

ORDINANCE NO. 2026-4

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF JACINTO CITY, TEXAS, GRANTING TARGA GULF COAST NGL PIPELINE LLC A PERMIT TO CONSTRUCT, INSTALL, OPERATE, MAINTAIN, REPAIR, REPLACE AND REMOVE ONE THIRTY-INCH (30") NATURAL GAS LIQUIDS PIPELINE ALONG, ACROSS, WITHIN AND/OR UNDER CERTAIN STREETS, RIGHTS-OF-WAY AND OTHER AREAS WITHIN THE CITY; ESTABLISHING CONDITIONS OF THE PERMIT; REQUIRING TARGA TO PROTECT, LOWER, RELOCATE, MODIFY OR OTHERWISE ADJUST THE PIPELINE AS NECESSARY TO ACCOMMODATE THE CONSTRUCTION, OPERATION AND MAINTENANCE OF A FUTURE DIVERSION CANAL OR OTHER FLOOD-CONTROL OR DRAINAGE IMPROVEMENT; REQUIRING SUCH WORK TO BE PERFORMED AT TARGA'S SOLE COST AND EXPENSE; PROVIDING THAT THE PIPELINE SHALL NOT INTERFERE WITH SUCH PUBLIC IMPROVEMENTS; INCORPORATING TARGA'S JULY 17, 2026 LETTER AGREEMENT; ESTABLISHING PERMIT FEES; PROVIDING FOR INDEMNIFICATION; PROVIDING FOR ENFORCEMENT; AND PROVIDING FOR RELATED MATTERS.

WHEREAS, Targa Gulf Coast NGL Pipeline LLC ("Targa") has submitted an application to the City of Jacinto City, Texas ("City"), requesting a permit to construct and install a thirty-inch (30") natural gas liquids pipeline within the corporate limits of the City; and

WHEREAS, the City Council has been advised that a portion of the area in or near which the proposed pipeline will be constructed may in the future be utilized by the City, Harris County, or another governmental entity, either independently or jointly, for the construction, enlargement, improvement, operation or maintenance of a fresh-water diversion canal, drainage channel, detention or conveyance facility, or other flood-control or drainage improvement intended to alleviate flooding within Jacinto City and surrounding areas (collectively, the "Diversion Canal Project"); and

WHEREAS, the City Council finds that the installation and location of the proposed pipeline must not prevent, obstruct, materially increase the cost of, or otherwise interfere with the planning, design, construction, enlargement, improvement, operation, maintenance or repair of the Diversion Canal Project; and

WHEREAS, by letter dated July 17, 2026, Targa represented and agreed that, if or when the proposed diversion canal is developed, Targa will take the steps necessary to protect and/or adjust its proposed thirty-inch (30") pipeline as needed, including increasing the burial depth to comply with applicable spacing specifications governing separation between the pipeline and the bottom of the canal; and

WHEREAS, the City Council desires to incorporate Targa's July 17, 2026 agreement into this Ordinance and make Targa's compliance with that agreement, together with the additional requirements contained herein, an express and continuing condition of the pipeline permit;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF JACINTO CITY, TEXAS:

SECTION 1. PERMIT GRANTED.

Subject to each and every condition contained in this Ordinance, TARGA GULF COAST NGL PIPELINE LLC is hereby granted a permit to construct, install, operate and maintain one thirty-inch (30") pipeline within the City of Jacinto City at the location described herein and in the plans and drawings approved by the City.

The pipeline shall be used for the transportation of natural gas liquids, shall have a maximum operating pressure of 1,440 PSI and a maximum operating temperature of 80 degrees Fahrenheit, and, except where a greater depth is required by this Ordinance, applicable law, engineering requirements, or the Diversion Canal Project, shall have a minimum cover of forty-eight inches (48") and a minimum cover of six feet (6') at street crossings.

The permit granted herein is expressly subject to the City's police powers, applicable federal and state law and regulations, applicable City ordinances, and the conditions imposed by this Ordinance.

SECTION 2. PIPELINE LOCATION.

Targa is authorized to construct, install and lay one thirty-inch (30") pipeline within the boundaries of the City and crossing under Market Street Road, in accordance with the description, plans, diagrams and engineering drawings submitted with Targa's permit application and approved by the City, which documents are incorporated herein by reference for purposes of identifying the permitted pipeline location.

