

MINUTES OF A MEETING OF THE BOARD OF DIRECTORS OF
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE
HELD ON THE 6TH DAY OF JUNE, 1977 AT 10:00 A.M.

- - - - -

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

PRESENT

Wayne E. Newton
Clyde A. Penry
J. Oliver Shannon, Sr.
C. Victor Thornton
Murray Kyger

Also present were Messrs. Joe B. Hogsett, Honorary Chairman of the Board of Directors; John M. Scott, General Counsel for the District and Ben Hickey, General Manager of the District.

Director Newton acted in his capacity as President and Director Shannon acted in his capacity as Secretary, whereupon proceedings were had and done as follows:

1.

On motion duly made and seconded, the minutes of the meetings held May 2, 1977 and May 10, 1977 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 Kyger, voucher-checks #19323 thru #19469 inclusive, Maintenance Fund, in the amount of \$185,979.21; voucher-checks #5587 thru #5656 inclusive, Revenue Fund, in the amount of \$365,082.08; voucher-check #571 and #572, Interest and Sinking Fund, in the amount of \$3,465.52 and voucher-checks #3543 thru #3545 inclusive, Construction Fund, in

the amount of \$739.50 were approved and ordered paid. All Directors voted aye thereon.

3.

Management of the District requested authority to purchase from Rbert McAllister, et ux, a portion of Lot 89, Twin Hills Addition - Wise County, Texas required due to the raising of the lake level at Lake Bridgeport as authorized under Program D of the District; whereon Director Thornton, seconded by Director Kyger, and unanimously approved, made a motion that upon the recommendation of management of the District the sum of \$2,000.00 be paid to Robert McAllister, et ux, for a permanent submergence easement as required on that portion of Lot 89 - Twin Hills Addition and a release of any damage claims as approved by General Counsel of the District.

4.

A request for authority to issue a quit-claim deed, as prepared by Counsel of the District, to Charles W. Zahn, et ux, for a portion of Lot 13-R, W. N. Younger Subdivision, Tarrant County, Texas, heretofore sold to Zahn and being a portion of a dead-end turnaround reserved by the District but not now required; whereon Director Thornton made a motion, seconded by Director Penry, and unanimously approved, that upon management's recommendation, a quit-claim deed prepared by General Counsel for the District be now executed by the District.

5.

President Newton stated that for some time discissions and correspondence had been held between management of the District

and representatives of the City of Grand Prairie regarding the possible purchase by Grand Prairie of raw water from the District's Cedar Creek pipeline and called upon the General Manager and Counsel of the District to review the matter; during the review and discussion it was brought out that the proposed supply to be furnished by the District had been limited in the discussions to supplying that portion of raw water which Grand Prairie would use as filtered water for users within the boundaries of Tarrant County. Such a limitation on the use of raw water furnished by the District would be obligatory on the District under the terms of its public responsibility and its bond issue basis which supplied funds for the reservoirs of the District, and while these negotiations have been in progress, Grand Prairie seemed to have developed a basic issue with the City of Dallas, which has supplied the major portion of Grand Prairie's water, concerning the price of water to be furnished to Grand Prairie by Dallas and without attempting to be accurate or specific as to details, it was understood that Grand Prairie and Dallas were at issue to the point that no long range permanent supply of water from Dallas is assured to Grand Prairie.

At this state of the review, the Directors discussed the whole problem in detail, pointing out that the District also has a policy which it adopted many years ago of not selling filtered water where the user city was in a position to purchase filtered water from the City of Fort Worth, or from some other source which the District supplied with raw water for that purpose, for use in Tarrant County. Also discussed by several Directors was that the present

time was not an appropriate time to execute a supply contract between Grand Prairie and the District; feeling that the long range supply of Grand Prairie for the major part of that City in Dallas County should be assured by contract or legal proceedings before the District entered into a long range contract for the supply of a relatively small portion of the total requirements of Grand Prairie; otherwise, Grand Prairie might find itself relying upon water from this District to meet its major needs which would not be available from this District because of its dedication to future use in Tarrant County.

It was the unanimous opinion of the Directors, and their order, that management was to defer any further activities looking to the execution of a final contract with Grand Prairie, until Grand Prairie had assured itself of an adequate long range supply for that portion of the City in Dallas County; at which time the Directors will review the matter when Grand Prairie has assured itself of an adequate supply for the major portion of the City in Dallas County.

6.

Management of the District requested authority to purchase 10,000 tons of gradation rip-rap (18"-24") to be used at the Cedar Creek Project, presenting the following offer, to wit:

Tarrant County Water Control District
1022 North Calhoun
Ft. Worth, Texas 76107

Attention: Mr. Gene Fruhiwrth

Texas Industries proposed to furnish approximately 10,000 tons of well graded 18" to 24" rip rap to your Cedar Creek reservoir at a net delivered price of \$12.00/ton.

The present haul rate is \$8.30 per ton subject to all freight rate increases as published by the Railroad Commission of Texas. There

is a hearing scheduled in June or July to increase this haul rate by 25%. The rip rap price fob Texas Industries plant is \$3.70 per ton and shipments can begin within three days after confirmation by you.

Gene, if you need additional information please contact me.

Yours truly,

TEXAS INDUSTRIES, INC.

/s/ Robert L. Morgan

Robert L. Morgan
Vice President
Aggregate Division

Following a discussion and with the recommendation of management of the District, Director Thornton made a motion, seconded by Director Penry and unanimously approved, that authority be now given to purchase 10,000 tons of rip-rap as presented in the above bid offer of Texas Industries, Incorporated.

7.

Bid proposals to replace the District's fuel and lubrication truck were received as follows:

	<u>DIESEL</u>	<u>GAS</u>	<u>DELIVERY</u>
International Harvester	\$13,406.83	\$10,042.47	July, 1977
Wendell Conditt GMC	17,661.40	10,626.85	August, 1977
Century (Chevrolet)	No Bid	10,662.45	August, 1977
Bruce Lowrie (Chevrolet)	No Bid	11,276.58	September, 1977

with the recommendation of management that the District accept the low bid of \$13,406.03 as submitted by International Harvester Company, meeting all specifications and requirements of the District, Director Penry made a motion, seconded by Director Shannon, and unanimously approved, that the District be authorized to accept the low bid of

International Harvester Company in the amount of \$13,406.03 as submitted.

8.

The Directors were presented the Monthly Financial Report regarding Receipts and Disbursements for Program "A", "B" and "D" and the Cedar Creek Project, for the month of April, 1977, from the Auditor of the District, which was ordered accepted and placed in the permanent files of the District.

9.

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


Secretary


President