

MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS OF
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE
HELD IN THE DISTRICT OFFICE IN FORT WORTH, TEXAS ON THE
23rd DAY OF FEBRUARY, 1951, AT 10:30 A. M.

The call of the roll disclosed the presence or absence of Directors
as follows:

PRESENT

Joe B. Hogsett
Houston Hill
Dan H. Priest

ABSENT

Gaylord J. Stone (Out of City)
W. L. Pier (Out of City)

Also present were Sidney L. Samuels, General Counsel, Mr. Marvin C. Nichols,
Consulting Engineer of the District, and Mr. C. L. McNair, General Manager
of the District.

Mr. Hogsett acted in his capacity as President, and Director Priest
acted in his capacity as Secretary, whereupon proceedings were had and done
as follows:

1.

Minutes of meetings held on February 5, 1951, at 1:30 P.M. and February
6, 1951, at 11:00 A.M. were read, approved, signed and ordered placed on
record.

2.

Attached to these minutes as Exhibit "A" is a statement of the finan-
cial condition of this District to which reference is made. Exhibit "A"
shows that interim voucher-checks #1808 to #1827, inclusive, for the total
sum \$3,912.22 had been issued since the last meeting; also proposed voucher-
checks #1828 to #1851, inclusive, for the total sum \$9,976.27. There was
full consideration of the proposed voucher-checks and the data to support
same, whereupon Director Hill moved, seconded by Director Priest, that the
issued voucher-checks above listed be confirmed, and that the accounts pay-
able be approved as covered by the proposed voucher-checks and that such
checks be issued and delivered to the respective persons entitled to
receive them. It was so ordered, subject to the usual audit.

3.

Mr. McNair then presented certain proposals for lease of District's lands for the year 1951, which he recommended for approval, as follows:

<u>PROPOSAL OF</u>	<u>APPROX. ACRES</u>	<u>TOTAL CONSIDERATION</u>
Dr. James V. Anderson	192.40	\$ 150.00
L. L.Scott	1.00	200.00
O. L.White	.46	45.82
K.W. Withrow	.46	50.00
L. C. Yates	5.50	450.00

Upon consideration of each of the above lease proposals, Director Hill moved, seconded by Director Priest, that the said lease proposals be approved and closed in the usual manner, subject to the payment of the agreed rentals and execution of written contracts in the form required by the District. It was so ordered.

Mr. McNair further stated to the Board that oral request had been made to him by Wm. R.Francis, Frank Randle and Paul B. Moon, lessees of Lakeshore lots in the Corbett Tract No. 324, Subdivision, for a longer term lease to start at the expiration of their present five-year option, which ends December 31, 1951. It was the opinion of the Board that since the lessees of this property had spent a considerable amount of money on improvements, and that it was their desire to further improve the property, a lease for a period of time sufficient to reasonably protect the investment should be given.

Following this report by the General Manager, it was moved by Director Hill, seconded by Director Priest, that the present lessees of lots in the Corbett Tract #324 and the Dunaway Tract #332, a subdivision, have the privilege of renewing their leases for a further period of five years, beginning January 1, 1952, at the same annual rental as paid for the year 1951, and with the option to renew for another five-year period beginning January 1, 1957, at an annual rental

to be determined by the Board, which may be greater than heretofore paid but shall not be more than \$100.00 ^{each} per year. Said amount, when determined by the Board, is to be paid annually in advance. The motion was unanimously carried, all the Directors present voting "aye" thereon.

4.

Next was called to the attention of the Board the pendency before the Legislature now in session in Austin of Senate Bill 197, introduced by Senator Keith Kelly of Tarrant County, in which it is sought to increase the payment of fees and costs in the collection of taxes of all water control and improvement districts in the State of Texas. The Bill so introduced is an Act amending Article 3937 of the Revised Civil Statutes of Texas of 1925, and Art. 3939 of such Revised Civil Statutes, and is in substance a repetition of Senate Bill No. 211, ch. 448, of the Acts of the 51st Legislature Regular Session, except that in the form of the Bill now pending, water control and improvement districts are included within its provisions. The Act of the 51st Legislature to which reference is made was passed by the Senate April 21, 1949, passed by the House June 9, 1949, approved June 19, 1949, and became effective on that date. The Act of the 51st Legislature which became effective June 19, 1949, was held by the Attorney General of the State of Texas as such Act then stood, to have no application to water control and improvement districts, which were deemed to be subdivisions of the State of Texas and not of the County.

Sidney L. Samuels, Counsel for the District, read a communication from Senator Keith Kelly, dated February 15, 1951, in which the Senator stated that no action will be taken of the Bill lately introduced until this Board has had opportunity to state its objections in an

attempt to work out an adjustment thereof with the Auditor of Tarrant County. The letter with a copy of Senate Bill No. 197 is attached to these minutes and made a part hereof. Inasmuch as only three directors were present, it was resolved by the Board that the matter of a conference with the Auditor of Tarrant County be postponed until all the members of the Board be present and participate in such conference.

