

MINUTES OF A MEETING OF THE BOARD OF DIRECTORS OF  
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE  
HELD ON THE 28TH DAY OF JULY, 1970 AT 11:00 A. M.

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

<u>PRESENT</u>	<u>ABSENT</u>
Joe B. Hogsett	Lacy Boggess
Wayne E. Newton	
Clyde A. Penry	
Edward R. Hudson	

Also present were Messrs. John M. Scott, General Counsel for the  
District; Robert T. Lewis, Bond Consultant of McCall, Parkhurst &  
Horton and Ben Hickey, General Manager of the District.

Director Hogsett acted in his capacity as President, and  
Director Newton acted in his capacity as Secretary, whereupon pro-  
ceedings were had and done as follows:

1.

On motion duly made and seconded, the minutes of the  
meeting held July 14, 1970 were read and approved by the Directors  
and it was accordingly ordered that such minutes be placed in the  
permanent files of the District.

2.

On motion of Director Penry, seconded by Director Hudson,  
voucher-checks #2625 thru #2632 inclusive, Construction Fund; voucher-  
checks #8777 thru #8810 inclusive, Maintenance Fund; voucher-checks  
#2241 thru #2247 inclusive, Revenue and voucher-check #318, Interest  
and Sinking Fund were approved and ordered paid. All Directors voted  
aye thereon.

3.

President Hogsett stated that Mr. John M. Scott, General Counsel for the District, working with Bond Counsel for the District, had prepared proposed Resolutions relating to the authorization by the District for the offering for sale of \$7,500,000.00 general obligation tax bonds, supported by certain revenues, for the initial construction of the Cedar Creek Pipeline and appurtenances, as heretofore approved by the voters in the total amount of \$55,000,000.00, of which \$35,500,000.00 million remain unissued at this time. Mr. Scott read aloud to the Directors for their consideration, a copy of same attached to these minutes, the Resolution; and following the reading and discussion, Director Penry, seconded by Director Hudson and unanimously approved, made a motion that the Resolution as presented, and attached hereto, be accepted.

4.

Management of the District presented proposed Contracts for the purchase of raw water from the District by (a) Bridgeport Properties from Lake Bridgeport, and (b) Carolynn Estates from the Cedar Creek Reservoir, as prepared by General Counsel and approved by Consulting Engineers of the District; whereon Director Newton, seconded by Director Penry, made a motion that the Contracts as presented be executed by the District. Upon a vote taken all Directors voted aye.

5.

President Hogsett presented a tabulation of bid proposals received for purchase from the District of the following tracts of land now surplus to requirements of the District, to wit:

(a) Tract No. 67 - 28 Acres more or less located in Henderson County.

<u>BIDDER</u>	<u>AMOUNT</u>	<u>CONDITION</u>
Log Cabin Estates	\$28,000.000	10% Down - 10 Years @ 8-1/2%
G. M. Maxwell & R. E. Crocker	\$35,000.00	10% Down - 10 Years @ 8-1/2%

(b) Tract No. 125 - 24 Acres more or less located in Henderson County One (1) bid received from Jess Prichett in the amount of \$1,500.00 per acre, all cash at the time of closing.

Following a discussion and on recommendation of Management, Director Hudson made a motion, seconded by Director Penry and unanimously approved, that the bid proposal submitted by G. M. Maxwell and R. E. Crocker in the amount of \$35,000.00 for Tract No. 67; and that the bid proposal submitted by Mr. Jess Prichett in the amount of \$1,500.00 per acre for Tract 125, both be accepted upon the condition that the above accepted bidders enter into a binding Contract of Sale in the form approved by General Counsel for the District within thirty (30) days from the date when the Contract of Sale is tendered by Counsel to the above accepted bidders, otherwise their bid acceptance will be null and void.

6.

President Hogsett stated that management had been instructed, at the last meeting of the Board, to prepare a breakdown and analyzation of the bid proposals received for Tract No. 1, Henderson County; and presented to each Director a copy of report prepared by Arthur Young & Company, Auditors for the District, relating to Tract No. 1, and

following a discussion Director Penry made a motion, seconded by Director Hudson and unanimously approved, that the bid of Spanish Shores be accepted, conditioned upon: Execution by District and Bidder of a Contract of Purchase and Sale, in form approved by Counsel for the District, within sixty (60) days from this date or in the alternative, closing of sale within such period of time. Provided further that the period of sixty (60) days herein set forth may be extended in the sole discretion of this Board for good cause shown by the Bidder. Otherwise the acceptance of the bid shall be of no force and effect at the expiration of the sixty (60) day period or extension thereof.

It was further moved by Director Penry, seconded by Director Hudson, and unanimously approved that the District express to Spanish Shores its willingness to negotiate a mutually acceptable release clause of the lien of the District provided that the release clause contain terms and provisions which will insure that the value of the property remaining as security for the District's note be at all times sufficient in the judgment of the District to adequately preserve the District's security position considering the then remaining balance due to the District.

. 7.

President Hogsett presented to the Directors the Monthly Financial Report regarding Receipts and Disbursements for Program "A", "B" and "D" and Cedar Creek Project, for the month of June, 1970 from the Auditor of the District, which was ordered accepted and placed in the District's Records.

8.

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

Wayne E. Newton  
Secretary

W. B. Hoyle  
President