

44

MINUTES OF A REGULAR MONTHLY MEETING OF THE BOARD OF
DIRECTORS OF TARRANT COUNTY WATER CONTROL AND IMPROVE-
MENT DISTRICT NUMBER ONE, HELD IN THE DISTRICT OFFICE
IN FORT WORTH, TEXAS, ON OCTOBER 2ND, 1928, AT 10
O'CLOCK A.M.

A call of the roll disclosed presence of the Directors as follows; viz:

W.R.Bennett,
E.E.Bewley,
C.A.Hickman,
W.S.Cooke, and
W.K.Stripling.

At this meeting W.R.Bennett presided in his capacity as President, W.K.Stripling presided in his capacity as Secretary. At this time and place the following proceedings were had and done, viz:

1. The minutes of the regular monthly meeting held on September 4th, 1928, and the minutes of a called meeting held on September 4th, 1928, were both read, each were approved and ordered of record.

2. W. S. Cooke did move and E.E.Bewley did second the motion that there do be prepared a statement in behalf of the Board to be signed by the President, and to be furnished to the news papers, concerning the Board's action in instituting proceedings in the Supreme Court for the purpose of securing their declaration of the validity of the Bonds sought to be sold by this District. The motion was carried, a statement was prepared, the statement was approved by the Board and is attached to these minutes as "Exhibit A".

45

3. Thereupon the Directors made examination of the monthly statement of financial affairs of the District as set out in "Exhibit B" hereto attached, which is hereto referred to as part hereof. After investigation of all accounts presented as being payable by the District at this time, Director E.E. Bewley did move that all accounts covered by the District vouchers and checks Nos. 1378 to 1400, both inclusive, and totaling \$1,546.82, do be allowed and that the vouchers as drawn do be delivered to the respective persons entitled thereto; Further that the District's voucher #1401 for the sum One Thousand (\$1,000.00) Dollars, drawn upon the Interest and Sinking Fund and to be placed in the Checking Account do be issued and said sum One Thousand (\$1,000.00) Dollars do be transferred for the purpose of partially reimbursing the Checking Account for interest payments heretofore made from it on account of Interest Payments properly chargeable to the Sinking Fund Account. This motion was seconded by Director Hickman and upon vote being taken the motion carried and it is so ordered.

4. Thereupon came up for consideration an extended bond issued to indemnify the District concerning the acts of John Pengilly in his capacity as Tax Collector for the District. This extended bond was for the sum Five Thousand (\$5,000.00) Dollars. After consideration of the probable amount of money which might come into the

hands of the Tax Collector, Director W.S. Cooke did move; and Director C.A. Hickman did second the motion that the District should procure additional coverage and should procure the issuance of a bond of Twenty five Thousand (\$25,000.00) Dollars; further that the District do seek an agreement from the bonding agencies to transfer the bond issued in behalf of John Pengilly to cover the acts of Pat Card at such time as he might qualify as a successor to John Pengilly. Upon a vote being taken the motion was carried and it is so ordered.

5. There was a report and general review of the present status of engineering work.

There being no further business the meeting adjourned.

APPROVED:

W.S. Cooke
As Secretary.

C.A. Hickman
As Vice-President

Exhibit a.

FOR THE NEWSPAPERS.

The Board concluded that the shortest and most expedient route to opening up a favorable bond market to the sale of the bonds of the District was to go before the Supreme Court and seek to have the District and its bonds pronounced valid.

The decision of the Court of Civil Appeals in the San Saba District case, while not involving our own District, caused the bond buying investor to withdraw from the market or to buy only at a great sacrifice in price. The rebound of that decision affected the bonded securities of all others.

The Attorney General fully approved the record of our bond issue, but withheld his certificate as a matter of public policy pending the decision of the Supreme Court in the San Saba Case, and he so expressly stated this reason in his certificate. On the other hand, should the Supreme Court hold the San Saba District to be valid, it would still leave the legality of our District without judicial sanction of the highest Court in the State.

So to make our bonds salable everywhere, and give them a clean bill of health, we have instructed our Attorneys to take the step that has been taken and remove all doubts and relieve the bond buyer of the timidity he might otherwise feel.

Meanwhile the plans of the great enterprise we have in charge are going forward and these plans, so far as the engineering features are concerned we expect to have completed by January first next.

We are also hopeful that we will have a decision of the Supreme Court by that time.

(Signed) Board of Directors of Tarrant County Water
Control and Improvement District Number One,
By W.R.Bennett, as President.

"EXHIBIT 8"

VOUCHERS # 1378 TO 1401, BOTH INCLUSIVE, ALLOWED BY THE DIRECTORS AT A MEETING ON TUESDAY, OCTOBER 2ND, 1928.

