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MINUTES OF A CALLED MEETING OF THE BOARD OF DIRECTORS OF
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE
HELD IN THE DISTRICT OFFICE ON TUESDAY, FEBRUARY 25, 1930, AT 3 P. M.

At this time and place there were present: W. R. Bennett, who presided in his capacity as President, E. E. Bewley, C. A. Hickman, J. B. Hogsett, and W. K. Stripling, who acted in his capacity as Secretary.

At this time and place the following proceedings were had and done, viz:

1. Mr. G. W. Armstrong, President of the Texas Steel Company, appeared and orally presented complaint concerning the action of the McKenzie Construction Company of awarding the contract for reinforcing steel on the dams being constructed for the District. It was the sense of the Directors that the matter should be referred to Mr. M. C. Nichols, one of the District's engineers, for investigation, report and further consideration by the Board.

2. Thereupon Directors Bewley and Hogsett, constituting the Committee on Finance Matters, made a report concerning collateral securities of the Texas National Bank in the following matters, viz:

(a) A specific description of each security held by the District, being of par value \$1,399,000.00.

(b) A specific description of each collateral pledged security sold by them under the former orders of the Board of Directors, showing par value, price at which sold, the expenses incident to the sale and the net amount of money realized by the District from such sale, being the total \$1,410,730.94; also showing the proportion of the proceeds deposited in each of the District's present Depository Banks. The detail of the foregoing matters is shown in "Exhibit A" attached to these Minutes and hereby made a part hereof.

Upon full consideration of each and every matter done concerning sale of said securities, the disposition made of the proceeds, Director W. K. Stripling made a motion that the Directors do in all things approve the acts done by the Finance Committee as the act and deed of the District: Further, that Directors E. E. Bewley, J. B. Hogsett and W. R. Bennett, do, in their capacity as the Committee on Finance matters, make report of sale of the pledged securities to Mr. R. L. VanZandt as Receiver for the Texas National Bank of Fort Worth; further, that the said Committee do be authorized to effect final settlement as between this District and said Receiver, which motion was seconded by Director Hickman. Upon a vote being taken, the motion was carried and it is so ordered.

3. Hawley and Freese presented to the Directors true copy of their letter of February 17, 1930, addressed to Trinity Farm Construction Company, Uvalde Construction Company, and McKenzie Construction Company, whereby they did certify that on February 4, 1930, they, as engineers, did serve formal notice upon said contractors to begin work, whereby February 24, 1930, was fixed as the date from which final completion shall be computed. Said letter is attached to these Minutes as "Exhibit B" and is here referred to as a part hereof.

4. There was presented to the Directors formal request of the State Board of Water Engineers that this District do extend its contributions

to the fund to be used in the measurement of stream flow so that the same would apply after March 1, 1930. After full consideration of the request it was the sense of the Directors that the contributions should not be further extended; that the State Board of Water Engineers should be promptly advised to this effect. It was so ordered.

5. Thereupon Director Bewley presented a reciprocal receipt proposed to be executed as between The Fort Worth National Bank, as District Depository, and this District. This proposed to withdraw from pledge certain securities aggregating \$10,000.00 of par value and to substitute therefor certain other securities of \$10,000.00 par value. Said proposal was recommended by Directors Bewley and Hogsett. After full consideration of the proposal, it was the sense of the Directors that the withdrawal and substitution of securities in pledge should be granted and it is so ordered. It is further ordered that one of said reciprocal receipts be attached as "Exhibit 2" to the Bond of The Fort Worth National Bank, as District Depository. Further that one of said reciprocal receipts be attached to these Minutes as "Exhibit C", and made a part hereof.

6. Thereupon Directors Hickman and Stripling, constituting the Land Committee, did make a report of certain proposals concerning the purchase of land, or leases upon lands, or the sale of improvements on lands, and did recommend such proposals as follows:

(a) To sell to Mr. J. M. McKee an old un-usable house, now located on the land being purchased from him, at the price of \$50.00.