It was also resolved unanimously by the Board that the voucher-check #1846 payable to the order of Elbert Reed Stewart, Tax Assessor & Collector for \$1800.00, be transmitted to the said Elbert Reed Stewart, Tax Assessor and Collector, said amount being for payment due February 15, 1951, on the contract for the assessing and collection of such taxes on the contract heretofore made and prepared for the years 1951 and 1952.

5.

The next subject for consideration was that of the sale of the bonds of the District amounting in the aggregate to the par value of \$7,000,000.00 in Chicago, Illinois, and the delivery of the same to the purchasers thereof and the conversion of the proceeds of such sale or such part thereof as was deemed proper into U. S. Treasury Bills, and the transmission of such securities to the Fort Worth National Bank of Fort Worth, Texas, as the custodian thereof.

Mr. Hogsett and Mr. Priest made report to the Board that they arrived in Chicago over the Santa Fe Lines on the morning of February 8th, and that the bonds, 7000 in number, each in the denomination of \$1000.00, were executed in Chicago on behalf of the District by Mr. Joe B. Hogsett, in his capacity as President thereof and attested by Mr. Dan H. Priest as Secretary of the Board; that delivery of said

bonds was made to the Harris Trust and Savings Bank as the authorized representative of the group of purchasers, for the par value amounting to \$7,000,000.00 plus accrued interest of \$19,963.50, and the additional premium of \$2,273.76, which added to the par value of the bonds made a grand total of \$7,022,237.26. In exchange for the bonds so delivered to said Harris Trust and Savings Bank, and concurrently therewith, the said Harris Trust and Savings Bank executed its two Cashier's checks payable to the order of the District, one No. B345940 in the amount of \$22,237.26, representing the accrued interest above mentioned and the premium hereinabove specified; and one cashier's check No. B345930 in the amount of \$7,000,000.00 representing the par value of the 7000 bonds in the denomination of \$1000.00 each. Following the delivery of these two checks, pursuant to authorization invested in them, the said Joe B. Hogsett and the said Dan H. Priest, said Cashier's check No. B345930 for \$7,000,000.00 was endorsed and delivered by the said Joe B. Hogsett and the said Dan H. Priest, as Secretary, to said Harris Trust and Savings Bank with the stipulation in such endorsement that the proceeds of such Cashier's check be used and utilized in the purchase of U. S. Treasury Bills for the District. Such bills were so purchased by the Harris Trust and Savings Bank at a discount, so that the moneys expended from the proceeds of such check for the U. S. Treasury Bills amounted to \$6,976,862.21, and the difference between the money so expended in such purchase and the amount of said check No. B345930, above mentioned, amounted to \$23,137.79, which was embodied in a further Cashier's check of the Harris Trust and Savings Bank, No. B346008 payable to the order of the district in the amount of \$23,137.79, which, when added to the amount paid for the U. S. Treasury Bills by the Harris Trust and Savings

Bank made up the sum total of \$7,000,000.00. The statement in the transaction showing the details thereof is hereto attached in folio and made a part of the minutes of this meeting.

It was further reported by Mr. Hogsett, President, that in the event the Treasury Bills had been shipped, as at first contemplated, to the Fort Worth National Bank of Fort Worth, as the Custodian thereof, such shipment would have cost the District at least \$700.00 for transporting the same, and, therefore, to save such cost to the District the said Harris Trust and Savings Bank transmitted such U. S. Treasury Bills to the Federal Reserve Bank of Dallas, Texas, to hold such securities to the credit and for the account of Tarrant County Water Control and Improvement District Number One, and that said Federal Reserve Bank at Dallas is to execute its receipt to the Fort Worth National Bank of Fort Worth, Texas, and the said Fort Worth National Bank is then to assign such receipt to Tarrant County Water Control and Improvement District Number One, so that said U.S. Treasury Bills shall be held to the credit and to the account of Tarrant County Water Control and Improvement District Number One, and not to be sold, transferred or in any manner removed from custody of said Federal Reserve Bank except by resolution duly passed by the Board of Directors of Tarrant County Water Control and Improvement District Number One.

At the conclusion of this report it was moved by Director Hill, seconded by Director Priest, that the action of the President and Secretary in conducting the transaction in the City of Chicago, in delivering said Bonds and in receiving the proceeds thereof, principal, interest and premium and in investing part of such proceeds in U. S. Treasury Bills as shown in the statement attached to the within minutes,

and in authorizing and permitting the U. S. Treasury Bills so purchased to be transmitted to the Federal Reserve Bank at Dallas without cost to the District, and in saving the District the expense thereof, and all matters of said transaction, be and the same are hereby in all things ratified, approved and confirmed, all the Directors present voting "aye" thereon. Said motion thus was adopted.

6.

