

MATTERS TO COME BEFORE 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 3RD DAY OF JULY, 1957 AT 11:00 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 was Mr. Ben 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 held June 27, 1957 were read and approved by the Directors  
and it was accordingly ordered of record.

2.

On motion of Director Hill, seconded by Director Boggess,  
voucher-checks #10068 and #10139 to #10168, inclusive, were approved  
and ordered paid, having theretofore received the approval and veri-  
fication of Mr. J. M. Williams, County Auditor, who by virtue of the  
Statutes is the Auditor of this District as well. All the Directors

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voted aye thereon, and such action was ordered of record.

3.

There was presented to the Directors, a letter from Christie, Mitchell and Mitchell Company, dated July 1, 1957, and signed by Charles W. Lively, Land Department, in which he states: "Attention Mr. Ben Hickey, RE: No. 14066 - North Texas Conference of the Methodist Church Board of Education 142.68 Lease - Wise County, Texas. Gentlemen:

We are owners of the above subject lease which is out of the N. C. Butler Survey, Abstract No. 50, Wise County, Texas.

As you know, we also have approximately 6,169.60 acres of land belonging to your organization under lease by an assignment from C. L. Gage of Decatur, Texas. Under the terms of said lease and assignment, we are obligated to drill one (1) well per year on your acreage.

The above captioned lease, of which your company owns a one-half (1/2) mineral interest, has a five year primary term from date of November 18, 1955. We have no drilling obligation under this lease other than if a commercial oil well be completed under the terms of the lease, a second well must be commenced within six (6) months after completion of the first well. If the second well is completed as a commercial oil well, a third well must be commenced within six (6) months after completion of the second well.

We are desirous of drilling on the Methodist Camp acreage as soon as possible. From a geological standpoint, we feel that all of us would benefit from a well on this acreage. However, due to our present drilling commitments, it will be impossible for us to drill on this acreage in the foreseeable near future unless your Board of Directors could authorize us to drill a well on the Methodist Camp acreage as our obligation under the lease we obtained on the Tarrant County Water Control and Improvement District Number One acreage by assignment from Mr. Gage. Should your Board of Directors approve of this request to substitute a well on the Methodist Camp lease in lieu of our obligation under your lease, it would not, of

course, in any way affect our obligation of drilling on your acreage for any year other than the current.

As I mentioned when in your office last Friday, Lone Star Gas Company of Dallas advised us that they have staked a well location on the A. J. Myers acreage in the Cochran & Collins Survey. It is our understanding that they plan to commence drilling operations in the near future. Lone Star also advised that they have made tentative plans for the drilling of a second well on the J. T. Counts acreage in the G. W. Steel Survey.

We will appreciate your consideration of the above proposal and we sincerely hope that it meets with your approval as we feel it will be beneficial to all concerned."

After discussion of the foregoing matter in which it was brought out that in the District's prime lease to Coke L. Gage of Decatur, Assignor of the 6,169.60 Acre lease, the drilling requirements were for two (2) wells per year to be drilled to a certain depth, along with other requirements; whereupon Director Pier offered the motion, seconded by Director Boggess, that the necessary instrument, as would be required by the above request of Christie, Mitchell and Mitchell Company, be prepared by the Attorneys of the District in association with Director Hill, and following its preparation authorized the execution of said instrument. This being the unanimous decision of the Directors it was so ordered.

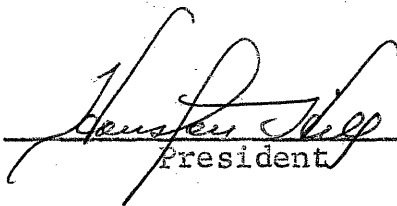
4.

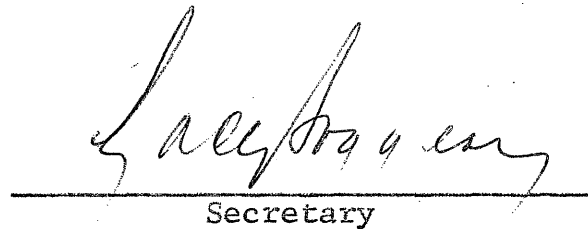
President Hogsett stated that at this time it was necessary for the District to set a tax rate for the ensuing tax year, 1958, and presented to each Director a financial statement of the District,

outlining the estimated receipts and disbursements of the District for 1958; and after a thorough discussion, Director Seymour made a motion that the total tax rate for the District for the year 1958 be eighteen (.18) cents on each one hundred (\$100.00) Dollars of property valuation in the District, and at a later date there would be an allocation of the .18 cents per \$100.00 property valuation for maintenance, with the remainder to be allocated to the Interest and Sinking Fund; whereupon Director Pier seconded the motion with all Directors voting aye thereon, whereupon the President declared the motion carried and ordered it of record.

5.

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

  
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President

  
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Secretary