(b) To release Mr. T. H. Hopper from his prior agreement to lease the agricultural land of the lands sold to the District by the Hopper Heirs and to authorize draft on the District for \$110.00 to cover the sum of money heretofore withheld by the District as rental paid in advance by T. H. Hopper.

(c) To lease all of the Hopper lands to Mr. W. D. Young for the consideration of \$110.00, payable in advance; this lease to be for the purpose of grazing only and to terminate on December 31, 1930, subject to the usual lease conditions.

(d) To purchase from Mr. R. K. Hanger in fee (written contract in file) 11.66 acres at \$25.00 per acre, with the understanding that Mr. Hanger would execute deed giving the District a perpetual release from any and all claims or demands which might grow out of any future injury to the remainder of the land now owned by Mr. Hanger, by reason of the construction, maintenance and operation of the works to create the Eagle Mountain dam and reservoir.

There was full consideration of each and all of the foregoing proposals, whereupon Director Hogsett did make a motion that said proposals and all of the same do be approved. This motion was seconded by Director Bewley; the motion was carried and it is so ordered. Thereupon Director Hickman made explanations to the Directors concerning the fact that since the authorization of contract with the City of Fort Worth for the purchase of certain lands, the District's engineers had given advice that 50 acres or more of the land proposed to be conveyed is normally covered by water stored in Lake Worth, which would require a readjustment, new authorization by the City Council. The basis for such readjustment as stated to the Directors was by the Directors approved. The Land Committee were thereupon authorized to effect an amended contract upon the terms indicated as being desirable.

There was presented to the Directors objection to the title to the land purchased from Clyde Slay. After full consideration of this objection, upon advice of counsel, it was the sense of Directors that the title should be accepted as tendered.

No further business was presented and the meeting was adjourned.

W. K. Simpson
As Secretary

APPROVED:

W. B. Bennett
As President.

"E X H I B I T A"
Minutes of February
25, 1930.

LIST OF SECURITIES AGGREGATING \$1,399,000.00, ON HAND AT THE CLOSE OF BUSINESS
JANUARY 31, 1930, HERETOFORE DELIVERED BY THE TEXAS NATIONAL BANK OF FORT WORTH,
TEXAS, AS PLEDGES IN LIEU OF BOND TO SECURE DEPOSITS OF
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE

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FEDERAL FARM LOAN BONDS $4\frac{1}{2}\%$:			
DENOMINATION \$ 1,000.00	30 BONDS	\$30,000.00	\$30,000.00
FEDERAL FARM LOAN BONDS $4\frac{1}{2}\%$:			
DENOMINATION \$ 1,000.00	90 BONDS	90,000.00	
DENOMINATION \$ 10,000.00	11 BONDS	110,000.00	200,000.00
UNITED STATES OF AMERICA FOURTH LIBERTY LOAN $4\frac{1}{2}\%$ GOLD BOND OF 1933-38:			
DENOMINATION \$ 10,000.00	1 BOND	10,000.00	10,000.00
UNITED STATES OF AMERICA FOURTH LIBERTY LOAN BONDS:			
DENOMINATION \$ 1,000.00	1 BOND	1,000.00	
DENOMINATION \$ 5,000.00	1 BOND	5,000.00	
DENOMINATION \$ 10,000.00	42 BONDS	420,000.00	426,000.00
UNITED STATES TREASURY CERTIFICATES OF INDEBTEDNESS, T. J. $4-7/8\%$:			
DENOMINATION \$ 10,000.00	4 BONDS	40,000.00	40,000.00
UNITED STATES TREASURY CERTIFICATES OF INDEBTEDNESS, T. M. $5-1/8\%$:			
DENOMINATION \$ 10,000.00	5 BONDS	50,000.00	
DENOMINATION \$100,000.00	6 BONDS	600,000.00	650,000.00
CITY OF DELEON TEXAS WATERWORKS EXTENSION BONDING BOND, SERIES #1-6%:			
DENOMINATION \$ 1,000.00	10 BONDS	10,000.00	10,000.00
HARDIN COUNTY, TEXAS, ROAD DISTRICT NO. $2-5\frac{1}{2}\%$:			
DENOMINATION \$ 1,000.00	3 BONDS	3,000.00	3,000.00
MATAGORDA COUNTY, TEXAS, $4\frac{1}{2}\%$ ROAD BONDS:			
DENOMINATION \$ 1,000.00	10 BONDS	10,000.00	10,000.00
WALKER COUNTY, HUNTSVILLE DISTRICT, SPECIAL ROAD BOND 5% :			
DENOMINATION \$ 1,000.00	5 BONDS	5,000.00	5,000.00
WHARTON COUNTY SPECIAL ROAD BONDS, SERIES D, $5\frac{1}{2}\%$:			
DENOMINATION \$ 1,000.00	5 BONDS	5,000.00	5,000.00
WOOD COUNTY SPECIAL ROAD BONDS, SERIES F, $5\frac{1}{2}\%$:			
DENOMINATION \$ 1,000.00	5 BONDS	5,000.00	5,000.00
YOUNG COUNTY ROAD BOND, SERIES B, 5% :			
DENOMINATION \$ 1,000.00	5 BONDS	5,000.00	5,000.00
	T O T A L		\$1,399,000.00