Following the proceedings of the meeting last hereinabove set out, and as a part of the action of the President and Secretary of the Board in the sale of the Bonds in the City of Chicago, the attention of the meeting was drawn to a communication dated February 19, 1951, by the Federal Reserve Bank of Dallas, acting through Mr. L. G. Pondrom, Vice President and Cashier, with respect to the custody of the United States Treasury Bills which had been purchased in Chicago for the benefit of the District through the Harris Trust and Savings Bank. The letter was sent addressed to Mr. R. W. Fender, Vice President of the Fort Worth National Bank, Fort Worth, Texas, concerning two resolutions that had been prepared by the Counsel of the Federal Reserve Bank of Dallas, that were required to be executed by this District--one representing an application of request from this District to the Federal Reserve Bank of Dallas to accept the securities above mentioned for safekeeping, and the other concerning the matter of the redemption of the securities at the maturity thereof, which maturity is due to occur on May 10, 1951. The letter to Mr. Fender from the Federal Reserve Bank of Dallas in which three copies of each one of the two resolutions were enclosed, required that the resolutions so prepared should be executed by the President of this Board and attested by the Secretary

thereof, and that such execution should be authorized by proper resolution of the District. The letter from the Federal Reserve Bank contained the following stipulations:

"When these documents are returned to us, we will mail to you for delivery to the water district authorities our formal acknowledgment covering the Treasury Bills."

Following this recitation, the letter proceeded to make the further statement:

"Regarding the reinvestment of the proceeds from the Treasury Bills, as you no doubt know, these bills will be redeemed at face value at maturity. The proceeds from the redemption however, may be reinvested in whole or in part in Treasury Bills that will very likely be offered on a bid basis at that time. Confirming my statement to you, should the water district authorities reinvest in Treasury Bills, they will be entitled to one free delivery on the Government securities that are purchased."

The aforesaid letter is attached in folio to these Minutes and made a part hereof.

After this letter had been read and considered, Director Hill, seconded by Director Priest, moved the adoption of the following resolution:

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF TARRANT
COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE:


That, pursuant to the letter of February 19, 1951, from Federal Reserve Bank of Dallas, signed and executed by Mr. L. G. Pondrom, Vice President and Cashier thereof, addressed to Mr. R. W. Fender, Vice President, Fort Worth National Bank, Fort Worth, Texas, that the President, Mr. Joe B. Hogsett, and the Secretary, Mr. Dan H. Priest, be and they are hereby authorized, empowered and instructed for and on behalf of the District, and in its name, to execute two copies of each one of

the documents required by the said Federal Reserve Bank of Dallas, Texas, with the seal of the District impressed thereon, and that said documents be transmitted to the Federal Reserve Bank of Dallas, for the attention of Mr. L. G. Pondrom, Vice President and Cashier of said Federal Reserve Bank, save and except that paragraph five of the one document in which request was made by the District, that the Federal Reserve Bank of Dallas accept the securities to be held by it for account of the District, be deleted from the instrument and stricken therefrom in accordance with the directions of the said Mr. Pondrom, delivered and transmitted to the said Mr. R.W.Fender. The resolution having been submitted to the Board, each and all the Directors present, to-wit: Mr. Joe B. Hogsett, Mr. Houston Hill, and Mr. Dan H. Priest voted "aye" thereon and no director voted in the negative, and the President declared that the resolution had been unanimously adopted and should be spread on the minutes of the meeting.

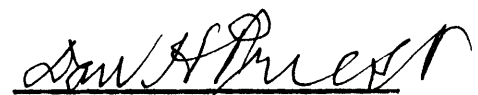
A copy of each one of the documents so ordered to be signed and transmitted to the said Federal Reserve Bank at Dallas is attached hereto in folio and made a part hereof as if specifically incorporated herein.

7.

There being no further business before the Board, the meeting adjourned.



President.



Secretary.

Exhibit "A" to Minutes of February 23, 1951, at 10:30 AM.

TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE

VOUCHER-CHECKS ISSUED JANUARY 20TH TO FEBRUARY 5, 1951, INCLUSIVE.
#1808 TO #1827, INCLUSIVE.

<u>NO.</u>	<u>I S S U E D</u>	<u>T O</u>	<u>C O V E R I N G</u>	<u>AMOUNT</u>
1808	Dalworth Soil Conservation Dist.		(500 lbs. Bluestem mixed) (grass seed to be used in) (planting on Tom Parrish) (Tract No. 329.) \$	50.00
1809	Sidney L. Samuels		(Legal Services as General) (Attorney, January, 1951.)	500.00
1810	C. L. McNair		(Salary, January, 1951 (..... \$750.00) (Less: Withholding Tax <u>83.20</u>)	666.80
1811	E. B. Cheatham		(Salary, January, 1951 \$450.00) (Less: Withholding Tax <u>51.00</u>)	399.00
1812	Myrtle Hartmeister		(Salary, January, 1951 \$225.00) (Less: Withholding Tax <u>30.70</u>)	194.30
1813	B.W. Bintliff		(Salary, January, 1951 \$250.00) (Less: Withholding Tax <u>25.40</u>)	224.60
1814	Will Massingill		(Salary, January, 1951 \$200.00) (Less: Withholding Tax <u>None</u>)	200.00
1815	W. H. Hutcheson		(Salary, January, 1951 \$200.00) (Less: Withholding Tax <u>16.40</u>)	183.60
1816	Southwestern Bell Telephone Co.		(Phone service MA-3398 from) (1-16-51 to 2-16-51 \$17.00) (Tolls..... <u>1.15</u>)	18.15
1817	Texas Electric Service Company		(Electric Service to the) (Custodian's Res. EM \$8.75) (E.M. Range Lights <u>7.46</u>)	16.21
1818	Tri-County Electric Cooperative, Inc.		(Electric Service for E.M.) (Range Lights from 12-20-50) (to 1-20-51.)	8.98
1819	James E. Robinson		(Labor at E.M. Jan. 1951.) (..... \$216.00) (Less: Withholding Tax <u>None</u>)	216.00
1820	A. L. Perkins		(Labor at B.P. Jan. 1951) (..... \$141.00) (Less: Withholding Tax <u>None</u>)	141.00
1821	Joe B. Hogsett		Director's Fees, Jan. 1951	10.00
1822	Houston Hill		" " " 1951	10.00
1823	Dan H. Priest		" " " 1951	10.00
1824	W. L. Pier		" " " 1951	10.00
1825	Continental National Bank, Fort Worth, Texas.		Withholding Tax	206.70
1826	Gulf, Colorado & Santa Fe Ry. Co.		(Payment for 4 roomette re-) (servations and 4 roundtrip) (tickets, Fort Worth to) (Chicago and return, 2-8-51) (to 2-12-51 , for Joe B. Hog-) (sett, Dan H. Priest, Sidney) (L. Samuels, and E.B. Cheatham)) (Expense preparation and) (sale of bonds.)	346.88

