

MINUTES OF A MEETING OF THE BOARD OF DIRECTORS OF
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE
HELD ON THE 8TH DAY OF APRIL, 1981 AT 9:00 A. M.

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

PRESENT

Wayne E. Newton
C. Victor Thornton
Robert D. Alexander
Preston M. Geren, Jr.
Burford I. King

Also present were Messrs. Ben Hickey, General Manager of the
District and John M. Scott, General Counsel for the District.

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

1.

On motion duly made and seconded, and with assurance
from management that all requirements of law relating to the "open
meeting" law had been met, the minutes of the meeting held
February 25, 1981 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 Geren and seconded by Director
Thornton, the minutes of the Audit Committee held on March 4, 1981
were approved and ordered placed in the permanent files of the
District.

3.

Director Alexander moved and the motion was seconded by Director King and unanimously approved that the following list of vouchers be approved and paid:

GENERAL FUND: Voucher-checks #25534 thru #25643 inclusive, in the amount of \$684,074.30.

REVENUE FUND: Voucher-checks #8722 thru #8789 inclusive, in the amount of \$7,012.500.60.

DEBT SERVICE: Voucher-checks #710 thru #713 inclusive, in the amount of \$271,457.97.

CEDAR CREEK PROJECT - CONSTRUCTION FUND: Voucher-checks #4755 thru #4758, inclusive, in the amount of \$12,945.57.

RICHLAND-CHAMBERS PROJECT - CONSTRUCTION FUND: Voucher-checks #742 thru #747 inclusive, and #105 thru #151 inclusive, processed by Computer, in the amount of \$13,619,285.22.

CAPITAL PROJECTS: Voucher-checks #3713 and #314 in the amount of \$892,356.55.

CEDAR CREEK PROJECT - INTEREST AND REDEMPTION FUND: Voucher-checks #163 thru #166 inclusive, in the amount of \$27,961,672.60.

3.

On motion of Director Geren and seconded by Director Thornton, the minutes of the Audit Committee held on March 4, 1981 were approved by the Directors and it was accordingly ordered that such minutes be placed in the permanent files of the District.

4.

President Newton presented the following Resolution, to wit:

RESOLUTION

At a meeting held on Wednesday, April 8, 1981, the Board of Directors of Tarrant County Water Control and Improvement District Number One unanimously adopted the following resolution:

This Board respectfully commends J.O. (Oliver) Shannon for his contribution through years of service to the District and our community while assisting in the development of the water resources of this area.

A leader in business, civic and professional circles, he is respected as one of the most knowledgeable citizens of our community in the field of Water Resources Development. Beginning with his role as General Chairman of the Cedar Creek Reservoir Bond Election Program in 1959, J. O. Shannon has provided leadership in the community and deserves much credit for the development of our long-range water supply program serving the people of Fort Worth and Tarrant County today.

First elected to the Water Board on January 12, 1971, he served with great distinction for 10 years as Director, Secretary and Vice-President of the Board. He was overwhelmingly elected by the people for five (5) consecutive terms. His service as a Director was characterized by his keen interest in the work of the Board; freely giving of his time reflected in his attendance record, and the application of sound judgment to the important business affairs of the District.

A man of great integrity, honesty and possessing the highest ethics and personal moral values, this Board is grateful for the service rendered by J. O. (Oliver) Shannon. We will miss him in our deliberations. We wish continued good health, long life, prosperity and personal happiness to him and his loved ones.

BE IT FURTHER RESOLVED that this Resoluiton be spread upon the permanent minutes of Tarrant County Water Control and Improvement District Number One and a copy duly presented to him as an expression of our affection and love for him.

Unanimously adopted this 8th day of April, 1981.

5.

Woody Frossard of environmental services of the District reviewed to date the progress in obtaining the commonally called "404 Permit" from the U. S. Army Corps of Engineers as required

prior to the start of construction on the Richland Project; and following his detailed report recommended to the Directors that the current contract agreement with Espey, Huston and Associates to conduct an Environmental Baseline Survey of the Richland Creek Project be now amended, to include the completion of the Vegetation Study as required in the obtaining of the "404 Permit"; whereon Director Thornton moved, seconded by Director Alexander and unanimously approved, that with recommendation of management of the District the current agreement with Espey, Huston and Associates be now amended in order to complete those requirements of the Environmental Baseline Survey as required by the U. S. Corps of Engineers and that the consideration for such amendment be in an amount not to exceed \$10,500.00.

6.

(a) President Newton stated that this open meeting would now be adjourned for a "closed" executive session: -----

(b) President Newton stated that the meeting would now be an "open" meeting as set forth in Art. 6252-17 Vernon's C.S.; whereon Director Thornton stated that in the "closed" executive session the following items were discussed:

1. Personnel Policies Manual.
2. Procedures Manual.
3. Schedule for preparing above.
4. Policy of Retainer Fees.

Director Geren made a motion "that all retainer agreements be discontinued May 1, 1981, and that in the future services shall be contracted for by the Board after consideration of recommendations from the staff," this motion was seconded by Director King and approved.

7.

Management of the District presented the following tabulation of bid proposals received by the District for the sale of 95.22+ acres of surplus land at Lake Bridgeport in Wise County, Texas, to wit:

- (a) Ed Max et al - \$125,000.00.
- (b) First of Fort Worth, Trustee - \$95,220.00.
- (c) Phil J. Barnett - \$10,005.00.

