

MINUTES OF A MEETING OF THE BOARD OF DIRECTORS OF  
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE  
HELD ON THE 22ND DAY OF OCTOBER, 1991 AT 9:30 A.M.

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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; Woody Frossard, Environmental Services Manager; Brian Gordon, Finance Manager and Steve Christian, Real Property Manager.

Also in attendance was George Christie, legal counsel for the District; Frank Medanich and David Medanich, representing First Southwest Company.

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 Campbell and seconded by Director Henderson, the Directors unanimously voted to approve the minutes of the meeting held September 17, 1991. It was accordingly ordered that such minutes be placed in the permanent files of the District.

2.

Frank Medanich briefed the Board of Directors on financial matters pertaining to a possible refunding and revenue bond issue. Market conditions and preliminary analysis performed by First Southwest Company indicate significant savings could be experienced if the District would pursue a refunding issue. Preliminary figures indicate a possible net savings of more than \$23 million should the District pursue a refunding of the Series 1979-A, 1985 and 1986 bond issues. Secondly, the additional funds necessary to complete the Benbrook Pipeline Project could be included in this possible bond issue.

After a brief discussion, the Board of Directors recommended that staff in conjunction with the finance committee further investigate the possibility of this multi-purpose bond issue and report back to the Board at a later date.

3.

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

4.

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

5.

With the recommendation of management, Director Henderson moved to approve the lease of Cheneyboro Mineral Properties

located at Richland-Chambers Reservoir to Atlantic Richfield Company (ARCO). ARCO submitted a bid for the northernmost 410 acres of the 864.17 acre tract owned by the District and located in the John Mason Survey, A-526, Navarro County, Texas, for a bonus of \$112 per acre (\$45,920), royalty of 25% and for a 1.5 year primary term (548 days). Director Geren seconded the motion and the vote in favor was unanimous.

6.

Staff next updated the Board of Directors on progress related to negotiations with the firm Camp, Dresser and McKee, Inc. on an agreement outlining services to be provided in conjunction with the design of a SCADA System for the District's raw water transmission system. Due to an apparent impasse with discussions related to the fee for these services, the Board of Directors authorized staff to proceed with negotiations on an agreement with an alternate firm subject to the failure of Camp, Dresser and McKee, Inc. to agree to provide the necessary services within budgetary limits.

7.

With the recommendation of management, Director Sparks moved to establish a policy of non-renewal of existing billboard leases located on property owned by the District and within the Fort Worth Floodway. Director Campbell seconded the motion and the vote in favor was unanimous.

8.

President Shannon next brought to the attention of the Board of Directors the matter of updating the District's boundaries. As a "municipal district", Tarrant County Water Control and Improvement District Number One is by law caused to take into the District all areas annexed by the City of Fort Worth, Texas, and that since the last extension of boundaries of the District, the following annexation ordinances have been finally passed and are now in effect with the City of Fort Worth.

10379, 10488, 10651, 10719, 10844

With the recommendation of management, Director Campbell made the motion that the District comply with all laws governing the procedure for incorporation of such annexed areas to the territory of the District and that the District properly advertise a hearing date for persons to petition against the incorporation of any above described lands. Director Henderson seconded the motion and the vote in favor was unanimous.

9.

With the recommendation of management, Director Geren moved to appoint Wayne Owen to serve as District Election Officer for the upcoming Board of Directors' Election scheduled for January 18, 1992. Director Henderson seconded the motion and the vote in favor was unanimous.

With the recommendation of management, Director Sparks moved to adopt a resolution formally calling for an election to be held on Saturday, January 18, 1992 to elect three (3) persons to serve four (4) year terms as Directors on the Tarrant County Water Control and Improvement District Number One Board of Directors. Director Campbell seconded the motion and the vote in favor was unanimous.

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE  
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE  
CALLING FOR AN ELECTION TO BE CONDUCTED SATURDAY,  
JANUARY 18, 1992

BY ORDER OF THE BOARD OF DIRECTORS OF TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE, notice is hereby given to the qualified voters of Tarrant County Water Control and Improvement District Number One. BE ADVISED: An election will be held by Tarrant County Water Control and Improvement District Number One on January 18, 1992, for the purpose of choosing three (3) persons to serve as Directors for the District for the period of four (4) years next after said election, or until their successors may have been lawfully qualified.