Continued.

VOUCHER-CHECKS ISSUED JANUARY 20TH TO FEBRUARY 5, 1951, INCLUSIVE, Cont.
#1808 TO #1827, INCLUSIVE.

<u>No.</u>	<u>I S S U E D T O</u>	<u>C O V E R I N G</u>	<u>AMOUNT</u>
827	E. B. Cheatham, Office Mgr.	(Funds advanced to pay hotel and) (other expenses Feb. 8th to 12th) (1951, of Joe B. Hogsett, Dan H.) (Priest, Sidney L. Samuels and) (Ed B. Cheatham, trip from Ft.) (Worth to Chicago, Illinois and) (return. Expense in preparation) (and sale of bonds.)	\$ 500.00
TOTAL		\$3,912.22

DISTRIBUTION OF VOUCHER-CHECKS #1808 TO #1827, INCLUSIVE.

Directors	\$ 40.00
General Manager	750.00
Legal	500.00
Office	675.00
and Department	50.00
Expense preparation and sale of bonds	846.88

AGLE MOUNTAIN LAKE:

Custodian's Salary	\$250.00	
Assistant Custodian's Salary	200.00	
Phone Service	18.15	
Electric Service: (Custodian's Res. \$8.75 (E.M. Range Lights <u>16.44</u>)	25.19	
Labor	<u>216.00</u>	709.34

LAKE BRIDGEPORT:

Custodian's Salary	\$ 200.00	
Labor	<u>141.00</u>	<u>341.00</u>

TOTAL		\$ 3,912.22
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TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE
VOUCHER-CHECKS ISSUED FEBRUARY 23, 1951, #1828 TO #1851, INCLUSIVE.

<u>NO.</u>	<u>I S S U E D</u>	<u>T O</u>	<u>C O V E R I N G</u>	<u>AMOUNT</u>
1828	Danciger Building		Office Rent, February, 1951	\$ 260.00
1829	Southwestern Bell Telephone Company		(Phone Service: NO-6986, Assist- (ant Custodian Res. EM \$ 4.69) (Office: FO-0801 8.25) (Office: FO-2848 23.68)	36.62
1830	The Southwestern States Telephone Company		Phone Service, Bridgeport Dam	3.25
1831	VOID		VOID	VOID
1832	Fort Worth Typewriter Exchange		(Ribbon for Typewriter \$ 1.25) (One Box Carbon Paper 3.50)	4.75
1833	Johnnie Johnson Tire Company		(One 400-19 Tube for Tractor) (Eagle Mountain.)	2.08
1834	Frank Kent Motor Company		(Wash..... \$ 1.00) (Lube..... 1.00) (E. M. Ford Pickup)	2.00
1835	J. Edwin McKee, Postmaster		300 Three-Cent Postage Stamps	9.00
1836	Fort Worth Office Supply Co.		(3 doz. Invader Pencils \$ 1.80) (6 Erasers..... .90) (2 #6481 Ring Binders.. 6.60)	9.30
1837	Gary-Nees Lumber Company		(One Door lock for Custodian's) (Residence at Bridgeport.)	2.00
1838	Geo. W. Parker, Clerk United States District Court		(Payment for Five Certificates of (Search.)	2.50
1839	Trinity Lumber Company		(6 sacks Cement @ \$1.00 each.) (used at E.M. Curbing around) (and over old wells exposed) (on Tracts #342-311-320 & 346.)	6.00
1840	Rex H. Bird Motor Company		(1 Battery \$ 15.65) (Lubrication 1.00) (4 Plugs 3.20) (1 Set Points 1.40) (Labor 3.50) (B.P. Jeep Truck)	24.75
1841	Southwest Chevrolet Company		(Labor.....\$ 18.95) (Parts..... 6.33) (Accessories..... .75) (Oil..... 2.50) (District's Chevrolet) (Sedan.)	28.53
1842	Banner Garage & Service Station		(Oil, Gas and Parking District's) (Chevrolet Sedan for the month) (of January, 1951.)	45.42

Continued.

TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE. Cont.
VOUCHER-CHECKS ISSUED FEBRUARY 23, 1951, #1828 TO #1851, INCLUSIVE.

<u>NO.</u>	<u>I S S U E D</u>	<u>T O</u>	<u>C O V E R I N G</u>	<u>AMOUNT</u>
1843	C. Louis Bowles		(55 gal. Lion Natural Lube) (motor oil @ 84¢ per gallon.)	\$ 46.20
1844	Gowin Tractor Company		(Labor..... \$37.50) (Parts..... 58.97) (District's Ford Tractor E M)	96.47
1845	Mitchell, Gartner & Thompson		(Annual premium on Bonds of) (Directors of this District) (.....\$ 125.00) (Bonds of B. W. Bintliff) (and Will Massingill as) (Deputy Sheriffs of Tar-) (rant County, Texas. 20.00)	145.00
1846	Elbert Reed Stewart, Tax Assessor-Collector		(Payment due February 15, 1951) (for assessing and collecting) (taxes of this District as per) (signed agreement.)	1,800.00
1847	A.T. Holt Plumbing & Appli- Ances		(Plumbing at Assistant Custodian's Res. E. M. including) (bathroom fixtures complete) (and hot water heater install-) (ed. \$ 375.00) (30 gal. Security hot) (water heater install-) (ed in dwelling in) (house occupied by B.W.) (Bintliff, Custodian) (Eagle Mountain Lake 100.00) (Parts for water) (pump at Bridgeport,) (Custodian's Res. 8.40)	483.40
1848	Barnes Aerial Surveys		(1 set Aerial Photos of Trinity) (River thru Fort Worth \$ 265.00) (1 Aerial photo of E.M.) (Lake 20" x "24 35.00) (1 Aerial photo of B.P.) (Lake 20" X 24"..... 35.00)	335.00
1849	Glen Walker, Collett & Rigg		(Payment of Policy #MP67335,) (Central Surety Co. Public) (Liability covering \$100,000/ (200,000 limits bodily injury) (and \$10,000.00 for property) (damage. 1-23-51 to 1-23-52.)	461.50
1850	American Bank Note Company		(Furnishing 7000 Improvement) (Bonds, Series 1950, dated) (12-15-50 of this District.) (Bonds in denominations of) (\$1,000.00 each & a maximum) (of 60 coupons.) (printing.....\$2,375.00) (sealing:(District's) (seal and) (State's Seal 87.50) (sinograph machines,) (three signatures..... 210.00)	2,672.50

Continued.

TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE. Cont.

VOUCHER-CHECKS ISSUED FEBRUARY 23, 1951, #1828 TO #1851, INCLUSIVE.

<u>No.</u>	<u>I S S U E D</u>	<u>T O</u>	<u>C O V E R I N G</u>	<u>AMOUNT</u>
1851	Chapman and Cutler		(Legal Services re \$7,000,000.) (Improvement Bonds Series 1950) (of this District; approving) (opinion dated February 9,1951)	\$ 3,500.00
T O T A L				\$ 9,976.27

DISTRIBUTION OF VOUCHER-CHECKS #1828 TO #1851, INCL.

Directors	\$ 125.00
General Manager	73.95
Office	314.98
Insurance	461.50
Aerial Photos of Trinity River in Ft. Worth	335.00
Assessing and Collecting of Taxes	1,800.00
Preparing and sale of \$7,000,000.00 Bonds	6,175.00

EAGLE MOUNTAIN LAKE:

Phone Service to Assistant Custodian's Res.	\$ 4.69	
Parts & labor for Ford Tractor	98.55	
Labor on E. M. Ford Pickup	2.00	
Six Sacks Cement	6.00	
Bond of B.W.Bintliff and Will Massingill as Deputy Sheriffs	20.00	
Lubricating Oil	46.20	
Plumbing and bath room fixtures for Assistant Custodian's Residence	375.00	
Water heater installed in Custodian's Res.	<u>100.00</u>	652.44

LAKE BRIDGEPORT:

Phone Service	\$ 3.25	
Lock for Custodian's Door at Residence	2.00	
Repairs and labor on Jeep Truck	24.75	
Parts for Water pump	<u>8.40</u>	38.40

TOTAL \$ 9,976.27

TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE.

CONDITION OF FUNDS

	<u>MAINTENANCE FUND</u>	<u>INTEREST AND SINKING FUND</u>
BOOK BALANCE: January 19, 1951	\$ 206,634.01	\$ 322,074.36
Receipts: taxes, penalty & Interest	5,499.99	19,642.83
Land Rentals	3,525.83	--- --
Cities Service Oil & Gas lease rentals	2,440.73	--- --
Interest & Sinking Fund invest- ments	--- ---	1,250.00
Oran Speer Rock Royalty	394.50	--- --
Oil and Gas Royalty	28.26	--- --
Miscellaneous	5.59	--- --
	<u>\$ 218,528.91</u>	<u>\$ 342,967.19</u>
Less: Disbursed by vo-cks #1808 to #1827, inclusive:	<u>3,912.22</u>	<u>--- --</u>
	\$ 214,616.69	\$ 342,967.19
Less: Disbursed by vo-ck #1828 to #1851, inclusive	<u>8,176.27</u>	<u>1,800.00</u>
BOOK BALANCE: Feb. 23, 1951	\$ 206,440.42	\$ 341,167.19

NOTE: The Interest and Sinking Fund now owns \$450,000.00 par value United States Government Securities.

