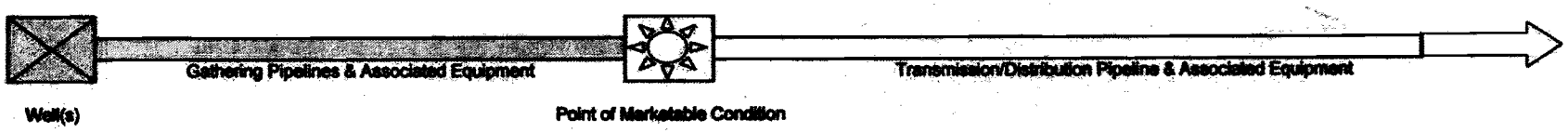
Definition: (a)

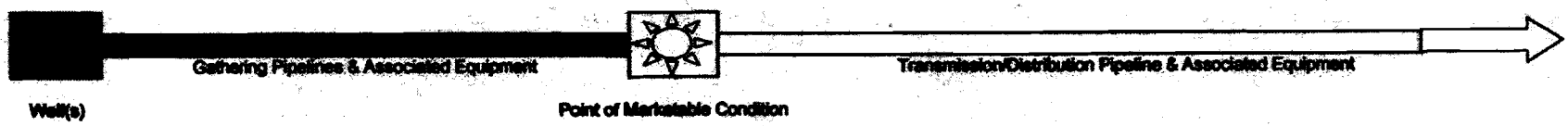


Rule: If the oil or gas producer owns 100% of the oil or gas in the pipeline upstream from the point where the oil/gas is in marketable condition then, all property, including but not limited to the pipeline property, is locally assessed.

Revenue & Transportation Committee
May 2, 2006

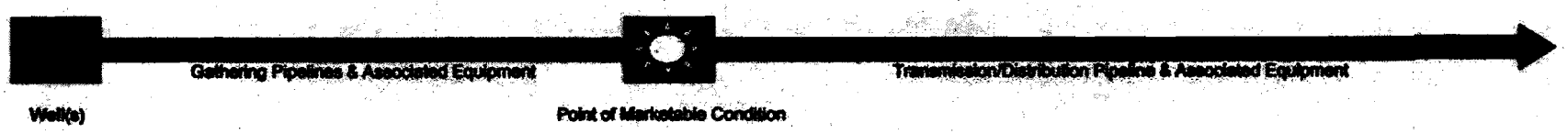
Exhibit #7

Definition: (b)



If the oil or gas producer does not own 100% of the oil or gas in the pipeline upstream from the point where the oil/gas is in marketable condition then, all property, including but not limited to the pipeline property, is centrally assessed.

Definition: (c)



If the oil or gas producer owns any portion of property downstream from the point where the oil/gas is in marketable condition then, all of the property is subject to central assessment.