

MINUTES OF A MEETING OF THE BOARD OF DIRECTORS OF
TARRANT REGIONAL WATER DISTRICT
HELD ON THE 1ST DAY OF APRIL, 1997 AT 9:00 A.M.

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

Present

George W. Shannon
Victor W. Henderson
Charles B. Campbell, Jr.
Hal S. Sparks III
Brian C. Newby

Also present were Alan Thomas, Steve Christian and Louie Verreault. In attendance also were George F. Christie, legal counsel for the District; Judy Anderson and Galen Hartman representing the organization CAUTION, Inc., Ed Bufkin representing Campeon Pipeline and Anita Baker.

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

1.

The Board received public comment concerning the proposed sale of easement to Campeon Pipeline Corporation.

2.

The President and presiding officer next called an executive session under Chapter 551.071 of the Government Code to consider pending or contemplated litigation.

3.

Upon completion of the executive session, the President reopened the meeting.

4.

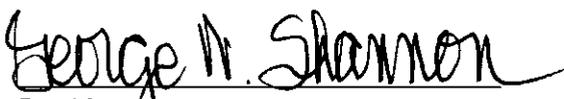
With the recommendation of management, Director Newby moved to approve the grant of an easement near Cedar Creek Reservoir to Campeon Pipeline Corporation for the

construction and operation of a natural gas pipeline. The language included in the easement shall require Campeon Pipeline Corporation to obtain all required Texas Railroad Commission approvals prior to the operation of the pipeline and furnish copies of the same to the District. The easement shall also provide for the District to have the right to inspect and monitor construction and operation of the pipeline to assure compliance with the negotiated terms of the easement and to protect water quality and the District's assets in the area. In addition, the District reserves its right to protest to the Texas Railroad Commission or take other available steps to oppose the construction or continued operation of the pipeline if the same violates Railroad Commission regulations or the easement terms.

The easement consists of a 30 foot wide permanent easement with an additional 30 foot wide temporary construction easement, both totaling 1,975.30 rods in length; a permanent road easement totaling 611.40 rods in length; three (3) temporary work sites totaling 6.428 acres; and five (5) permanent surface sites totaling 0.185 acre. The easement will allow construction, operation and maintenance of one 8 5/8 inch outside diameter natural gas pipeline on District property located adjacent to the District's Cedar Creek Reservoir Dam and crossing the District's Cedar Creek Pipeline, Spillway Discharge Channel and Caney Creek. Total consideration for the grant of easement shall be \$95,350. In addition, R. Steve Christian is authorized to execute all documents necessary to close this transaction. Director Henderson seconded the motion and the vote in favor was unanimous.

5.

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


President


Secretary