

MINUTES OF A MEETING OF THE BOARD OF DIRECTORS OF
TARRANT REGIONAL WATER DISTRICT
HELD ON THE 27TH DAY OF SEPTEMBER 2005 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
Jack R. Stevens
Gina Puente-Brancato

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

Also in attendance were George Christie, legal counsel for the District; Lee Christie of Pope, Hardwicke, Christie, Harrell, Schell & Kelly, LLP; Adelaide Leavens of Streams and Valleys; Scott Polikoff of the City of Fort Worth; Michael Bennett of Gideon Toal, Inc.; 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 Sparks, the Directors unanimously voted to approve the minutes from the meetings held August 16, 2005 and September 20, 2005. 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.

With the recommendation of management, Director Sparks moved to approve the Fiscal Year 2006 General Fund Budget in the amount of \$15,580,423. Director Henderson seconded the motion and the vote in favor was unanimous.

4.

With the recommendation of management, Director Henderson moved to adopt a 2005 tax rate of \$.02/\$100 valuation. Director Puente-Brancato seconded the motion and the vote in favor was unanimous.

**ORDER OF BOARD OF DIRECTORS OF
TARRANT REGIONAL WATER DISTRICT
ADOPTING AD VALOREM TAX**

On the 27th day of September, 2005, at a regularly scheduled meeting of the Board of Directors of Tarrant Regional Water District, upon motion duly made and seconded, the Board of Directors unanimously entered the following order:

IT IS HEREBY ORDERED that Tarrant Regional Water District adopt for tax year 2005 an ad valorem tax rate of \$.02 per \$100 of taxable value as appraised by the Tarrant County Appraisal District and that the Water District staff take the necessary steps to implement collection of the tax so adopted.

George W. Shannon, President

ATTEST:

Hal S. Sparks III, Secretary

5.

With the recommendation of management, Director Sparks moved to approve the Fiscal Year 2006 Revenue Fund Budget in the amount of \$69,650,281. Director Stevens seconded the motion and the vote in favor was unanimous.

6.

The Board heard discussion concerning the pre-purchase of pumps, motors, drives and valves.

7.

With the recommendation of management, Director Henderson moved to approve the pre-purchase of eight (8) 36-inch pump control ball butterfly valves for the lowest conforming bid of \$1,643,704 submitted by GA Industries, Inc. Funding for this contract is budgeted in the 2006 Bond Issue. Director Stevens seconded the motion and the vote in favor was unanimous.

8.

With the recommendation of management, Director Sparks moved to approve the use of competitive proposal procurement procedures for purchases of Rolling Hills Booster Pump Station pumps, motors and electrical controllers; floatable debris collector; and erosion control systems. Director Henderson seconded the motion and the vote in favor was unanimous.

9.

The President and presiding officer next called an executive session at 11:20 a.m. under Chapter 551.071 of the Government Code to consider contemplated litigation - threatened litigation regarding leased property: and under Chapter 551.072 of the Government Code to consider real property issues - Eagle Mountain Connection Project.

10.

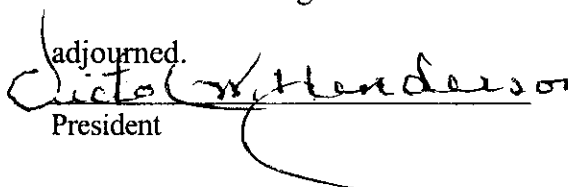
Upon completion of the executive session at 11:45 a.m., the President reopened the meeting.


11.

The Board was updated on the Trinity River Vision Project, SH 121 Southwest Parkway, oil and gas activities and viewed the quarterly video update.

12.

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

adjourned.

President


Secretary