

Fort Worth, Texas.

December 1st. 1924.

At a special meeting of the Board of Directors of Tarrant County Water Improvement District No. 1 with the following members of the Board present; W. G. Turner, W. E. Austin, W. C. Weeks, H. M. Hightower and W. E. Bideker, said meeting being held in Fort Worth, Texas, the following proceedings were had, to-wit:

The object of this meeting was to negotiate further with J. L. Arlitt of Austin Texas relative to the sale of \$75,000.00 of short term notes, said J. L. Arlitt being represented by his Attorney Judge Johnson and C. W. Arlitt both of Austin, Texas. During the negotiations with said C. W. Arlitt and Judge Johnson, Mr. W. G. Turner, president of this Board asked Judge Johnson the following Question: " Are you satisfied that the law has been fully complied with" meaning the law relative to the form of the notes, coupons, and the order relative to same that had been prepared by said Judge Johnson, to which said Judge Johnson replied that he was.

Before further negotiations were had, W. G. Turner raised the question as to whether it would cost Tarrant County Water Improvement District No. 1 any exchange on delivering the proceeds of said sale to the F. and M. Bank at Fort Worth, Texas, should said sale be made in New York or elsewhere, whereupon said F. and M. National Bank of Fort Worth, Texas, informed Mr. Turner that it would clear free of charge to this District on the following Cities, to-wit; New York, Chicago and St. Louis.

Pursuant to negotiating the sale of said notes with said J. L. Arlitt the following order which was passed upon motion of W. E. Austin, which was seconded by H. M. Hightower and unanimously carried:

Order Accepting proposal for Purchase of \$75,000.00 of Notes of Tarrant County Water Improvement District No. 1.

Whereas, Heretofore, to-wit: on the 18th day of November, 1924  
J. L. Arlitt, of Austin, Texas submitted a proposal in writing for the  
purchase of \$75,000.00 of notes of Tarrant County Water Improvement District  
No. 1, said proposal being in words and figures as follows:

"To the Board of Directors, Tarrant County, Fort Worth, Texas,  
Tarrant County, Water Improve- November 18th,  
ment District No. 1, 1924.  
Fort Worth, Texas.

Gentlemen:-

We will purchase \$75,000.00 NOTES OF TARRANT COUNTY  
WATER IMPROVEMENT DISTRICT NO. ONE, bearing 5% interest with  
both principal and semi-annual interest payable at some des-  
ignated Bank in New York or Fort Worth, at the option of the  
holder, and due \$15,000.00 in one year, \$20,000.00 in two years  
and \$40,000.00 in three years from date of issue at a price of  
par and accrued interest; except that should the district  
issue and sell bonds before any or all of these notes shall  
have been paid off, then, in that event all unpaid notes  
together with interest accrued thereon, shall be paid off out  
of the proceeds of the bonds, all in accordance with the  
provisions of the statutes. The denomination of the notes is  
to be at our option.

The directors of the district agree to adopt and  
furnish us with all records, certificates and instruments  
required in the judgment of our attorneys, to establish the  
legality and regularity of the creation of the District and  
in the issuance and sale of these notes, and we agree to  
take up and pay for said notes as soon as they are ready  
for delivery and their legality approved by our attorneys.  
Since we have been able to secure in advance, an agreement  
with Nationally reputable Bond attorneys to approve these  
notes based on proceedings heretofore furnished and to be  
furnished to their satisfaction by our office, we feel that  
we have the matter well advanced and can assure you of a  
speedy consummation of the transaction. We will furnish  
these proceedings at our expense.

We will also furnish printed notes and delivery  
certificates free of cost to the District. The District  
agrees to make delivery of the notes to such Bank or Banks  
as we may specify. This proposal is for acceptance within  
a reasonable time, and we agree to complete this agreement  
within forty-five (45) days after its formal acceptance by  
the Board of Directors.

Respectfully submitted, J. L. Arlitt  
By C. W. Arlitt."

A N D W H E R E A S , the Board of Directors of said District deems it to the best interest of said District to accept said proposal;

T H E R E F O R E , IT IS HEREBY ORDERED BY THE BOARD OF DIRECTORS OF TARRANT COUNTY WATER IMPROVEMENT DISTRICT NO.1, that the proposal of said J. L. Arlitt as above set out, be and the same is hereby accepted, and the said notes are hereby awarded to said J. L. Arlitt upon his said proposal, and when said notes are executed and ready for delivery, they shall be delivered to said J. L. Arlitt in accordance with the terms of his said proposal, and upon his compliance therewith, provided that said notes shall be delivered to said J. L. Arlitt and paid for by him at some Bank in New York, N. Y St. Louis Mo. or Chicago Ill.