Approval of such plans and drawings shall not constitute approval of the pipeline at any particular elevation or burial depth if a different elevation, depth, alignment, protection measure or other adjustment subsequently becomes reasonably necessary to accommodate the Diversion Canal Project as provided in Section 3.

SECTION 3. DIVERSION CANAL AND FLOOD-CONTROL PROJECT; PIPELINE ADJUSTMENT AND RELOCATION.

A. Priority of Diversion Canal Project. The permit granted by this Ordinance is expressly subordinate to the right and authority of the City, Harris County, and any other governmental entity acting with or on behalf of the City or County to plan, design, acquire property for, construct, excavate, enlarge, deepen, improve, operate, maintain, repair or reconstruct the Diversion Canal Project.

B. No Interference. Targa shall construct, operate and maintain its pipeline in a manner that will not prevent, obstruct or unreasonably interfere with the planning, design, construction, excavation, enlargement, improvement, operation, maintenance, repair or reconstruction of the Diversion Canal Project.

C. Required Adjustment. If the City determines, after consultation with Harris County or the governmental entity responsible for the Diversion Canal Project when appropriate, that the location, depth, elevation, alignment or manner of installation of Targa's pipeline will conflict or interfere with the Diversion Canal Project, Targa shall take all actions reasonably necessary to eliminate such conflict or interference.

Such actions shall include, as reasonably necessary:

1. lowering or increasing the burial depth of the pipeline;
 2. relocating or realigning the pipeline;
 3. protecting, supporting, encasing or reinforcing the pipeline;
 4. modifying, reconstructing or replacing affected portions of the pipeline;
- providing the vertical and horizontal separation required by applicable federal, state or local law, regulation, engineering standard or generally accepted pipeline and drainage engineering practice; and
5. performing such other pipeline work as may reasonably be necessary to permit the Diversion Canal Project to be constructed, operated and maintained safely and without unreasonable interference from the pipeline.

D. Targa Responsible for Costs. To the fullest extent permitted by law and except to the extent otherwise required by controlling state or federal law because of a compensable property interest held by Targa, all costs and expenses associated with protecting, lowering, relocating, realigning, modifying, reconstructing, replacing or otherwise adjusting the pipeline pursuant to this Section shall be borne by Targa and shall not be charged to the City.

Such costs shall include engineering, design, permitting, materials, construction, inspection, testing, environmental compliance, restoration and all other costs reasonably associated with the required pipeline work.

E. No Compensation or Damages Based Upon Permit. The issuance of this permit shall not create in Targa any contractual or vested right to maintain the pipeline at its initially permitted location, alignment, elevation or depth. Targa accepts the permit subject to the continuing obligations imposed by this Section.

Nothing herein, however, is intended to waive, impair or adjudicate any property right or constitutional right to compensation that Targa may possess independently of this permit under applicable state or federal law.

F. Coordination. Upon receiving notice that planning or design of the Diversion Canal Project has progressed sufficiently to identify a potential conflict with the pipeline, Targa shall cooperate in good faith with the City, Harris County and their engineers and consultants and shall timely provide pipeline location, depth, elevation and engineering information reasonably necessary to coordinate the two facilities.

Targa shall prepare, at its expense, any pipeline adjustment, protection or relocation plans reasonably necessary to eliminate the conflict, subject to applicable regulatory requirements.

G. Timing of Work. Targa shall perform required pipeline adjustment or protection work within a reasonable period established by the City after consultation with Targa and the entity constructing the Diversion Canal Project, taking into consideration pipeline safety requirements, required governmental approvals, construction scheduling and the public need for the drainage or flood-control improvement.

Targa shall use commercially reasonable efforts to complete the required work so that its pipeline does not delay construction of the Diversion Canal Project.

SECTION 4. INCORPORATION OF TARGA LETTER AGREEMENT.

The letter dated July 17, 2026, from Targa Gulf Coast NGL Pipeline LLC to the City Manager concerning the "Proposed 30" NGL Pipeline – Cayman Project" is hereby accepted and incorporated into this Ordinance as an express condition of the permit and shall be attached hereto as Exhibit "B."

The obligations contained in the July 17, 2026 letter are cumulative of the requirements imposed by this Ordinance. In the event of a conflict between the letter and this Ordinance, the provision imposing the greater obligation upon Targa to protect the City's ability to construct, operate and maintain the Diversion Canal Project shall control to the extent permitted by law.

SECTION 5. PERMIT FEES.

Targa shall pay an initial permit fee of \$1,500.00 upon passage of this Ordinance and an annual fee of \$500.00 thereafter during each year the pipeline described herein remains in operation.