The Maintenance Fund now owns \$200,000.00 par value United States Government Securities.



Senate Chamber
Austin, Texas

KEITH F. KELLY
FT. WORTH

2-15-51

Dear Judge:

The attached bill has just been introduced in the Senate and is pending in the Committee on State Affairs.

You may be sure that I shall not take any action on the bill until your Board has had a chance to state their objections in an attempt to work out a bill in keeping with your agreement with the County Auditor.

KK
*Glad to talk with
you today.*

S. B. NO. 197

BY: KELLY OF TARRANT

AN ACT AMENDING ARTICLE 3937, REVISED CIVIL STATUTES OF TEXAS, 1925, AS AMENDED BY S. B. NO. 211, CHAPTER 448, PAGE 329 ACTS OF THE 51ST LEGISLATURE, REGULAR SESSION: AMENDING ARTICLE 3939, REVISED CIVIL STATUTES OF TEXAS, 1925, AS AMENDED BY S. B. NO. 211, CHAPTER 448, PAGE 329 ACTS OF THE 51ST LEGISLATURE, REGULAR SESSION, PROVIDING FOR THE COMPENSATION OF THE ASSESSOR AND COLLECTOR OF TAXES IN ASSESSING AND COLLECTING STATE AND COUNTY AND OTHER TAXES AND FOR ISSUING AD VALOREM TAX CERTIFICATES: REPEALING ALL LAWS IN CONFLICT HEREWITH: AND DECLARING AN EMERGENCY.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

Section 1. That Article 3937, Revised Civil Statutes of Texas, 1925, as amended by S. B. No. 211, Chapter 448, Page 329 Acts of the 51st Legislature, Regular Session, be and the same is hereby amended to read as follows:

"Each Assessor of Taxes shall receive the following compensation for his services, which shall be estimated upon the total value of the property assessed as follows: For assessing the State and county Taxes on all sums for the first Five Million (\$5,000,000.00) Dollars, or less, Five Cents (5¢) for each One Hundred (\$100.00) Dollars of property assessed; and on all sums in excess of Five Million (\$5,000,000.00) Dollars, Three and One-half Cents (3½¢) on each One Hundred (\$100.00) Dollars of property assessed; on all sums in excess of One Hundred Million (\$100,000,000.00) Dollars, Two and One-quarter Cents (2¼¢) on each One Hundred (\$100.00) Dollars. One-half of the above fee shall be paid by the State and one-half by the county. For assessing the taxes in all drainage districts, road districts, or other political subdivisions of the county and water control and improvement districts, the Assessor shall be paid Three-fifths (3/5) of One Cent for each One Hundred (\$100.00) Dollars of the assessed values of such districts or subdivisions; provided such compensation as is paid to the Assessor shall be prorated among the various drainage districts, road districts, or other political subdivisions of the county, and water control and improvement districts, according to the value of the property assessed in each district, or other political subdivision; and for assessing the poll tax, Five (5¢) cents for each poll which shall be paid by the State. The Commissioners Court shall allow the Assessor of Taxes such sums of money to be paid monthly from the county treasury as may be necessary to pay for clerical work, taking assessments and making out the tax rolls of the county, (such sums so allowed to be deducted from the amount allowed to the Assessor as compensation upon the completion of said tax rolls); provided the amount allowed the Assessor by the Commissioners Court shall not exceed the compensation that may be due by the county to him for assessing."

Section 2. That Article 3939, Revised Civil Statutes, 1925, as amended by S. B. No. 211, Chapter 448, Page 329, Acts of the 51st Legislature, Regular Session, be and the same is amended so as to read as follows:

"There shall be paid for the collection of taxes as compensation for the services of the Collector, beginning with first day of September of each year, five (5%) per cent of the first Twenty Thousand (\$20,000.00) Dollars collected for the State, and two (2%) per cent on all taxes collected for the State over said sum; for collecting the county taxes, five (5%)

per cent on the first Ten Thousand (\$10,000.00) Dollars collected, and two (2%) per cent on all such county taxes collected over said sum. For collecting the taxes in all drainage districts, road districts, or other political subdivisions of the county, and water control and improvement districts, the Tax Collector shall be paid one-half of one (1/2) per cent on all such taxes collected; provided that the amount to be paid the Tax Collector shall be paid by the various drainage districts, road districts, or other political subdivisions of the county, and water control and improvement districts on a pro-rata basis in accordance with the amount collected for such districts; and in counties owing subsidies to railroads the Collector shall receive only one (1%) per cent for collecting such railroad taxes; and in cases where property is levied upon and sold for taxes, he shall receive the same compensation as allowed by law to sheriffs or constables on making the levy and sale in similar cases, but in no case to include commission on such sales; and on all occupation and license taxes collected, five (5%) per cent for issuing statement of ad valorem taxes due the Collector shall not be entitled to charge any fee; and for each ad valorem tax certificate issued, to bear his seal of office, the Collector shall charge Fifty (50¢) Cents to be paid by the applicant therefor."