<u>NUMBER</u>	<u>ISSUED TO</u>	<u>COVERING</u>	<u>AMOUNT</u>
1378	W.K.Stripling	Director's Fee	10.00
1379	W.S.Cooke	Director's Fee	10.00
1380	C.A.Hickman	Director's Fee	10.00
1381	Sidney L.Samuels	Legal Services	416.67
1382	Ireland Hampton	Legal Services	625.00
1383	Ed B.Cheatham	Salary	200.00
1384	Alice McConnell	Salary	73.50
1385	Grace Thompson	Salary	16.50
1386	W.H.Briles	River Gauging	10.00
1387	Jack Key	River Gauging	9.00
1388	Glen Kelly	Rain Observing	3.00
1389	Wayne Allen	Rain Observing	3.00
1390	Leon Paschal	Rain Observing	3.00
1391	Grace Bovelle	Rain Observing	3.00
1392	Ireland Hampton	Express charges	.54
1393	Ireland Hampton	Traveling Expenses	34.59
1394	Ireland Hampton	Fee on bond transcript	.50
1395	Ireland Hampton	The Bond Buyer & telegram	7.97
1396	Ritchie, Cartan & Turner	Office supplies	25.20
1397	S.W.Freese	Filing Fee	25.00
1398	S.W.B. Telephone Co.	Telephone service	12.85
1399	E.Horn	Storage on Velie car	6.00
1400	Wm.Capps Bldg. Co.	Office Rent	41.50
1401	Tarrant Co. Water Imp. Dist. No. 1	Transfer of funds	1,000.00
T O T A L			2,546.82

DISTRIBUTION OF VOUCHERS #1378 TO #1401 INCLUSIVE.

Director's fees	30.00	Traveling Expense	34.59
Legal Department	1041.67	Express Charges bond trans.	.54
River Gaug. & Rain Observing	31.00	Certificate Bond Transcript	.50
Office salaries	290.00	Filing Fee Plans & Specifi.	25.00
Office supplies	25.20	Subscription Bond News	7.50
Office rent	41.50	Transfer of funds	1000.00
Telephone & telegrams	13.32		
Storage Dist. Velie car	6.00		
T O T A L			\$ 2546.82

Checking Account	\$1,546.82
Interest & Sinking Fund	1,000.00
	\$2,546.82

EXHIBIT B - sheet 2

CONDITION OF FUNDS OCTOBER 2, 1928.

CHECKING ACCOUNT:

Balance September 4, 1928		\$1,381.38
Receipts-Interest D/B	3.61	
10-2-28 Transfer Vo.#1401	<u>1000.00</u>	<u>1,003.61</u>
		\$2,384.99
Disbursements Vo.#1378 to \$1400 Inclusive		<u>1,546.82</u>
Balance October 2nd, 1928		\$ 838.17

INTEREST AND SINKING FUND:

Balance September 4, 1928		\$ 277.02
Receipts- Interest D/B	\$ 1.89	
From Tax Collector	<u>1414.89</u>	<u>1,416.78</u>
		\$1,693.80
Disbursements Transfer Voucher # 1401		<u>1,000.00</u>
Balance October 2nd, 1928		\$ 693.80

BONDS OUTSTANDING AND UNPAID OCTOBER 2ND, 1928.

<u>Notes & Bonds</u>	<u>Dated</u>	<u>Maturity</u>	<u>Denomination</u>	<u>Interest</u>	<u>Total</u>
60 to 75 Incl.	Dec. 1, 1924	Feb.1, 1928	\$1,000.00	5% S/A	
121 to 134 Incl.	Feb. 1, 1928	July 1, 1928	1,000.00	5% from date	\$30,000.00
The above notes #60 to 75, inclusive, of Tarrant County Water Improvement District Number One, and bonds #121 to 134, inclusive, of Tarrant County Water Control and Improvement District Number One, are now held by the Fort Worth National Bank, under an extension agreement to March 1, 1929, with interest paid to March 1, 1929.					
76 to 100 incl.	Feb. 1, 1928	July 1, 1928	\$1,000.00	5% from date	\$25,000.00
The above bonds # 76 to 100, inclusive, of Tarrant County Water Control and Improvement District Number One are held by the First National Bank under an extension agreement to March 1, 1929, with interest paid to March 1, 1929.					
101 to 120 incl.	Feb. 1, 1928	July 1, 1928	\$1,000.00	5% from date	\$20,000.00
The above bonds #101 to 120, inclusive, of Tarrant County Water Control and Improvement District Number One are held by the Continental National Bank, under an extension agreement to March 1, 1929, with interest paid to March 1, 1929.					
T O T A L					<u>\$75,000.00</u>

EXHIBIT ⁶
Page 3

PRELIMINARY BONDS #1 TO 150, INCLUSIVE, AUTHORIZED \$150,000.00

Bonds #1 to 59, Inclusive, RETIRED	\$59,000.00
Bonds #60 to 134, Inclusive, OUTSTANDING AND UNPAID AS SCHEDULED	75,000.00
Bonds #135 to 150, Inclusive, AVAILABLE UNSOLD	<u>16,000.00</u>
TOTAL	\$ 150,000.00