The first annual payment shall be due and payable on or before September 1, 2027, and a payment of \$500.00 shall thereafter be due on September 1 of each succeeding year during which the pipeline remains in operation.

SECTION 6. INDEMNIFICATION.

To the extent permitted by law, Targa shall indemnify, defend and hold harmless the City of Jacinto City, Texas, its elected and appointed officials, officers and employees from and against claims, actions, damages, judgments and administrative proceedings, including reasonable costs and attorney's fees, arising from the construction, installation, operation, maintenance, repair, adjustment, relocation or removal of the pipeline permitted herein, except to the extent caused by the negligence, gross negligence or willful misconduct of the City or persons for whom the City is legally responsible.

The obligations imposed by this Section shall survive expiration, termination or revocation of the permit with respect to occurrences arising during the period in which the pipeline is installed, operated or maintained pursuant to this Ordinance.

SECTION 7. CONTINUING CONDITION OF PERMIT; ENFORCEMENT.

Targa's compliance with Sections 3 and 4 of this Ordinance constitutes a material and continuing condition of the permit.

Failure by Targa, after reasonable written notice and opportunity to cure, to perform an obligation imposed by Sections 3 or 4 shall constitute a violation of the permit and this Ordinance and shall entitle the City to pursue any remedy available at law or in equity, including appropriate injunctive relief, specific performance, or suspension or revocation of the permit, subject to applicable state and federal law.

Nothing contained herein shall limit the City's authority to take action without prior notice when reasonably necessary to address an emergency threatening public health or safety.

SECTION 8. NO WAIVER OF GOVERNMENTAL AUTHORITY.

Nothing in this Ordinance shall be construed as a surrender, waiver, delegation or contractual limitation of the City's police powers, regulatory authority, drainage authority, flood-control authority, right-of-way management authority or any other governmental power existing under the Texas Constitution, the laws of the State of Texas or the City's Home Rule Charter.

The permit granted herein is permissive only and shall not be construed as granting Targa an exclusive franchise or any ownership interest in City property or public right-of-way.

SECTION 9. COMPLIANCE WITH OTHER LAWS.

Targa shall construct, operate, maintain, repair, adjust and relocate the pipeline in compliance with all applicable federal and state pipeline-safety laws and regulations and all valid City ordinances, regulations and permit requirements not inconsistent with controlling state or federal law.

Nothing in this Ordinance requires Targa to perform work in violation of any applicable pipeline-safety requirement.

SECTION 10. SEVERABILITY.

If any section, subsection, sentence, clause or phrase of this Ordinance is held invalid or unconstitutional by a court of competent jurisdiction, such invalidity shall not affect the remaining portions of this Ordinance, and the City Council declares that it would have adopted the remaining portions notwithstanding the invalid provision.

SECTION 11. EFFECTIVE DATE AND ACCEPTANCE.

This Ordinance shall become effective upon its passage and adoption as required by the

Home Rule Charter and ordinances of the City of Jacinto City; provided, however, that the permit granted herein shall not become effective until Targa Gulf Coast NGL Pipeline LLC executes the written acceptance appearing below, thereby acknowledging and accepting all terms and conditions of this Ordinance.

PASSED AND ADOPTED ON FIRST READING THIS THE ____ DAY OF _____, 2026.

ANA DIAZ, MAYORr

ATTEST:

Christal Rodriguez, City Secretary

PASSED AND ADOPTED ON SECOND AND FINAL READING HEREOF ON THIS THE ____ DAY OF _____, 2026.

ANA DIAZ, MAYOR

ATTEST:

Christal Rodriguez, City Secretary

APPROVED:

Jim L. DeFoyd, City Attorney

ACCEPTANCE BY TARGA GULF COAST NGL PIPELINE LLC

Targa Gulf Coast NGL Pipeline LLC hereby accepts the permit granted by this Ordinance and expressly agrees to comply with and be bound by all terms, conditions and obligations contained herein, including, without limitation, the obligations relating to the future Diversion Canal Project contained in Sections 3 and 4.

TARGA GULF COAST NGL PIPELINE LLC

By: _____

Name: _____

Title: _____

Date: _____



July 17, 2026

HAND DELIVERED

Mr. Lon Squyres
City Manager
City of Jacinto City
1301 Mercury Drive
Houston, Texas 77029

RE: Proposed 30" NGL Pipeline - Cayman Project
Targa Gulf Coast NGL Pipeline LLC, Harris County, Texas

Dear Mr. Squyres,

As previously discussed, Targa Gulf Coast NGL Pipeline LLC ("Targa") submitted an application for a permit to construct a portion of the referenced 30" pipeline within the city of Jacinto City in October of last year.