POLLS TO BE OPENED AT 7:00 A.M. AND CLOSED AT 7:00 P.M. Those entitled to vote in said election must be bona fide residents of the District, and duly qualified voters under the laws of Texas as of the day of the election. Voters should attend the proper polling places prepared to exhibit their Voter Registration Certificate or evidence of exemption. In the absence of other evidence, the voter will be required to make affidavits of qualification.

For the purpose of this election and the conduct of same, the District shall be divided into 34 election precincts designated and numbered hereinafter which shall be composed of one or more county voting precinct as indicated thereon. One polling place shall be provided in each District precinct and the location thereof is shown below.

Qualified voters may cast their ballot only at the polling place provided for the voting precinct in which they reside. Absentee Ballots may be cast in person during normal business hours, 8:00 A.M. to 4:30 P.M. at the General Office of the District, 800 East North Side Drive, Fort Worth, Texas from

Monday, December 30, 1991 through Tuesday, January 14, 1992. Ballots for absentee voting by mail may be obtained by contacting the Absentee Judge at the Tarrant County Election Administrator's Office, 100 Weatherford, Fort Worth, Texas 76196-0136 to the attention of Absentee Judge, Tarrant County Water Control and Improvement District Number One Directors' Election or by telephoning 884-1744 or 884-1115. Application for an absentee ballot by mail must be received by Friday, January 10, 1992 at 5:00 P.M. Ballots voted by mail must arrive by Saturday, January 18, 1992 at the Tarrant County Election Administrator's Office in a manner specified in the Texas Election Code and before the time the polls are required to close.

All designations of polling places hereinafter contained, unless otherwise indicated, will refer to numbers upon streets in the City of Fort Worth. The District Polling Places provided for said election and the names of the officers to hold said election, except insofar as they may be changed or substituted by the District Election Officer, are as per copy attached hereto. Further, notice of said election shall be executed in the name of the District and said notice duly published in accordance with the law governing such matters.

Mr. Wayne Owen, District Election Officer, is directed to make all arrangements for the holding of said election and for the payment of expenses and fees of the officers holding election without further order of the Board of Directors.

Adopted this the 22nd day of October, 1991.

George W. Shannon  
George W. Shannon, President

Charles B. Campbell, Jr.  
Charles B. Campbell, Jr. Secretary

11.

With the recommendation of management, Director Henderson moved to authorize a 2% cost of living increase for retiree pensions. Director Campbell seconded the motion and the vote in favor was unanimous.

12.

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

General Fund: Check numbers 32782 through 33078, the total expenditure being \$1,012,888.49.

Debt Service Fund: Check numbers 2164 through 2166, the total expenditure being \$74,558.25.

Capital Projects Fund: Check numbers 2412 through 2451, the total expenditure being \$1,042,927.34.

Revenue Fund: Check numbers 16089-16091, 16101-16237, 16240-16263, and 16266-16342, the total expenditure being \$21,840,174.68.

Cedar Creek Construction Fund: Check numbers 2062 through 2066, the total expenditure being \$498,525.40.

Richland-Chambers Fund: Check numbers 14552 through 14579, the total expenditure being \$24,995,540.35.

Interest and Redemption Fund: Check numbers 2177 through 2182, the total expenditure being \$14,725,358.41.

1985 Reserve Fund: Check numbers 16238 through 16239, the total expenditure being \$134,893.86.

Contingency Fund: Check numbers 16264 through 16265, the total expenditure being \$1,099,716.80.

1986 Reserve Fund: Check numbers 16092 through 16100, the total expenditure being \$3,276,161.02.

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

13.

The President and presiding officer next called an executive session under Section 2G of the Texas Open Meetings Act to consider personnel matters.

14.

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

15.

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

George W. Shannon  
President

Charles B. Campbell, Jr.  
Secretary