Section 3. Nothing in this Act shall change or increase the maximum limit of salaries of Assessors and Collectors of Taxes as now fixed by the law of Texas.

Section 4. That all laws or parts of laws in conflict herewith are hereby repealed.

Section 5. The fact that the fees provided in the present statutes have been unchanged for many years, and that the necessarily increased costs of the operation of the office of Assessor and Collector of Taxes is creating a burden on the General Fund in many counties of Texas, creates an emergency and an imperative public necessity that the Constitutional Rule requiring bills to be read on three several days in each House be suspended; and such Rule is hereby suspended, and this Act shall take effect and be in force from and after its passage, and it is so enacted.

SALE OF \$7,000,000.00 IMPROVEMENT BONDS, SERIES 1950, DATED DECEMBER 15, 1950,
AT PAR, ACCRUED INTEREST AND A PREMIUM OF \$2,273.76.

	PAR VALUE	ACCRUED INTEREST	PREMIUM	PROCEEDS
\$ 2,200,000.00 1-1/2% Bonds	\$ 2,200,000.00	\$ 4,950.00	\$ 714.61	\$ 2,205,664.61
\$ 1,582,000.00 1 3/4% Bonds	1,582,000.00	4,152.75	513.87	1,586,666.62
<u>\$ 3,218,000.00 2-1/4% Bonds</u>	<u>3,218,000.00</u>	<u>10,860.75</u>	<u>1,045.28</u>	<u>3,229,906.03</u>
TOTALS	\$ 7,000,000.00	\$ 19,963.50	2,273.76	7,022,237.26

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RECEIPT OF PROCEEDS

Cashier's Check No. B345940 of Harris Trust and Savings Bank, payable to the order of this District, for (accrued interest \$ 19,963.50) (premium 2,273.76)	\$ 22,237.26
Cashier's Check No. B345930 of Harris Trust and Savings Bank, payable to the order of this District for par value of the \$ 7,000,000.00 Bonds	<u>7,000,000.00</u>
Total	\$ 7,022,237.26

NOTE: The Cashier's check No. B345930 was endorsed by Joe B. Hogsett, President and Dan H. Priest, Secretary and left with Harris Trust and Savings Bank for it to purchase United States Treasury Bills for this District, in accordance with the District's written instructions to them.

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DISPOSITION OF CASHIER'S CHECK #B345930 LEFT WITH HARRIS TRUST AND SAVINGS BANK.

Harris Trust and Savings Bank have confirmed purchases of United States Treasury Bills made for the District, as follows:

Feb. 9, 1951, No. B _____, \$ 1,500,000.00 @ \$ 99.657500	\$ 1,494,862.50	
Feb. 9, 1951, No. B17458, \$ 5,500,000.00 @ \$ 99.672722	<u>5,481,999.71</u>	\$ 6,976,862.21
Cashier's Check No. B346008 of Harris Trust and Savings Bank, payable to the order of this District, being the unexpended balance of Cashier's check #B345930		<u>23,137.79</u>
Total		\$ 7,000,000.00



L. G. PONDROM
VICE PRESIDENT
AND
CASHIER

FEDERAL RESERVE BANK
OF DALLAS

To be attached to
Minutes of February 23,
1951, at 10:30 A.M.

February 19, 1951

Mr. R. W. Fender, Vice President
Fort Worth National Bank
Fort Worth, Texas

Dear Mr. Fender:

I refer to our telephone conversation regarding the handling of \$7,000,000 in United States Treasury Bills, due May 10, 1951, purchased by the Tarrant County Water Control and Improvement District #1 from the Harris Trust and Savings Bank, Chicago, Illinois. These bills were wired to us by the Harris Trust and Savings Bank through the Federal Reserve Bank of Chicago on February 13, 1951, and although it is contrary to our general policy to hold securities in safekeeping for the account of Governmental bodies of this sort, we are making an exception in this case and have accepted the securities to be held in safekeeping for the account of the Tarrant County Water Control and Improvement District #1, due to the fact that the Harris Trust and Savings Bank had led the water district to believe that we offered this service. We advise, however, that we cannot continue to hold the bills beyond their maturity date, and should the water district decide to reinvest the funds in other Government securities, arrangements should be made for the safekeeping of the new securities elsewhere.

In view of the unusual nature of this transaction, our Counsel has prepared two resolutions that should be executed by the water district authorities—one representing an application requesting us to accept the securities for safekeeping; and the other, requesting the redemption of the securities at maturity. We are enclosing three copies of these documents for execution. One copy should be retained by the water district authorities, and the two remaining copies should be returned to us. When these documents are returned to us, we will mail to you for delivery to the water district authorities our formal acknowledgment covering the Treasury Bills.

