

MINUTES OF A MEETING OF THE BOARD OF DIRECTORS OF
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE
HELD ON THE 18TH DAY OF JANUARY, 1994 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, Alan Thomas, Brian Gordon, Richard Ellis, Nancy King, Sandy Swinnea, Steve Christian and Wayne Owen.

Also in attendance was George Christie, legal counsel for the District, Don Spitzer and Dawn Hickerson representing KPMG Peat Marwick, Timothy Stewart and Burford King.

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 from the meeting held December 14, 1993 as revised. It was accordingly ordered that such minutes be placed in the permanent files of the District.

2.

Wayne Owen, District Election Officer, presented to the Board of Directors the official returns of the election for two (2) Directors conducted by the District on January 15, 1994. The Directors, as a Committee of the Whole, publicly examined and did formally canvass the election returns. After careful examination of the tabulation sheet, Director Sparks moved that the Board of Directors find and declare that the results were as follows:

<u>Candidate</u>	<u>Votes</u>
Charles R. Stroup	173
Timothy S. Stewart, Sr.	380
Charles L. Geren	1,073
George W. Shannon	812
Herbert Kirkpatrick	1
Jerry McCole	1
James H. Lockhart	1
Scotty Price	1
John Paul Bartosiewicz	1

Number of Ballots Cast: 1,381

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

It was declared by the Board of Directors of Tarrant County Water Control and Improvement District Number One that Charles L. Geren and George W. Shannon were duly elected to serve for a period of four (4) years from the date of their qualification and until their successors may be duly elected and qualified.

3.

The statutory oath of office was duly administered to Messrs. Geren and Shannon by Board Vice President Henderson. Board Secretary, Charles B. Campbell, Jr., then ordered that the election returns and Directors' Bonds be filed as required by law.

4.

With the recommendation of management, Director Sparks moved to approve the Annual Audit performed by KPMG Peat Marwick for the fiscal year ended September 30, 1993. Director Henderson seconded the motion and the vote in favor was unanimous.

5.

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

6.

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

7.

With the recommendation of management, Director Henderson moved to approve a settlement in the amount of \$485,000 to settle litigation between the District and Willard Gordon. Director Geren seconded the motion and the vote in favor was unanimous.

8.

With the recommendation of management, Director Henderson moved to adopt a resolution commending the Texas Water Conservation Association on its 50th Anniversary. Director Geren 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**

Whereas, the Texas Water Conservation Association was created October 2, 1944, for the purpose of promoting the timely development and wise use of Texas water resources, and;

Whereas the Association has been composed of representatives of all of the many interests and diverse uses of Texas water resources, and;

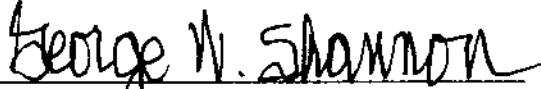
Whereas, the Association has been highly successful in its efforts to coordinate Texas water policy through liaison with the U.S. Congress, the Texas Legislature, State and Federal agencies, and local officials, and;

Whereas, the Association has grown and prospered in its service to the membership to include water policy coordination, information services, member communications, legislative representation and insurance services, now therefore;

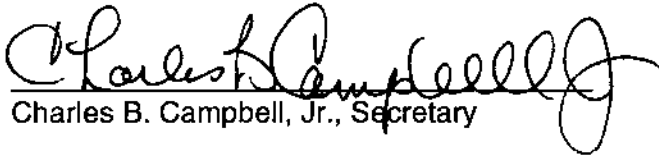
BE IT RESOLVED, that the Tarrant County Water Control and Improvement District Number One recognizes the significant value and many contributions of the Texas Water Conservation Association to the conservation and wise use of Texas water resources over the past 50 years, and;

BE IT FURTHER RESOLVED, that Tarrant County Water Control and Improvement District Number One commends the many individuals who gave of their time and talents in service through the Texas Water Conservation Association to assure the people of Texas a water supply adequate to meet the long term requirements of a growing and prosperous future.

Adopted this the 18th day of January, 1994.



George W. Shannon, President



Charles B. Campbell, Jr., Secretary

9.

With the recommendation of management, Director Sparks moved to authorize the sale of .73 acre to Mr. Bill Filgo for the appraised value of \$12,000. The subject property is adjacent to Lots 28 and 29 of the Driftwood Beach Subdivision in Henderson County, Texas. The sale shall be subject to the reservation of a flowage easement, the reservation of all minerals and the purchaser shall pay all closing costs. Also, Steve Christian shall be authorized to execute the deed and all documents necessary to close the conveyance. Director Campbell seconded the motion and the vote in favor was unanimous.

10.

With the recommendation of management, Director Geren moved to authorize the sale of 50 acres being a portion of District Tract Number 364 out of the John White Survey, A-818, Navarro County, Texas to Mr. Guy Lansford for \$1,000 per acre. The sale shall be subject to advertisement of an intent to sell the property, preparation of a legal description by a registered surveyor, reservation of a flood flowage easement over the entire tract, and the reservation of all minerals. The purchaser shall accept a restriction that only one (1) single family residence be constructed on the tract. The

purchaser shall obtain prior written approval in advance of placing any fill material on the tract and that said fill shall not exceed what is required to raise the floor elevation of the single family residence above elevation 320 msl. Also, Steve Christian shall be authorized to execute the deed and all documents necessary to close the conveyance. Director Sparks seconded the motion and the vote in favor was unanimous.

11.

With the recommendation of management, Director Campbell moved to authorize the sale of 670 square feet located below elevation 325 msl adjacent to Lot 3, Block 2 of the Deep Water Bay Subdivision in Henderson County, Texas to Mrs. Marie Duncan for \$1,172.50. The sale shall be subject to a reservation of a flood flowage easement, the reservation of all minerals, and the purchaser shall agree to pay all closing costs. Further, Steve Christian is authorized to execute the deed and all other documents necessary to close the conveyance. Director Henderson seconded the motion and the vote in favor was unanimous.

12.

With the recommendation of management, Director Campbell moved to approve the following list of vouchers for the month of December, 1993:

General Fund: Check numbers 41090 through 41307, the total expenditure being \$371,490.42.

Debt Service Fund: Check number 2206, the total expenditure being \$1,017,100.51.

Capital Projects Fund: Check numbers 2750 through 2755, the total expenditure being \$128,476.36.

Revenue Fund: Check numbers 22547 through 22743, the total expenditure being \$2,375,261.31.

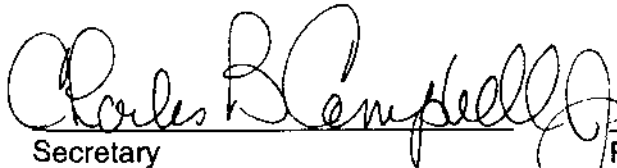
Richland-Chambers Fund: Check numbers 15138 through 15160, the total expenditure being \$1,380,770.72.

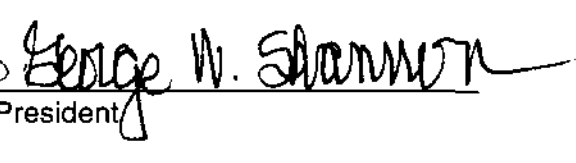
Cedar Creek Construction Fund: Check number 2091, the total expenditure being \$3,206.00.

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

13.

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


Secretary


President