Following a discussion and with recommendation of Management, Director Thornton moved, seconded by Director Geren and unanimously approved, that the high bidder on the land as hereinabove listed be accepted by the District.

8.

The following land purchases by the District were recommended by management, to wit:

- 1. Tract No. 18-A - Jerry Perry and wife, Pamela Perry, 2.08 acres in fee @ \$750.00 per acre - Navarro County, Richland Project.
- 2. Tract No. 7 - S. R. Harvard and wife, Emma L. Harvard, 809.36 acres in fee @ \$675.00 per acre - Navarro County, Richland Project.
- 3. Tract No. 48 - Vara Hodge Chandler, 13.88 acres in fee @ \$600.00 per acre - Navarro County, Richland Project.
- 4. Tract No. 64 - E. G. Senter Company - 1,089.64 acres in fee @ \$637.00 per acre - Navarro County, Richland Project.
- 5. Tract No. 65 - P. D. Fullwood and wife, Florence Fullwood, 978 acres in fee @ \$675.00 per acre - Navarro County, Richland Project.

6. Tract No. 63 - Hodges Packing Company, Inc. - 619.40 acres in fee @ \$630.00 per acre - Navarro County, Richland Project.

7. Tract No. 15 - William J. McKie and Ben W. McKie - 77.17 acres in fee @ \$635.00 per acre - Navarro County, Richland Project.

8. Tract No. 32 - Lillian Pillans Fullerton - 19.25 acres in fee and 1.34 acres for \$12,000.00 cash and five small tracts containing 1.41 acres of surplus land - Freestone County - Richland Project.

9. Tract No. 21 - Myrtle Genevieve Fix - 27.69 acres in fee @ \$625.00 per acre; 3.51 acres in easement @ \$312.50 per acre, Freestone County - Richland Project.

10. Tract No. 70 - Raymond Hayes and wife Norma Z. Hayes 1,660 acres in fee @ \$447.00 per acre - Navarro County, Richland Project.

11. Lots 9, 11 and 12, Block 47, North Fort Worth Additional from Velma Andrews for \$13,875.00, Tarrant County - River and Levee System.

Following a detailed presentation of the tracts, and upon recommendation of management of the District, Director Thornton moved, seconded by Director King, that the District be now authorized to enter into contract for the purchase of the above described tracts and on the basis as shown. This meeting with the approval of all Directors, was so ordered.

9.

Management of the District presented bid proposals, copies heretofore mailed to Directors, as filed in District of for six (6) different types of equipment needed in the operation of the District; and following a detailed review and recommendation by Mr. Hickey and Mr. Harold Johnson of the District, and with recommendation of consulting engineers and other District personnel, Director Thornton moved, seconded by Director Alexander and unanimously approved, that with the above listed recommendation the following equipment be purchased by the District as per bid proposal submitted, to wit:

- (a) Bigham-Willamette Co. - 4 valves - Terminal Storage Outlet @ \$80,222.00.
- (b) Wallace & Tiernam Company - Chlorination Equipment - Pipeline System @ \$57,170.00.
- (c) Trinity Industries, Inc. - 12,000 gallon Ammonia Storage Tank @ \$20,600.00.
- (d) Adelphon Inc. - Designing and fabrication six (6) Lightning Shield Towers @ \$11,850.00 Cedar Creek Substation - Installation of Six (6) Lightning Shield Towers @ \$5,500.00 Cedar Creek Substation.
- (e) Hatcher Tractor Company - five (5) Diesel Tractors for mowing @ \$37,933.70 - General Maintenance.
- (f) Hotsy Corporation - Pressure Washer @ \$2,850.00 - Central Garage.
- (g) Jack Williams Chevrolet Co. - One (1) New 1/2-Ton Chevrolet Pickup @ \$7,559.25 - Richland Project.

10.

A report was given by management on the status of the "Arlington Rate Hearing" now being held by the Water Rights Commission at Austin; and included in the discussion was the matter of escrow money, due the District, now held by the City of

Arlington, while awaiting a rate determination by the Water Rights Commission, it was pointed out that because of the "Arlington Rate Hearing" the District, by use of a "Contingency Fund Account", had, by duly authorized Board action, allowed use of Contingency Fund in meeting expenses caused by unusual high water usage and energy costs in pumping for the "Contracting Cities"; and that the use of the "Contingency Fund" was only on a loan basis; also pointed out was Sec. 15 "Contingency Requirements" of "The Resolution Authorizing Tarrant County Water Control and Improvement District Number One Bonds, Series 1977" authorizing the Directors to budget or deposit a loan or use of Contingency Fund replacement as they (Directors) deem necessary or advisable. Whereon Director Geren moved, seconded by Director Thornton and unanimously approved, that with recommendation of management and by authority of the Bond Resolution the escrow fund now held by The City of Arlington and due the District, upon declaration of the Water Rights Commission be returned to the Contingency Fund in a lump sum, when awarded, in the amount as deleted from said Contingency Fund.

11.

President Newton stated that copies of the Financial Report for the month of February, 1981 have been furnished the Directors.

12.

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


Secretary


President