

MINUTES OF A MEETING OF THE BOARD OF DIRECTORS OF
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE
HELD ON THE 16TH DAY OF APRIL, 1991 AT 9:30 A.M.

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

Present

George W. Shannon
Victor W. Henderson
Charles B. Campbell, Jr.
Hal S. Sparks, III
Charles L. Geren

Also present were James M. Oliver, General Manager; Alan Thomas, Assistant General Manager; Wayne Owen, Management Services Manager; Brian Gordon, Finance Manager; David Marshall, Engineering Services Manager; Woody Frossard, Environmental Services Manager; Steve Christian, Real Property Manager; Mike Meza, Eastern Division Manager and Eddie Weaver, Assistant Pipeline Superintendent.

Also in attendance were George Christie, legal counsel for the District and Ward Hogue.

With the assurance from management that all requirements of the "Open Meetings" law had been met, Director Shannon convened the meeting.

1.

On a motion made by Director Henderson and seconded by Director Campbell, the Directors unanimously voted to approve the minutes of the meeting held March 26, 1991. It was accordingly

ordered that such minutes be placed in the permanent files of the District.

2.

The President and presiding officer next called an executive session under Sections 2E and 2F of the Texas Open Meetings Act to consider pending litigation and real estate matters.

3.

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

4.

With the recommendation of management, Director Geren moved to approve of an amendment to the mineral lease between the District and Texlan Oil Company covering the South Kerens' mineral properties at Richland-Chambers Reservoir contingent upon revisions being satisfactory to the Oil and Gas Subcommittee of the Board of Directors. The amendment defines the concept of "drilling operations are in progress thereon" as it pertains to language in paragraph two of the lease. Director Henderson seconded the motion and the vote in favor was unanimous.

5.

Consideration of matters pertaining to Walker Lake Fishing Club at Richland-Chambers Reservoir were postponed.

6.

With the recommendation of management, Director Geren moved for formal ratification of the settlement paid to Cambridge Energy Corporation d/b/a Petrocan, Inc., et al. Cause #220-87 in

the amount of \$7,400,000.00. The settlement being in accordance with instructions provided to counsel in executive session on March 26, 1991. Director Sparks seconded the motion and the vote in favor was unanimous.

7.

Consideration of matters pertaining to the purchase of stainless steel impellers to replace the bronze impellers at the Cedar Creek Lake Pump Station were postponed.

8.

With the recommendation of management, Director Henderson moved to award the purchase of (15) Programmable Motor Protector Relays with RTU Modules and (6) Programmable Metering Protective Relays from Wesco for the bid price of \$39,816.00. This equipment is necessary for the major maintenance work on the Cedar Creek Pipeline and is included in the Fiscal Year 1991 Revenue Fund Budget. Director Geren seconded the motion and the vote in favor was unanimous.

9.

With the recommendation of management, Director Campbell moved to award the purchase of equipment for two automated stream gages and four automated rain gages for use in conjunction with the study being conducted by USGS from Handar, Inc. for the low bid price of \$18,192. This equipment is to be purchased in conjunction with the October 30, 1990 authorization by the Board of Directors to augment ongoing stream gaging activities with the United States Geological Survey. Funding for this purchase has

been allocated in the Fiscal Year 1991 General Fund Budget. Director Geren seconded the motion and the vote in favor was unanimous.

10.

With the recommendation of management, Director Geren moved to accept the low bid of \$27,890 submitted by Larry Miller Roofing for roof repairs at the District's main office and Fort Worth maintenance garage. Funds for these repairs are included in the Fiscal Year 1991 General Fund Budget. Director Henderson seconded the motion and the vote in favor was unanimous.

11.

With the recommendation of management, Director Henderson moved to award the purchase of a Bear 42-941 Texas Bar-90 with Bear 43-270 Engine Analyzer to Bear Automotive Service Equipment for the low bid price of \$11,794.50. Director Geren seconded the motion and the vote in favor was unanimous.

12.

With the recommendation of management, Director Campbell moved to re-engage KPMG Peat Marwick as independent auditors for the fiscal year ending September 30, 1991. Director Henderson seconded the motion and the vote in favor was unanimous.

13.

With the recommendation of management, Director Campbell moved to approve the vouchers for the month of March, 1991 which included the following disbursements:

General Fund: Check numbers 31399 through 31651, the total expenditure being \$582,882.36.

Debt Service Fund: Check numbers 2152 through 2153, the total expenditure being \$20,000.00.

Capital Projects Fund: Check numbers 2196 through 2242, the total expenditure being \$188,162.94.

Revenue Fund: Check numbers 14939 through 15153, the total expenditure being \$9,468,503.54.

Richland-Chambers Fund: Check numbers 14443 through 14462, the total expenditure being \$8,457,209.78.

Interest and Redemption Fund: Check numbers 2167 through 2168, the total expenditure being \$24,900.00.

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

14.

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

George W. Shannon
President

Charles B. Campbell
Secretary