Defined Terms, Article 16 and Article 19 of the District's Rules and Regulations as presented. Motion carried unanimously. A copy of the amendments is attached.

The Board discussed the following items:

1. Assisting the City of Mount Vernon with relocation of power poles on the East side of the square
2. Restoration of main office facade to be consistent with the historical aesthetics of the downtown square

The General Manager reported on the status of the new RV pad construction in Walleye Park.

There being no further business, the meeting was adjourned.

Minutes approved this the 21st day of April 2015.

Rodney Newsom, President

Gary Cunningham, Vice President

Billy Jordan, Secretary

Dwayne Bolin, Director

Tim Philhower, Director