

MINUTES  
CYPRESS FOREST PUBLIC UTILITY DISTRICT

June 16, 2010

The Board of Directors (the "Board") of Cypress Forest Public Utility District, Harris County, Texas (the "District"), met in special session, open to the public, on the 16th day of June, 2010, at the Cypress Forest Public Utility District Administrative Building, 16215 Champion Forest Drive, Spring, Texas 77379, inside the boundaries of the District, and the roll was called of the members of the Board:

Fred P. Jones	President
Greg DiCioccio	Vice President
Michael J. Lynch, Jr.	Secretary
Thomas J. Petrick	Assistant Secretary
David Normand	Assistant Vice President

and all of the above were present, thus constituting a quorum.

Also present for all or part of the meeting was Greer Pagan of Allen Boone Humphries Robinson LLP ("ABHR") and members of the community.

RAVENEUX TRACT DEVELOPMENT, WEST END TRAIL/18<sup>TH</sup> HOLE PROJECT,  
AMENDMENT TO AGREEMENT

Director Jones reported that he and Director Petrick met last week with Mark Jordan and Michael Block of JP Raveneaux Partners LP and Kera Development LP (the "Developers") to discuss the Raveneaux Redevelopment Agreement (the "Agreement"), the proposed Ninth Amendment to the Agreement, and related development issues. He stated that the Ninth Amendment, as revised per the June 1, 2010, regular meeting of the Board of Directors, had been distributed to the Developers prior to their discussions.

Mr. Pagan and the Board reviewed a proposed revised Ninth Amendment received earlier today from the Developers and discussed the differences between the Developers' and the Board's proposal. Mr. Pagan stated that he received correspondence from the Developer's attorney, John Cannon of Coats Rose PC, which stated that the Developers are agreeable to the District performing a Phase I Environmental Study Assessment if Environmental Advisors and Engineers, Inc. are engaged to perform the study. The Board discussed including the following issues in a draft, revised counter-offer: changes proposed to the trail easement, the purchase contract process, the 15-acre "penalty provision," annexation procedures, land use verification, and a construction cost adjustment related to the Consumer Price Index. Following review and discussion, Director Petrick moved to approve forwarding of the

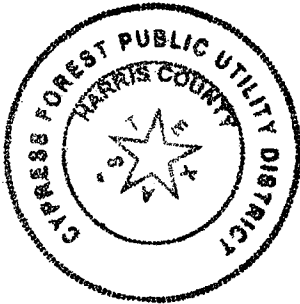
proposed Ninth Amendment to the Developers as modified during discussion and to post the document onto the District's web site for comments. Director Lynch seconded the motion, which was approved by unanimous vote. The Board concurred to hold a special meeting at 6:00 p.m. on June 23, 2010, to discuss the proposed Ninth Amendment to the Agreement, related development issues, and financing options for purchase of the park property.

CONVENE IN EXECUTIVE SESSION, RECONVENE IN OPEN SESSION

The Board did not convene in executive session.

There being no other matters to come before the Board, the meeting was adjourned.

(SEAL)



*Michael P. Lynch, Sr.*  
Secretary, Board of Directors