Regarding the reinvestment of the proceeds from the Treasury Bills, as you no doubt know, these bills will be redeemed at face value

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at maturity. The proceeds from the redemption, however, may be reinvested in whole or in part in Treasury Bills that will very likely be offered on a bid basis at that time. Confirming my statement to you, should the water district authorities reinvest in Treasury Bills, they will be entitled to one free delivery on the Government securities that are purchased.

Yours very truly,

A handwritten signature in cursive script, appearing to read "L. G. Pondrom".

L. G. Pondrom
Vice President and Cashier

Enclosures

APPLICATION TO FEDERAL RESERVE BANK OF DALLAS
REQUESTING THAT IT ACCEPT CERTAIN SECURITIES FOR SAFEKEEPING

Whereas, the Tarrant County Water Control and Improvement District No. 1, hereinafter called the Depositor, is the owner of the following described bonds:

<u>No. of Certificate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Amount</u>
7 @ \$1,000,000. 456256-456257 483383-483387	2-8-1951	5-10-1951	\$7,000,000.

United States Treasury Bills

and

Whereas, the Depositor desires and hereby requests that the Federal Reserve Bank of Dallas accept the above described securities to be held by it for the account of the Depositor under such non-negotiable acknowledgment as it may issue;

Now, therefore, in consideration of the premises, and as an inducement to the Federal Reserve Bank of Dallas gratuitously to hold for safekeeping the above described securities, it is agreed by and between the Depositor and the Federal Reserve Bank of Dallas, should it agree to act in the capacity requested, as follows:

1. The agreement of the Federal Reserve Bank of Dallas to act under this application in the capacity requested shall be evidenced by the issuance of its acknowledgment, and it is understood and agreed that such acknowledgment, if issued, shall be subject to the terms and conditions hereinafter set out.

2. The Federal Reserve Bank of Dallas shall act only as a gratuitous bailee. It shall give the securities hereinabove described the same care that it gives to its own property of like kind, but otherwise it shall be liable only for its own negligence or for failure to comply with the terms of this agreement.

3. The Federal Reserve Bank of Dallas need not maintain any form of insurance for the account of the Depositor on the securities placed with it under this agreement. The Depositor shall carry for its own account such insurance as it thinks necessary or desirable.

4. The securities described shall be surrendered or redeemed only upon the request of the Depositor and then only when accompanied by authority given under proper resolution of the governing body herein referred to.

Deleted from original

~~5. The Federal Reserve Bank of Dallas shall in no manner be responsible for the genuineness, negotiability, acceptability or eligibility of the above described securities. Its only responsibility is to hold such securities in accordance with this agreement.~~

6. The signature of the Depositor is that appended to this agreement and the said Federal Reserve Bank of Dallas is authorized to act upon instructions given under this signature.

7. The governing body referred to in this instrument is the Tarrant County Water Control and Improvement District No. 1, and said body, by proper resolution spread upon its minutes, fully authorized the execution of this agreement by the Depositor.

In witness whereof, this agreement is executed in duplicate, a copy being intended for the Depositor and the Federal Reserve Bank of Dallas, on this 23 day of February, 1951.

TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE.

By Joe B. Hogsett President
Depositor

This is to certify that the foregoing application was duly considered by the governing body named in the application at a meeting properly held on the 23 day of February, 1951, at which meeting Joe B. Hogsett, Houston Hill, Dan H. Priest, and _____, directors who constituted a quorum, were present, and that said governing body duly authorized and ordered the application to be executed and complied with, all of which, together with a copy of this application fully appears in the minutes of said meeting.

Sam A. [Signature]
Secretary or Clerk

(Seal)

REQUEST FOR REDEMPTION OF SECURITIES HELD BY THE FEDERAL RESERVE BANK OF DALLAS FOR TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1

The undersigned Depositor hereby requests and authorizes the Federal Reserve Bank of Dallas to redeem at maturity the securities which it now holds under Acknowledgment No. D-56152 issued by it to the undersigned in accordance with the terms of the resolution hereafter quoted.

TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE

By Joe B. Hogsett President.
Depositor

R E S O L U T I O N

Whereas, heretofore, under date of February 15, 1951, the Federal Reserve Bank of Dallas issued to Tarrant County Water Control and Improvement District No. 1 its acknowledgment covering certain securities; and

Whereas, the Depositor desires that the Federal Reserve Bank of Dallas shall be authorized to redeem such securities at maturity, as hereinafter more fully set forth.

Now, therefore, be it resolved that the Federal Reserve Bank of Dallas be and it is hereby requested and authorized to redeem at maturity the following securities heretofore placed with it for safekeeping, to-wit:

<u>No. of Certificate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Amount</u>
7 @ \$1,000,000. 456256-456257 483383-483387	2-8-1951	5-10-1951	\$7,000,000.

United States Treasury Bills

This is to certify that the above and foregoing resolution was passed by the Tarrant County Water Control and Improvement District No. 1 at a meeting properly held on the 23 day of February, 1951, at which meeting

Joe B. Hogsett, Houston Hill and Dan H. Priest,
and _____, directors constituting
a quorum were present, all of which fully appears in the minutes of such meeting.

(Seal)

Joe B. Hogsett
Secretary or Clerk