

MINUTES OF A MEETING OF THE BOARD OF DIRECTORS OF  
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE  
HELD IN THE DISTRICT OFFICE AT FORT WORTH, TEXAS, ON  
THE 10TH DAY OF AUGUST, 1956 AT 10:30 A.M.

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The call of the roll disclosed the presence or absence  
of Directors as follows:

PRESENT

Joe B. Hogsett  
Houston Hill  
Lacy Boggess  
W. L. Pier  
A. T. Seymour, Jr.

Also present were Messrs. William Brown, General Counsel for the  
District and Ben F. Hickey, General Manager of the District.

Director Hogsett acted in his capacity as President, and  
Director Boggess acted in his capacity as Secretary, whereupon pro-  
ceedings were had and done as follows:

1.

On motion duly made and seconded, the minutes of the  
meeting of July 20, 1956 were read and approved by the Directors  
present and it was accordingly so ordered.

2.

President Hogsett presented and read to the Directors,  
a letter from the Engineers for the District, Freese & Nichols,  
dated July 25, 1956, and signed by Marvin C. Nichols, in which was  
outlined the request of Haltom City Water Authority for water from

Eagle Mountain Lake, and the recommendations of Freese & Nichols as to availability of water; and the basic formula to be followed for the payment of water taken by the Haltom City Water Authority as follows:

"The formula we would suggest to be applied at any time to determine the basic rate would be as follows: Total annual fixed charges allocated to water conservation plus annual administrative, operation and maintenance expense allocated to water supply facilities, divided by total raw water being withdrawn annually from the source of supply, times 1.10. This would be the basic rate for all water sold and used within the District. We would suggest that the rate for water for uses outside the District be determined by substituting the factor 2.0 for the factor 1.10 used in the formula above. Water used by municipalities for that part of the municipality within the District and subject to District taxes, would not pay a water charge for water but would continue to receive water as in the past without any charge other than the payment of ad valorem taxes.

We would recommend that water be made available to Haltom City Water Authority under either plan "A" or plan "B" on one of the following basis:

- 1 -That the Haltom City Water Authority area be taken into the Tarrant County Water Control and Improvement District No. 1, and therefore subject to District taxes with water to be furnished to the Haltom City Water Authority on the same basis as it is now furnished to the City of Fort Worth, and portions of River Oaks and Westover Hills.
- 2 -That water be made available to the Haltom City Water Authority under contract with the price subject to review at each five-year interval under the following formula:

Total annual fixed charges allocated to water supply	Plus	Annual administrative operation and maintenance expense x 2.0
<hr/>		
Total annual water withdrawn		

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3 -That the use of water under 2 - above be subject to prior right of Fort Worth and prior contract purchases."

President Hogsett then presented the written opinion, from the Attorneys for the District, Samuels, Brown, Herman and Scott, dated August 10, 1956, and signed by Mr. William M. Brown, in which was outlined the authority of the District to enter into a contract with the Haltom City Water Authority for the sale of raw water, as follows:

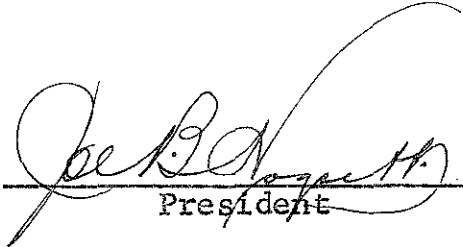
"It is our opinion that the District, acting through its Board of Directors, has the authority under the law to enter into a contract with the Haltom City Water Authority for the sale of raw water from either Eagle Mountain Lake or Lake Worth; provided, however, that such contract contain provision completely protecting the priority of use of the City of Fort Worth and other existing contract purchasers."

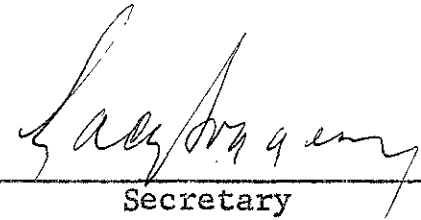
There followed a lengthy discussion between the Directors, after the presentation of the two letters, and it was the consensus of opinion that raw water could be sold to the Haltom City Authority, and that the recommendations, as outlined by the Engineers and Attorneys for the District, be given serious study, in order that a basic formula could be established at the next meeting of the Board of Directors; and further that at the next meeting, to invite the President of the Haltom City Water Authority to explain which method the Haltom City Water Authority will use to divert raw water from Eagle Mountain to Haltom City - plan "A" or "B", as outlined in the report of Freese & Nichols, dated July 25, 1956.

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3.

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

  
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President

  
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Secretary

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