STATEMENT OF SALE \$1,399,000.00 PLEDGED SECURITIES HERETOFORE PLEDGED
BY TEXAS NATIONAL BANK AS OFFICIAL DEPOSITORY TO SECURE FUNDS OF
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE

	<u>PAR</u>	<u>PRICE</u>	<u>AMOUNT</u>	<u>ACCRUED INTEREST</u>	<u>LESS COMMUNICATION AND TRANSPORTATION CHARGES</u>	<u>AMOUNT RECEIVED</u>	<u>SOLD TO</u>
City DeLeon Water Extension	10000.00)						
Hardin Co. Road Dist. #2	3000.00)						
Matagorda Co. Road	10000.00)						
Walker Co. Spel. Rd.	5000.00)	Par - Flat	43,000.00			43,000.00	Ft. Worth National Co.
Wharton Co. Spel. Rd.	5000.00)						
Wood Co. Spel. Rd.	5000.00)						
Young Co. Rd.	5000.00)						
Cert. Ind. T. J. 4-7/8%	40000.00	Par 12/32 & Int.	40,150.00	335.84		40,485.84	Ft. Worth National Bank
Cert. Ind. T. M. 5-1/8%	650000.00	Par & Int.	650,000.00	14157.78		664,157.78	Ft. Worth National Bank
Federal Land Bank 4%	27000.00	88 1/2 & Int.	23,827.50	324.00)		24,151.50	First Nat'l. Old Colony Corp. Chicago.
Federal Land Bank 4%	3000.00	.88 & Int.	2,640.00	36.00)		2,676.00	C.F. Childs & Co. Chicago
Fourth U.S. Liberty 4 1/2%	436000.00	1.01 & Int.	440,360.00	6382.56)	40.89	446,701.67	C.F. Childs & Co. Chicago
Federal Land Bank 4 1/4%	10000.00	92-1/8 & Int.	9,212.50	57.84		9,270.34	Ft. Worth National Co.
Federal Land Bank 4 1/4%	50000.00	92 & Int.	46,000.00	289.24	5.32	46,283.92	C.F. Childs & Co. Chicago
Federal Land Bank 4 1/4%	100000.00	92-1/8 & Int.	92,125.00	566.67	33.81	92,657.86	Bankers Co. of New York
Federal Land Bank 4 1/4%	40000.00	92-1/8 & Int.	36,850.00	250.28	4.25	37,096.03	C.F. Childs & Co. Chicago
Int. Cpns. Due Jan. 1st 1930 from \$200,000.00							
Federal Land Bank Bonds 4 1/2%						4,250.00	
TOTALS	\$1,399,000.00	\$1,384,165.00	\$22,400.21	\$ 84.27		\$1,410,730.94	