Our understanding is that Targa has failed to receive the requested permit primarily because of a concern the proposed pipeline could potentially interfere with, or hinder the development of, a prospective fresh water "diversion canal" applicable to a portion of Hunting Bayou situated south of Market Street, lying within the jurisdictional limits of the city of Houston and/or the city of Galena Park (see attached HCAD map identifying the Area of Interest).

Accordingly, please accept this letter as evidence that if or when the subject canal is developed, Targa will take the steps necessary to protect and/or adjust the proposed 30" pipeline as needed, including increasing the burial depth to comply with whatever spacing specifications may be applicable to the amount of separation required between the pipeline and the bottom of the canal, contingent upon approval and issuance of the requested permit pursuant to the upcoming city council meeting scheduled for July 23, 2026 (see attached copies of the completed permit application form, fee payment check, vicinity map, and engineering drawing applicable to the proposed Market Street road crossing).

If the foregoing is acceptable, please indicate by signing this letter in the space provided and returning it to the undersigned.



Targa Gulf Coast NGL Pipeline LLC



Thank you in advance for your time and assistance with this matter. Please feel free to contact me at [REDACTED] or by email at [REDACTED] should you have any questions or concerns, or should you wish to discuss this in more detail.

Sincerely,

TARGA GULF COAST NGL PIPELINE LLC

A handwritten signature in cursive script that reads "Norman L. Winter".

Norman L. Winter
Vice President - Land & ROW

CITY OF JACINTO CITY

Lon Squyres - City Manager

Agreed and accepted this ____ day of July, 2026.



City of Jacinto City Application for Pipeline Permit



The undersigned in accordance with the provisions of Code of Ordinances of Jacinto City PIPELINE TRANSPORTATION, hereby applies for a permit for construction or replacement of a pipeline.

Pipeline Owner: Targa Gulf Coast NGL Pipeline LLC Pipeline Designation: Targa Cayman 30"

Business Address: [REDACTED]

City: Houston

State: Texas

Zip: 77002

Phone: [REDACTED]

Fax:

Email: [REDACTED]

Contact Name: Mark Edge

Position: Project ROW Manager

Cell: [REDACTED]

Emergency 24/7 Contact #: [REDACTED]

Primary Product Transported: NGL

Product State: Liquid

Max. Temperature: 80

Pipeline Diameter: 30

Pipeline Depth (ft.): 60

Max. Operating Pressure (PSI): 1,440

Construction Description: Installation of Targa Gulf Coast NGL Pipeline Cayman 30", from Targa facility in Mont Belvieu, Texas to a Targa facility on Federal Rd in Galena Park, TX, using directional drill method. *See drawings for depth details crossing Market St.

List all streets crossed by proposed pipelines: Market Street

* See attached drawings/plans for details.

GPS Coordinates Point of Entry to Jacinto City:

Latitude: 29.76801 Longitude: -95.225219

GPS Coordinates Point of Exit From Jacinto City:

Latitude: 29.767402 Longitude: -95.225216

Must notify the Director of Public Works prior to commencing work and shall not wholly close any street at any time. All pipelines shall be clearly marked denoting ownership. Three (3) maps with the information listed above shall be provided upon completion of installation or repair. One map copy shall be in high resolution PDF format. Permit fee of: \$ 1500.00 Annual Renewal Fee of: \$ 500.00

Two sets of drawings are to be submitted with this application. Permit approval requires adoption of city ordinance.

Clerk:

Date:

TARGA RESOURCES, LLC

JPMorgan Chase Bank, N.A.
CHICAGO, IL

2-1/710

0033907

DATE: October 8, 2025

AMOUNT: \$1,500⁰⁰/₁₀₀

PAY One Thousand Five Hundred and ⁰⁰/₁₀₀

DOLLARS

TO THE
ORDER
OF

City of Jacinto City
1301 Mercury Dr.
Jacinto City, TX 77029


SIGNATURE

Brian R Hollingsworth
PRINTED NAME

TAXPAYER ID/SSN NO.

0040485

IN FULL FOR

Pipeline permit application fee for
30" Cayman pipeline crossing of
Market Street in Jacinto City,
Harris County, Texas.



