

MINUTES OF A MEETING OF THE BOARD OF DIRECTORS OF
TARRANT REGIONAL WATER DISTRICT
HELD ON THE 21st DAY OF AUGUST 2001 AT 9:30 A.M.

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

<u>Present</u>	<u>Absent</u>
George W. Shannon	Brian C. Newby
Victor W. Henderson	
Charles B. Campbell, Jr.	
Hal S. Sparks III	

Also present were James M. Oliver, Alan Thomas, Ken Brummett, Steve Christian, Wesley Cleveland, Nancy L. King, David Marshall, Wayne Owen, Sandy Swinnea, Ed Weaver, and Mike Witthaus.

Also in attendance were George Christie, legal counsel for the District and Lee Christie representing Pope, Hardwicke, Christie, Harrell, Schell & Kelly, LLP.

Director Shannon convened the meeting with the assurance from management that all requirements of the "open meetings" laws had been met.

1.

On a motion made by Director Henderson and seconded by Director Campbell, the Directors unanimously voted to approve the minutes from the meetings held July 17, 26, and 27, 2001. It was accordingly ordered that such minutes be placed in the permanent files of the District.

2.

There were no persons of the general public requesting the opportunity to address the Board of Directors.

3.

The President and presiding officer next called an executive session at 9:33 a.m. under Chapter 551.071 of the Government Code to consider pending or contemplated litigation – Landers case; Montgomery case; Southwest Christian School case and Cemco case.

4.

Upon completion of the executive session at 9:55 a.m., the President reopened the meeting.

5.

With the recommendation of management, Director Campbell moved to approve a contract with Deloitte & Touche to assist in the implementation of GASB 34 (Government Accounting Standards Board) for \$25,000. Funding for this contract is included in the FY 2002 General Fund budget. Director Henderson seconded the motion and the vote in favor was unanimous.

6.

With the recommendation of management, Director Henderson moved to approve a contract with All Tex Paving for application of coal tar emulsion to existing roads located at Richland-Chambers Lake compound, Richland-Chambers Pump Station, Ennis Pump Station, and Waxahachie Pump Station for the low bid of \$0.975 per square yard for a maximum of 55,000 square yards for a total of \$53,625. Funding for this contract is included in the FY 2001 Revenue Fund budget. Director Sparks seconded the motion and the vote in favor was unanimous.

7.

With the recommendation of management, Director Henderson moved to approve the sale of interest in the A.P. Mays oil and gas lease at Richland-Chambers Reservoir to the highest and only bidder, H & S Production, Inc., of Dallas, Texas for the bid or \$20,000 and the District will reserve a net 10% overriding royalty interest. Director Campbell seconded the motion and the vote in favor was unanimous.

8.

With the recommendation of management, Director Sparks moved to approve a contract with Brown & Root Services to evaluate the potential of coordinating with Dallas Water Utilities and North Texas Municipal Water District on the delivery of water from various existing east Texas reservoirs. TRWD will serve as contract agent with North Texas Municipal Water District and Dallas Water Utilities sharing in the total cost of \$90,000. Funding for this purchase is included in the FY 2001 Revenue Fund budget. Director Henderson seconded the motion and the vote in favor was unanimous.

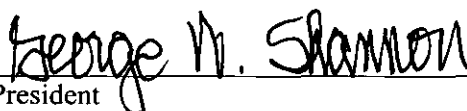
9.


With the recommendation of management, Director Campbell moved to reduce retainage to Eagle Construction and Environmental Services on the Balancing Reservoir Project by releasing \$131,087.29. The amount remaining to be held will be \$32,771.82. Funding for this project is included in Benbrook Construction Fund. Director Sparks seconded the motion and the vote in favor was unanimous.

10.

With the recommendation of management, Director Sparks moved to approve an additional \$10,000 in FY 2001 and \$20,000 in FY 2002 in consulting fees for Dennis Erinakes of Bennett & Williams to assist the District in dam safety modeling. Funding for this project is included in the FY 2001 Revenue Fund budget and \$20,000 will be included in the FY 2002 Revenue Fund budget. Director Henderson seconded the motion and the vote in favor was unanimous.

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


President


Secretary