PROCEEDS OF SALE DEPOSITED IN

CONTINENTAL NATIONAL BANK, FORT WORTH	\$ 614,261.41
FIRST NATIONAL BANK, FORT WORTH	384,145.54
FORT WORTH NATIONAL BANK, FORT WORTH	412,323.99
TOTAL	\$1,410,730.94

JOHN B. HAWLEY
S. W. FREESE
M. C. NICHOLS
H. R. F. HELLAND

"EXHIBIT B"
Minutes of February
25, 1930

WATER SUPPLY
WATER PURIFICATION
SEWERAGE
SEWAGE DISPOSAL
IRRIGATION
FLOOD CONTROL

HAWLEY AND FREESE
CONSULTING ENGINEERS
411-17 CAPPS BUILDING
FORT WORTH, TEXAS

Feb. 17, 1930

Trinity Farm Construction Company,
Uvalde Construction Company,
Dallas, Texas,

McKenzie Construction Company,
San Antonio, Texas.

Gentlemen:

It is our interpretation of the proposal
and the minutes of the Tarrant County Water Improvement
District, that you were formally notified by the signing
of contract on February 4, 1930, to begin the work upon
which you bid, and that the date from which your working
days should begin is, therefore, twenty (20) days later,
or February 24, 1930.

Yours very truly,

HAWLEY AND FREESE

BY *Marvin C. Nichols*

SWF^oCW

CC - Tarrant County Water
Improvement District No. 1

"EXHIBIT C"
Minutes of February
25, 1930.

"EXHIBIT 2"

(To be attached to bond of The Fort Worth National Bank to secure deposits of the Tarrant County Water Control and Improvement District Number One, as "Exhibit 2")

WITHDRAWAL OF SECURITIES AND SUBSTITUTION
OF SECURITIES

ON THIS 25TH day of February, 1930, The Fort Worth National Bank of Fort Worth, Texas, hereby acknowledges receipt of withdrawal of Securities heretofore pledged to secure Tarrant County Water Control and Improvement District Number One. Said Securities are described in "Exhibit 1" attached to the bond of this Bank, as the District's Depository, and the same are specifically described as follows, viz:

FORT WORTH SCHOOLS, BEARING 4 $\frac{1}{2}$ %: (DENOMINATION \$1,000.00)		
Nos. 210 to 214, Inclusive	Maturing January 1, 1939	\$5,000.00
Nos. 248 to 252, Inclusive	Maturing January 1, 1941	5,000.00
	Total	<u>\$10,000.00</u>

TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE, as of this date, does acknowledge the receipt from The Fort Worth National Bank of Fort Worth, Texas, to be deposited as collateral to secure the bond of said Bank as the Depository of this District, securities specifically described as follows, viz:

CITY OF DE LEON WATER WORKS EXTENSION FUNDING, SERIES #1, BEARING 6%: (DENOMINATION \$1000.00)		
Nos. 38 to 47, Inclusive	Maturing September 20, 1940	\$ 5,000.00
Nos. 63 to 67, Inclusive	Maturing September 20, 1943	5,000.00
	Total	<u>\$10,000.00</u>

THE WITHDRAWAL of securities and the substitution of securities as hereinabove related is in compliance with the terms of the Bond executed by The Fort Worth National Bank on February 14, 1930, as an Official Depository of the District.

THIS RECIPROCAL receipt is hereby designated as "Exhibit 2", and is to be attached to the Bond executed by said Bank on February 14, 1930.

THE FORT WORTH NATIONAL BANK OF FORT WORTH, TEXAS

BY: 

AS 

ATTEN: 

As Cashier.

TARRANT COUNTY WATER CONTROL AND
IMPROVEMENT DISTRICT NUMBER ONE

BY: 

V.P. & Custodian of Securities.