Targa
Resources, LLC

DEPT APPROVAL

DATE:

TARGA RESOURCES, LLC.

GL COMPANY GL ACCOUNT RC LOC

PROJECT NO 114252 TASK

PROJECT NAME 30" Cayman Pipeline

ENTERED THE ONE NET

DATE

CITY OF JACINTO CITY
713-674-8424 / FAX 713-820-9264

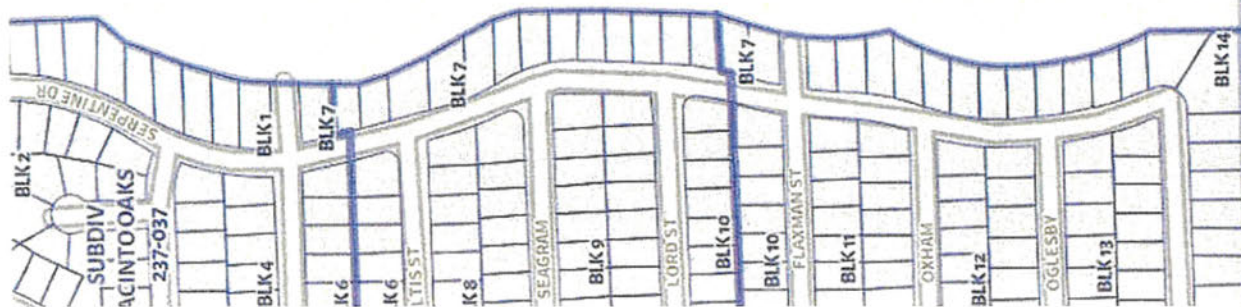
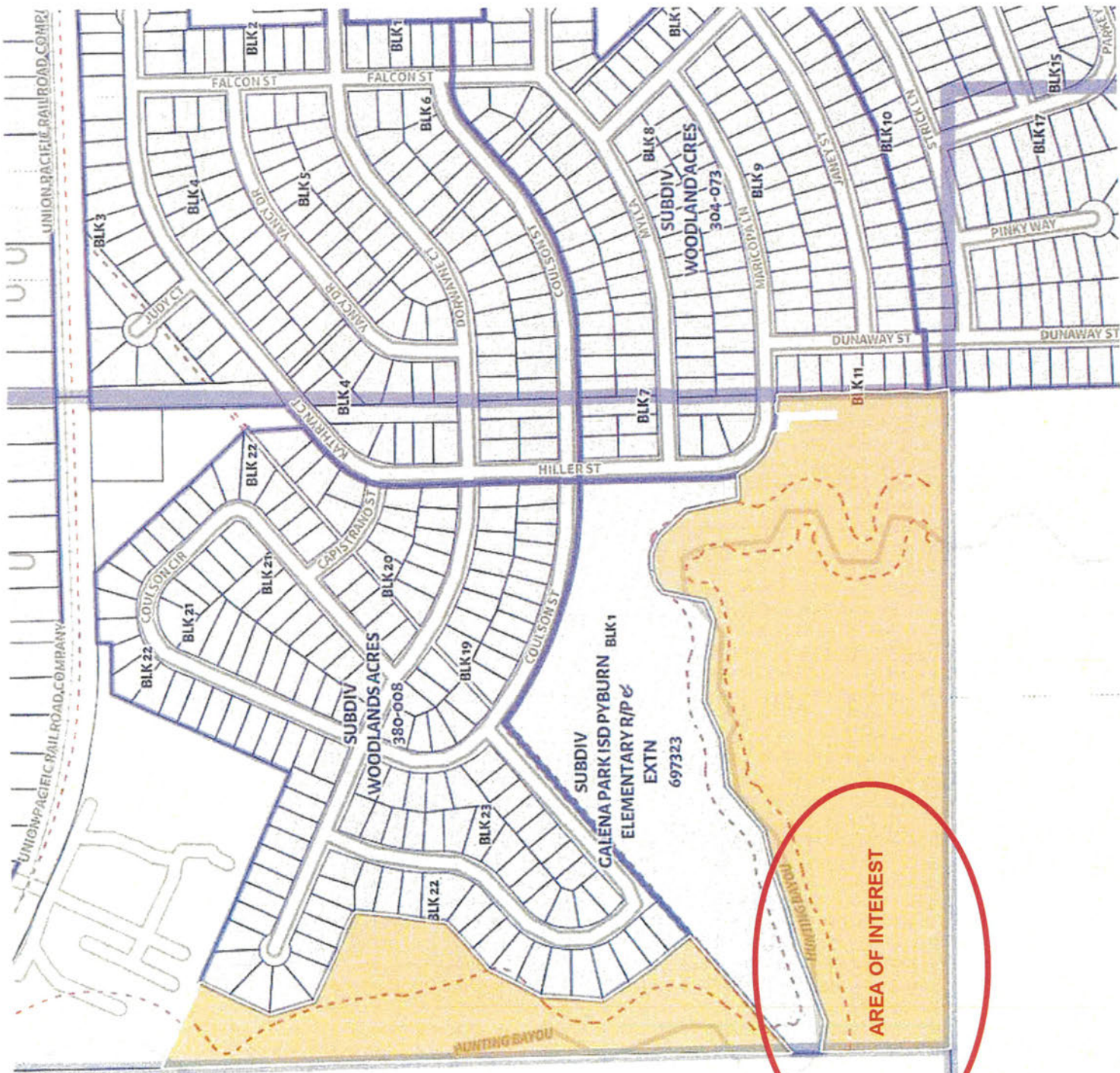
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OPER: GR TERM: 088
REF#: 0040485

