

MINUTES OF A MEETING OF THE BOARD OF DIRECTORS OF
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE
HELD ON THE 29TH DAY OF JUNE, 1987 AT 8:15 A.M.

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

Present

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

Also present were James Oliver, General Manager; Robert Doby, Comptroller; Steve Christian, Real Property Manager; George Christie, Legal Counsel and Larry Wortham, Administrative Assistant.

1.

On motion made by Director Henderson and seconded by Director Shannon and with assurance from management that all of the requirements of the "open meetings" law had been met, the minutes from the meeting held June 15, 1987 were unanimously approved by the Directors and it was accordingly ordered that such minutes be placed in the permanent files of the District.

2.

With the recommendation of management and legal counsel, Director King moved to approve a contract of sale and agreement between the District and TXI. The contract calls for the acquisition of lands needed for the construction of the Richland-Chambers Reservoir and the modification of TXI's Streetman

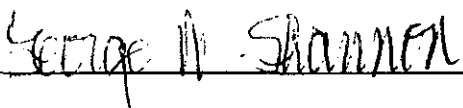
lightweight aggregate plant. Director Shannon seconded the motion and the vote in favor was unanimous.

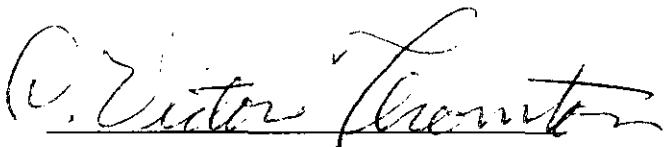
3.

With the recommendation of management and legal counsel, Director King moved to approve an agreement between the District and Texaco. The agreement calls for Texaco to relocate a pipeline which will be inundated by the Richland-Chambers Reservoir. \$901,289.00 will be put into escrow by the District until the relocation is completed. The District will retain interest earned from the escrow. Director Henderson seconded the motion and the vote in favor was unanimous.

4.

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


Secretary


President