

RESOLUTION NO. 11-081

**A RESOLUTION TO NEGOTIATE AN AGREEMENT
BETWEEN THE CITY OF PORT ARTHUR SECTION 4A
ECONOMIC DEVELOPMENT CORPORATION AND
TEXAS GAS SERVICE TO PROVIDE PERFORMANCE
BLASTING & COATING, LP AND TEAM FABRICATORS,
LLC A 4" GAS MAIN TO SERVE THEIR PROPERTY
LOCATED ALONG THE PROCTOR STREET EXTENSION**

WHEREAS, the City of Port Arthur Section 4A Economic Development Corporation (the "PAEDC") Board of Directors at its meeting on February 7, 2011 approved a request from Performance Blasting & Coating, LP ("PBC") and Team Fabricators, LLC ("TEAM") for Texas Gas Service to extend a 4" gas main to serve the PBC and TEAM facilities located along the Proctor Street Extension, Port Arthur, Texas; and

WHEREAS, PBC provides industrial coating, corrosion inspection analysis and related services to the pipeline, chemical, petrochemical, utility and marine businesses; and

WHEREAS, TEAM provides pipe fabrication and fabricated vessels to serve the petrochemical, power, and related industries; and

WHEREAS, PBC proposes to construct a sandblast and paint facility and TEAM plans to add a metal tempering facility along the Proctor Street Extension in Port Arthur, Texas, and each project requires natural gas service to support these facilities; and

WHEREAS, PBC currently employs approximately 400 local workers and the proposed facility will employ approximately 45 additional employees at an average salary of \$18.00 per hours and TEAM has invested over ten million into its Port Arthur operations and currently employs over 55 employers with an average wage of \$25.00 per hour; and

WHEREAS, Texas Gas Services proposes to extend gas mains to serve PBC and TEAM as shown in the quote attached as **Exhibit "A"**; and

WHEREAS, the PAEDC Board will reimburse Texas Gas Service for the costs of the extension of the 4" gas main to serve both PBC and TEAM; and

WHEREAS, the PAEDC is authorized to reimburse the cost of the gas main extension to PBC and TEAM in accordance with Section 501.103, Local Government Code, where a project approved by the Board of Directors of an Economic Development Corporation is required for infrastructure including gas utilities necessary to promote or develop new and expanded business enterprises providing primary jobs; and

WHEREAS, the PAEDC has determined that both PBC and TEAM have and shall continue to provide primary jobs in Port Arthur, Texas.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF PORT ARTHUR:

Section 1. That the facts and opinions in the preamble are true and correct.

Section 2. That the PAEDC shall negotiate an agreement with the Texas Gas Service for the extension of a 4" gas main to serve PBC and TEAM to support for their facilities located along the Proctor Street Extension, Port Arthur, Texas, as delineated in Exhibit "A".

Section 3. That a copy of the caption of the Resolution be spread upon the Minutes of the City Council.

READ, ADOPTED AND APPROVED on this 8th day of March A.D., 2011,

at a Meeting of the City Council of the City of Port Arthur, Texas, by the following vote:

AYES:

Mayor Prince

Councilmembers Chatman, Segler,
Beard, Williamson and Henderson.

NOES: None.

Deloris Prince
Deloris "Bobbie" Prince, Mayor

ATTEST:

Sherri Bellard
Sherri Bellard, Acting City Secretary

APPROVED:

Floyd Batiste
Floyd Batiste, PAEDC CEO

APPROVED AS TO FORM:

Guy N. Goodson
Guy N. Goodson, PAEDC Attorney

APPROVED AS TO FORM:

Valecia R. Tizen
Valecia R. Tizen, City Attorney

Exhibit "A"

Quote to E.D.C for main extension to serve Team Ind. & P.B.C

Team Ind.

Material & labor	\$22,491.00
Service line	\$6,081.00
Less 150 feet	(\$1,606.50)
	\$26,965.50

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P.B.C	Materials & labor	\$44,247.00
	Service line	\$5,777.00
	Less 150 feet	(\$1,788.00)
		\$48,236.00

Meter Set for both location

2 @ \$ 4775.00 = \$9550.38

No Charge

Total Amount

\$75,201.50