TRAN: 115.5560 PIPELINE FEES
PIPELINE - TARGA RESOURCE
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TENDERED: 1,500.00 CHECK
APPLIED: 1,500.00-

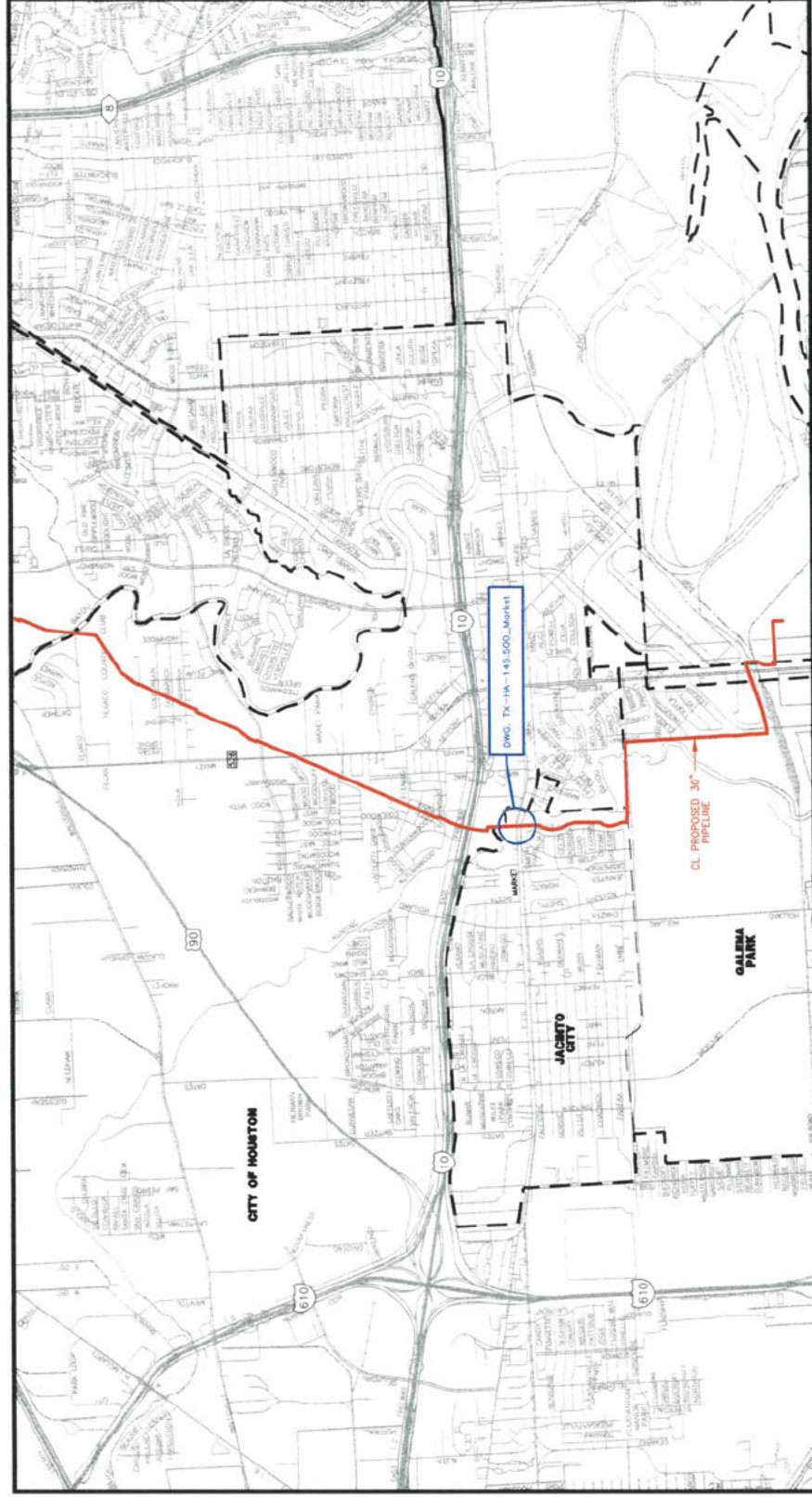
CHANGE: 0.00

WWW.JACINTOCITY-TX.GOV
COURT@JACINTOCITY-TX.GOV
Pay online: WWW.TRAFFICPAYMENT.COM
Pay by phone: 1-800-444-1187





