

MINUTES OF THE MEETING OF  
THE BOARD OF DIRECTORS OF THE  
FRANKLIN COUNTY WATER DISTRICT  
HELD: MARCH 20, 2018

THE STATE OF TEXAS  
COUNTY OF FRANKLIN

FRANKLIN COUNTY WATER DISTRICT

On this the 20th day of March 2018, 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:

GARY CUNNINGHAM	PRESIDENT
BILLY JORDAN	VICE PRESIDENT
RODNEY NEWSOM	SECRETARY
JENNY DENNIS	DIRECTOR
CARMEN SPARKS	DIRECTOR

and with the following members absent: NONE.

Also present were J.R. Alphin, Lillie Bush-Reves, Ed Claypool, Cheri Donnell, Lyndon Donnell, Jacob Guthrie, Don (Joe) Jancosek, Bob Jewett, Rae Jewett, Mitch Perry, Freeman Sawyers, Rob Sparks, Everett Walter, 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.

A moment of silence was recognized.

No one spoke during the Public Comment session.

MOTION was made by Rodney Newsom, 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 20, 2018 Regular Meeting
- B. Approval of Paid Bills
- C. Ratification of New Lease Agreement for:
  1. David Robert and Kimberly K. Earhart, Lot 168, Block 13, Section 3, Tall Tree Subdivision;  
and
  2. Doug and JoLane Wright, Lot 22R, Phase 1, Snug Harbor Estates
- D. Ratification of Amendment to Lease Agreement (Re-plat) for Claus Roehrborn, Lots 5 and 6B, Hickory Hills Subdivision

Copies of the Bills, New Lease Agreements, and Re-plat Amendment are attached.

Mitch Perry, auditor with Fox, Byrd & Company, P.C., presented the 2017 Financial Statements and Independent Auditor's Report to the Board. MOTION was made by Carmen Sparks, and SECONDED by Billy Jordan, to approve the 2017 Audit as presented. Motion carried unanimously. A copy of the 2017 Audit is attached.

Bob Jewett addressed the Board with a request to delay action on the Preliminary Engineering Report (PER) on the emergency spillway. The General Manager then gave a PowerPoint presentation and presented his recommendation to the Board. MOTION was made by Rodney Newsom, and SECONDED by Carmen Sparks, to accept the General Manager's recommendation as presented. The following members voted AYE: Rodney Newsom, Carmen Sparks, Billy Jordan and Gary Cunningham. The following member voted NO: Jenny Dennis. The motion carried by majority. A copy of the General Manager's recommendation is attached.

MOTION was made by Billy Jordan, and SECONDED by Rodney Newsom, to accept the request by Freeman and Susan Sawyer to lease a .761 acre tract (Island) adjacent to their lot in South Park as presented. Motion carried unanimously. A copy of the request is attached.

The General Manager gave a PowerPoint presentation to the Board on preemptive lake level drawdowns and use of the low flow release outlet during high water events.

The Board convened in Executive Session at 7:24 to consult with their attorney regarding litigation with Freese & Nichols, Inc. and Earth Builders, L.P. regarding the dam remediation issue. No action was taken.

There being no further business, the meeting was adjourned.

Minutes approved this the 17th day of April 2018.

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Gary Cunningham, President

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Billy Jordan, Vice President

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Rodney Newsom, Secretary

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Jenny Dennis, Director

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Carmen Sparks, Director