

MINUTES OF A MEETING OF THE BOARD OF DIRECTORS OF
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE
HELD ON THE 14TH DAY OF JANUARY, 1988 AT 9:30 A.M.

The call of the roll disclosed the presence of all the
Directors as follows:

Present

C. Victor Thornton
George W. Shannon
Burford I. King
Wayne E. Newton
Victor W. Henderson

Also present were James Oliver, General Manager; Alan Thomas, Director of Administration and Operations; Robert Doby, Comptroller; Brian Gordon, Finance Manager; Woody Frossard, Environmental Manager; Lee Freese of Freese and Nichols Consulting Engineers; George Christie, General Counsel; Representatives from John D. Stephens and Larry Wortham, Administrative Assistant.

1.

On motion made by Director Shannon and seconded by Director Newton and with assurance from management that all requirements of the "open meetings" law had been met, the Directors voted to approve the minutes from the meeting held December 10, 1987 and it was accordingly ordered that such minutes be placed in the permanent files of the District. Director Henderson abstained from the voting.

2.

Representatives from John D. Stephens, Inc. presented to the Board of Directors claims that they consider John D. Stephens, Inc. entitled to. The first claim is due to additional work required on the Richland-Chambers pipeline due to a slide during installation.

The second claim is for damages as a result of not being awarded Section IV of the Richland-Chambers pipeline contract.

3.

The President called an executive session under Section 2(e) of the Texas Open Meetings Act to consider the John D. Stephens claims and the Bridgeport Rate Case.

4.

Upon completion of executive session, the President reopened the meeting.

5.

With the recommendation of management, Director Henderson moved to approve the acquisition of the Haynie Production Corporation, H. T. Braselton lease for \$106,000.00. Director King seconded the motion and the vote in favor was unanimous.

6.

With the recommendation of management, Director Henderson moved to approve the acquisition of the Edward Overton, H. T. Braselton lease for \$19,500.00. Director King seconded the motion and the vote in favor was unanimous.

7.

With the recommendation of management, Director King moved to award a bid to Fore and Aft Marine in the amount of \$13,875.00 for a new boat to be used at Lake Bridgeport. Director Shannon seconded the motion and the vote in favor was unanimous.

8.

With the recommendation of management, Director King moved to purchase a Sharp SF9550 high volume copier from Zeno Systems for the price of \$9,995.00. Director Henderson seconded the motion and the vote in favor was unanimous.

9.

With the recommendation of management, Director Shannon moved to accept the low bid from Jack Williams Chevrolet for one 1988 Chevrolet C70 72" cab and chassis in the amount of \$23,120.00. Director King seconded the motion and the vote in favor was unanimous.

10.

With the recommendation of management, Director Henderson moved to accept the low bid from Jack Williams Chevrolet for one 1988 Chevrolet C70 124" cab in the amount of \$23,296.00. Director King seconded the motion and the vote in favor was unanimous.

11.

With the recommendation of management, Director Shannon moved to accept the low bid from Hudiburg Chevrolet for one 1988 Chevrolet 3/4 ton Suburban in the amount of \$15,066.00. Director

King seconded the motion and the vote in favor was unanimous.

12.

With the recommendation of management, Director King moved to accept the low bid from Jack Williams Chevrolet for five 1988 V6 1/2 ton pickup trucks in the amount of \$49,180.00 or \$9,836.00 per unit. Director Henderson seconded the motion and the vote in favor was unanimous.

13.

With the recommendation of management, Director Shannon moved to accept the low bid from Zimmerer Kubota and Equipment Inc., for one 1988 Kubota L4150 tractor in the amount of \$9,411.00. Director King seconded the motion and the vote in favor was unanimous.

14.

With the recommendation of management, Director Shannon moved to accept the low bid from Zimmerer Kubota and Equipment Inc., for four (4) 1988 Rhino Flex S-15 mowers in the amount of \$6,192.00 each or \$24,768.00 total. Director King seconded the motion and the vote in favor was unanimous.

15.

With the recommendation of management, Director King moved to accept the low bid from Zimmerer Kubota and Equipment Inc., for one Rhino GP74 flail mower in the amount of \$1,691.00. Director Henderson seconded the motion and the vote in favor was unanimous.

16.

With the recommendation of management, Director Henderson moved to accept the low bid from Nix Ford Tractor for three Ford 6610 tractors in the amount of \$13,550.00 each or \$40,650.00 total. Director Shannon seconded the motion and the vote in favor was unanimous.

17.

With the recommendation of management, Director King moved to accept the bid from Saginaw Implement Company for one John Deere 2555 GP tractor in the amount of \$13,137.36. The low bid from Gene's Equipment Company for a Zetor 6211.0 tractor did not meet minimum specifications.

Director Shannon seconded the motion and the vote in favor was unanimous.

18.

Alan Thomas reviewed with the Board of Directors the results of the annual audit of District records by Arthur Young. According to Mr. Thomas, the District received an unqualified opinion.

19.

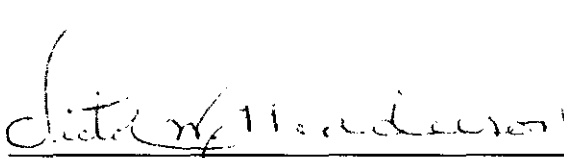
With the recommendation of management, Director Newton moved to approve a change order on the relocation of 3.2 miles of Burlington Northern railroad line. The net amount of increase in the original contract with H. B. Zachry is \$42,341.38. Director King seconded the motion and the vote in favor was unanimous.

20.

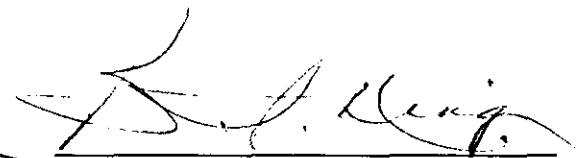
With the recommendation of management, Director Shannon moved to approve the reduction of retainage on Section III of the Richland-Chambers Pipeline to \$100,000.00. Director Henderson seconded the motion and the vote in favor was unanimous.

21.

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



Secretary



President