JACINTO CITY
PROPOSED CAYMAN 30" PIPELINE
ACROSS MARKET STREET



HARRIS COUNTY, TEXAS



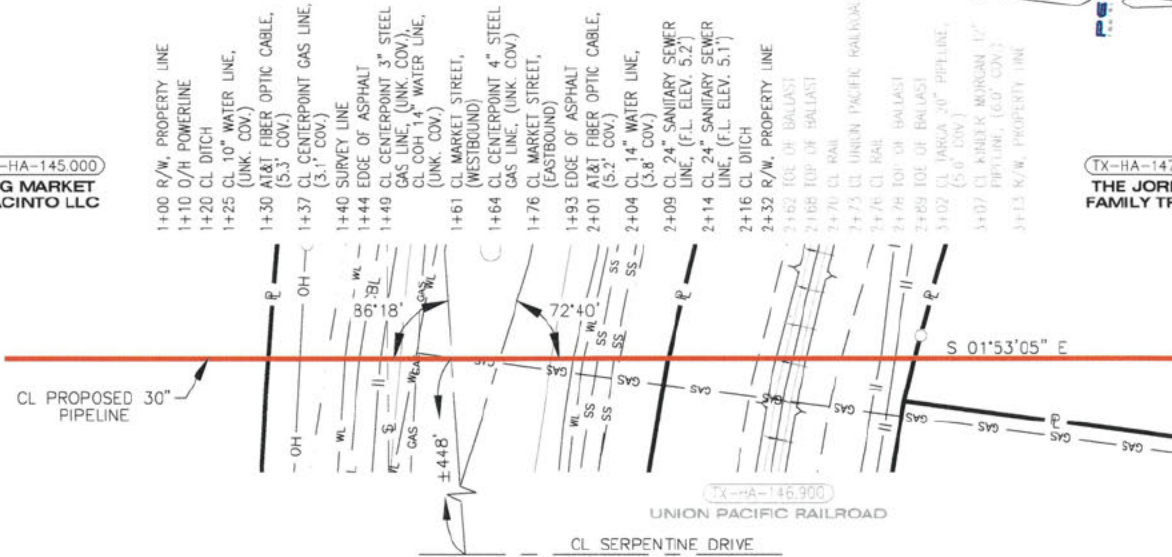
HARRIS COUNTY, TEXAS

**C. MARTINEZ SURVEY,
A-545**

**WILLIAM LATHAM SURVEY
A-507**

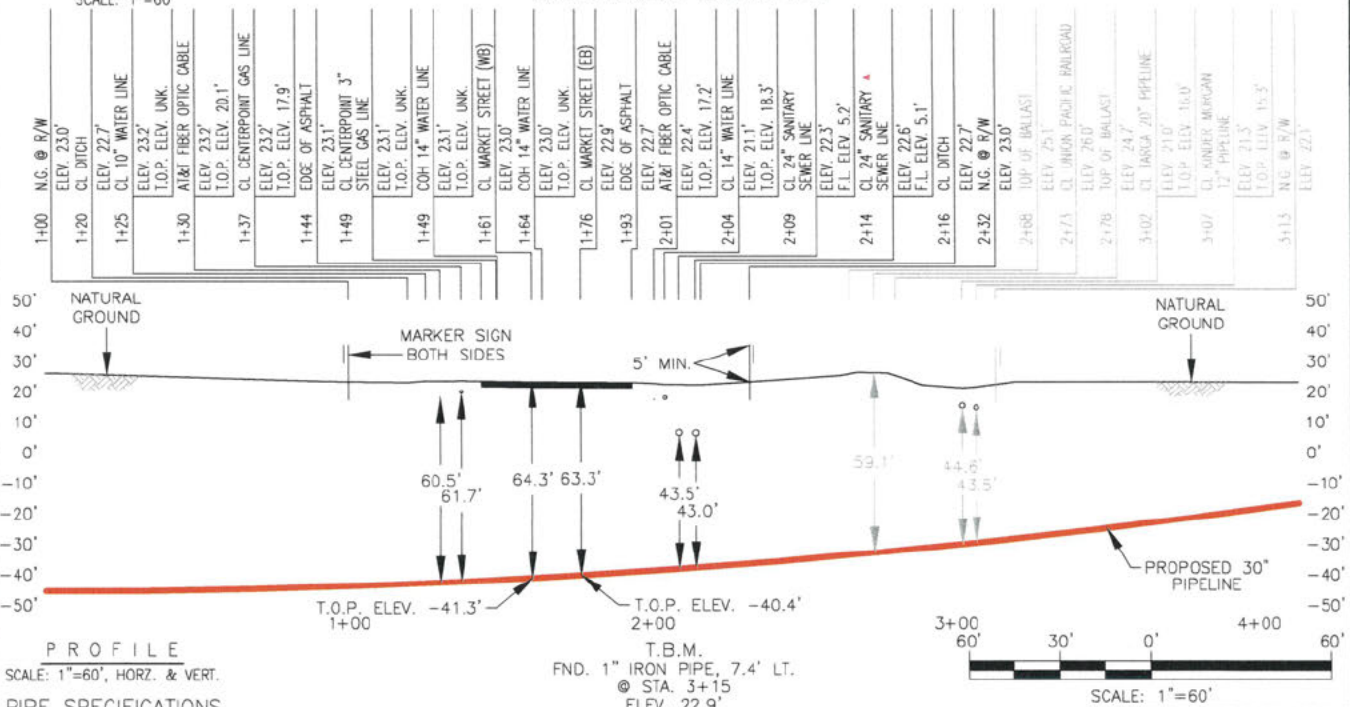
TX-HA-145.000
TIG MARKET
JACINTO LLC

TX-HA-147.000
THE JORDAN
FAMILY TRUST



PLAN
SCALE: 1"=60'

TX-HA-145.500
MARKET STREET



PROFILE

SCALE: 1"=60', HORIZ. & VERT.

PIPE SPECIFICATIONS
CARRIER PIPE: 30.000"O.D. x 0.593"W.T.,
API 5L X-65 HSAW PIPE, PSL2
w/ 14-16 MILS FUSION BOND EPOXY COATING
& 30 MILS ARO COATING
MAX. OPER. PRESSURE: 1,440 PSIG
MIN. TEST PRESSURE: 1,800 PSIG
MIN. YIELD STRENGTH: 65,000 PSI

NOTES:

- 1) PIPELINE TO BE INSTALLED BY DIRECTIONAL DRILL METHOD.
- 2) ALL BEARINGS AND COORDINATES CONTAINED HEREIN ARE GRID BASED ON THE TEXAS STATE PLANE COORDINATE SYSTEM, TEXAS SOUTH CENTRAL ZONE (4204), NORTH AMERICAN DATUM OF 1983 (NAD 83), U.S. SURVEY FEET, NAVD 88 ELEVATIONS.

REV	DWN	CHKD	DATE	SCALE: 1"=60'	DATE
				DWN BY: WAS	08/25
				CHKD BY: ES	08/25
				FINAL CK: PERC	08/25
				ENGR.:	
				APPRV.:	
				PLANT NAME	
A	JG	PERC	08/25		
PREPARED BY: PERC ENGINEERING LLC				PROJECT NUMBER: 4475	



TARGA

PERC
ENGINEERING

DRAWING NUMBER
TX-HA-145.500
CAD FILE NAME
TX-HA-145.500_MarketLA
REVISION
A

TARGA GULF COAST NGL PIPELINE LLC
PROPOSED CAYMAN 30" PIPELINE
ACROSS MARKET STREET
HARRIS COUNTY, TEXAS

FILE DATE: 3/3/2026 10:21 AM WilliamSolis TX-HA-145.500_MarketLA 1"=60'