

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 IN FORT WORTH, TEXAS, ON THE
1ST DAY OF JULY, A. D. 1933, 3 P. M.

The call of the roll disclosed the presence, of all Directors as follows, viz:

W. R. Bennett
E. E. Bewley
W. K. Stripling
C. A. Hickman
Joe B. Hogsett

President Bennett presided; Director Stripling acted in his capacity as Secretary.

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

1.

President Bennett announced that the object of the call of the Meeting was to consider approval of the securities proposed to be given into pledge by Continental National Bank to secure the sum \$450,012.85, to be paid by Reconstruction Finance Corporation as the purchase price for the bonds of this District of its "Series D 2."

2.

Thereupon Director Hickman presented a resolution which was in words, figures and symbols as follows, viz:

"FINDINGS OF FACT, CONCLUSIONS, AND ORDERS BASED THEREON

"1. Tarrant County Water Control and Improvement District Number One has now been advised that Reconstruction Finance Corporation stands ready to consummate its purchase of the 463 bonds of this District of its "Series D 2" for the principal sum four hundred sixty-three thousand (\$463,000.00) dollars, for the sum Four Hundred Fifty Thousand Twelve and 85/100 Dollars (\$450,012.85), plus interest accrued thereon from March 15, 1933, to the day of the payment of the purchase price, at the rate five per cent. per annum; and

"2. Heretofore, and on June 29, 1935, this District under appropriate authority executed a certain contract setting up certain conditions which would control the actual payment of the purchase price for said bonds by said Corporation, for the use and benefit of this District. Among other conditions of said contract were those contained in subdivision (f) of Section 2, which, in the part here material did provide as follows, viz:

"Every such deposit shall be continuously secured by pledge by the bank or banks to the borrower of direct obligations of the United States Government having an aggregate market value (exclusive of accrued interest) at least equal to the sum at the time on deposit; and, at any time, or from time to time, upon request, the borrower shall furnish to R. F. C. evidence, satisfactory to Counsel for R. F. C., that such deposited obligations are actually in the possession of the borrower and subject to sale and the application of the proceeds thereof by the borrower, in case of default by the depository bank."

and

"3. Continental National Bank of Fort Worth, Texas, as the qualified statutory depository for this District now has given assurance that it will deliver into pledge to the District securities of value and of character conforming to the above and foregoing requirement, at such time as actually may be required to procure R. F. C. to pay into the Depository for this District the purchase price for the 463 bonds described in Paragraph 1 hereof.

"4. It is the sense of the Board of Directors of this District that securities of the value and character hereinbefore specified should be approved as proper and sufficient security for the sum to be paid by Reconstruction Finance Corporation, as aforesaid, and that further approval thereof should be sought from said Reconstruction Finance Corporation.

"NOW THEREFORE, be it ordered as the act and deed of this District that Director E. E. Bowley, in his capacity as Custodian of Securities for this District, without other and further order from this Board of Directors do be authorized to receive into pledge from Continental National Bank of Fort Worth, Texas, securities to consist of direct obligations of the United States

of America, and to have value as hereinbefore specified; further, that he do be authorized to certify that such securities are in the possession of this District and subject to his control as Custodian of Securities for this District. Further, that he hereby is authorized and directed to do any and all other things required to actually consummate the intent of this order, among which things shall be included the duty, after receipt of the securities hereinbefore referred to, to certify to Counsel for Reconstruction Finance Corporation, or to the Federal Reserve Bank of Dallas, Texas, as agent for said Corporation, that the securities aforesaid actually are in the possession of this District and subject to sale and the application of the proceeds thereof by this District, in case of default by Continental National Bank of Fort Worth, as the qualified statutory depository for this District: All things hereby authorized to be done by the said E. E. Bowley as Custodian of Securities for this District, he may do without other and further order from this Board of Directors: It is so ordered."

Upon the reading of this motion Director Hickman did move the adoption of the same as the Act, deed and ordinance of this District. Director Stripling seconded the motion. Upon a vote being taken Directors W. R. Bennett, E. E. Bowley, W. K. Stripling, C. A. Hickman and Joe B. Hogsett voted for the motion and no Director voted against the motion. The motion was carried and it was so ordered.

3.

No further business was presented and the meeting was adjourned.

APPROVED:

W. R. Bennett
As President

W. K. Stripling
As Secretary