

MINUTES OF A MEETING OF THE BOARD OF DIRECTORS OF
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE
HELD ON THE 5TH DAY OF MAY, 1986 AT 10:00 A.M.

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

PRESENT

C. Victor Thornton
Burford I. King
George W. Shannon
Wayne E. Newton
Victor W. Henderson

Also present were Messrs. James M. Oliver, General
Manager; Robert M. Doby, Comptroller and Wayne Owen, Jr.,
Administrative Assistant.

Staff members who coordinated presentations were Messrs.
Alan Thomas, Fiscal Manager; Michael J. Meza, Manager of
Operations and Bill Hilliard, Manager of Special Projects.

Director Thornton acted as President and Director
Shannon acted as Secretary, whereupon proceedings were had and
done as follows:

1.

On motion made by Director Henderson and seconded by
Director Newton, and with the assurance from management that all
requirements relating to the "open meetings" law had been
followed, the minutes of the meeting held April 23, 1986 were
unanimously approved and it was accordingly ordered that such
minutes be placed in the permanent files of the District.

2.

Mr. Michael J. Meza, Manager of Operations for the District,
presented Change Order Number One of the Richland Creek Pipeline

Intake Structure Contract. By approval of this item, H. B. Zachry Company would be allowed a time extension of 46 calendar days with which to complete the specified construction. Mr. Meza stated that the extension would not conflict with the schedule for construction of the second stage pump station facilities. The main reason for the extension is due to inclement weather at the construction site. Also, no increase in the contract cost will result from the extension.

With the recommendation of management, Director King moved for the approval of the time extension as outlined in Change Order Number One to the Richland Creek Pipeline Intake Structure Contract. Director Henderson seconded the motion and the vote in favor was unanimous.

3.

Mr. Meza informed the Directors of the immediate need to acquire one new D-6 Dozer for use in the construction of the Richland-Chambers Reservoir. President Thornton, on behalf of the Board, requested that the District proceed with the solicitation of bids necessary for the purchase of the new dozer.

4.

Mr. Robert M. Doby, Controller for the District, and Mr. Meza next presented Change Order Number Eleven to the Richland Creek Dam and Spillway Contract. Mr. Doby explained that H. B. Zachry has agreed to Phased Closure as presented in a letter from Jim Nichols of Freese and Nichols to Marcus Williams of H. B. Zachry on April 18, 1986 with one exception. Zachry has requested

and staff recommends the immediate release of \$2,269,144.98 currently held in retainage. The remaining \$1,000,000.00 held in retainage is considered sufficient. Zachry's insurance company, St. Paul Insurance Company, also approves of the release.

With the recommendation of management, Director King moved for the approval of Change Order Eleven, Contingent upon approval by Counsel as to form. Director Shannon seconded the motion and the vote in favor was unanimous.

5.

Mr. Bill Hilliard, Manager of Special Projects for the District, presented the following land matters at Richland-Chambers for Board consideration.

5A.

Mr. Hilliard requested approval of the acquisition of pipeline right-of-way easements over the following tracts upon a basis of payment, to wit:

- 1) .39 acre in pipeline right-of-way easement @ \$1,000.00 per acre from Mrs. H. P. Hodge, Sr., T. Bennet Survey A-176, Navarro County, Texas.
- 2) 6.58 acres in pipeline right-of-way easement @ 1,200.00 per acre from Gene T. Ruhl, et ux, Helen S. Ruhl, T. J. Chambers Survey A-1, Ellis County, Texas.

5B.

Mr. Hilliard further requested approval of the acquisition of the following tracts necessary for the construction of the Richland-Chambers Reservoir upon a basis of payment, to wit:

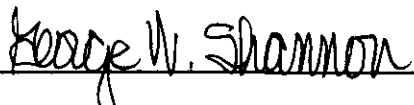
- 1) 1.39 acres in fee @ \$850.00 per acre and 2.30 acres in easement @ \$566.00 per acre from Eulia Holmes, W. P. Lane survey A-483, Navarro County, Texas, Tract #286.
- 2) 13.92 acres in fee @ \$850.00 per acre and 2.24 acres in easement @ \$566.00 per acre from Jo Nell Brooks and Alice E. Lindsey, John White Survey A-818, Navarro County, Texas, Tract #381.

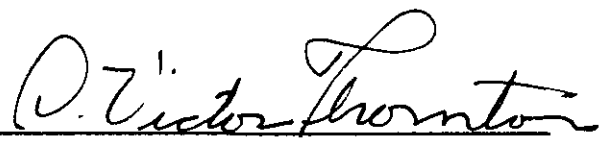
Based upon the recommendation of management, Director King moved and Director Henderson seconded a motion to approve the acquisition of the preceding parcels as described above. The vote in favor was unanimous.

CLOSED MEETING

OPENED MEETING

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


Secretary


President