

MINUTES OF A MEETING OF THE BOARD OF DIRECTORS OF
TARRANT REGIONAL WATER DISTRICT
HELD ON THE 20TH DAY OF JANUARY 2004 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
Hal S. Sparks III
Brian Newby
Gina Puente-Brancato

Also present were James M. Oliver, Alan Thomas, Ken Brummett, Lisa Cabrera, Steve Christian, Wesley Cleveland, Nancy King, David Marshall, Wayne Owen, Sandy Swinnea and Mike Witthaus.

Also in attendance were George Christie, legal counsel for the District; Terry Kile of Deloitte & Touche; Dave Hooper of Save Eagle Mountain Lake; Tom Gooch, John Rutledge, and Ron Lemons of Freese and Nichols; and Earl Alexander. Director Shannon convened the meeting with the assurance from management that all requirements of the "open meetings" laws had been met.

1.

On a motion made by Director Henderson and seconded by Director Newby, the Directors unanimously voted to approve the minutes from the meeting held December 16, 2003. It was accordingly ordered that such minutes be placed in the permanent files of the District.

2.

There were no persons of the general public requesting the opportunity to address the Board of Directors.

3.

The Board was updated on water supply planning issues.

4.

With the recommendation of management, Director Sparks moved to approve the District's Annual Financial Report. Director Henderson seconded the motion and the vote in favor was unanimous.

5.

The President and presiding officer next called an executive session at 11:15 a.m. under Chapter 551.072 of the Government Code to consider real property issues - Eagle Mountain Connection Project, Richland-Chambers High-Capacity Project; and oil and gas leases.

6.

Upon completion of the executive session at 11:55 a.m., the President reopened the meeting.

7.

With the recommendation of management, Director Henderson moved to approve the appointment of election judges for the Board of Directors Election on February 7, 2004. Director Puente seconded the motion and the vote in favor was unanimous.

8.

With the recommendation of management, Director Sparks moved to approve the purchase of granular fertilizer for the Fort Worth floodway levee system and dams at Eagle Mountain Lake, Marine Creek and Cement Creek for the low bid of \$236.81 per ton for an amount not to exceed 221 tons at a total cost of \$52,335.01 submitted by Justin Seed Company, Inc. Funding for this purchase is included in the FY 2004 General Fund Budget in the amount of \$51,250 and the FY 2004 Revenue Fund Budget in the amount of \$2,400. Director Puente seconded the motion and the vote in favor was unanimous.

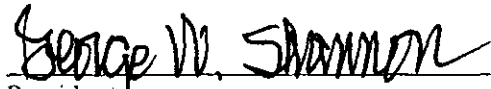
9.

With the recommendation of management, Director Puente moved to approve the purchase of a hydraulic shear for the Western Division Welding Shop for the low bid of \$25,000 submitted by Harrison Industrial. Funding for this purchase is included in the FY 2004 General Fund Budget. Director Henderson seconded the motion and the vote in favor was unanimous.

10.

With the recommendation of management, Director Sparks moved to approve a contract for silt removal in the District's tunnels of Floodgate #18 in the Colonial Country Club Golf Course for the low bid of \$25,000 submitted by Onyx Industrial Services. Funding for this contract is included in the FY 2004 General Fund Budget. Director Henderson seconded the motion and the vote in favor was unanimous.

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



President



Secretary