ENCROACHMENT AGREEMENT

Tract: 68 Line 2123 M.P. 68+ Yuma Line Section 4, T9S, R22W Yuma, Arizona

THIS AGREEMENT is made and entered into this ________, 2017 by and between El Paso Natural Gas Company, L.L.C a Delaware limited liability company ("EPNG"), with an office at 5151 E. Broadway Blvd., Suite 1680, Tucson, Arizona 85711], and City of Yuma, Arizona ("The City"). EPNG and The City may be individually referred to in this Agreement as a "Party" and collectively as the "Parties".

WHEREAS, The City is relocating a 16 inch water line in Araby Road right-of-way near Interstate 8, and:

WHEREAS, EPNG owns and operates certain natural gas pipelines located in Araby Road right-of-way that said waterline crosses, and;

WHEREAS, The City submitted and EPNG approved engineering plans "City of Yuma Araby Road and Interstate 8 16" Waterline Relocation Project CIP No. 0060 – WATER 2", dated 12/21/16, attached as EXHIBIT A hereto and made a part hereof, and;

NOW, THEREFORE in consideration of the mutual covenants herein stated EPNG and The City agree as follows:

- EPNG agrees to the construction, ownership, operation, maintenance, usage and removal of the 16" water line crossing its natural gas pipelines as shown on engineering plans described above subject to conditions listed below;.
 - a. The City shall construct, own, operate, maintain, use and remove the Encroachment in accordance with Company's O&M Procedure 204 OM200-29 titled "Guidelines for Design and Construction near Kinder Morgan Operated Facilities," which is attached hereto as Exhibit "B" and made a part hereof. An EPNG representative shall be on-site to monitor any construction activities within twenty-five (25) feet of EPNG Facilities. The City shall notify EPNG at 480-270-2392 at least seventy-two (72) hours prior to commencing any construction activities.
 - b. The City shall not reduce the depth of cover on, or permit such alteration anywhere on, or alter the drainage of EPNG's pipeline without EPNG's prior written consent, which EPNG may withhold or condition in its sole discretion. The City shall be solely responsible for, and shall bear the expense of repairs attributable to any loss of subjacent or lateral support to the EPNG's pipelines caused by the Encroachment.
 - c. The City shall not construct any permanent structure, building, or obstruction within the EPNG Easement, other than the above-referenced authorized encroachment, without EPNG's prior written consent.
 - d. The City shall not replace or modify the Encroachment without EPNG's prior written consent, which EPNG may withhold or condition in its sole discretion.

- The City shall be solely responsible for the construction, ownership, operation, maintenance, use, and removal of the 16" Water Line and for any and all expenses incurred by EPNG and/or damage to EPNG Facilities and/or the EPNG Easement as a result of The City's exercise of its rights under this Agreement.
- 3. EPNG operates and maintains subject pipelines in under the terms of its Yuma County Franchise Agreement.
- 4. The terms and conditions of this Agreement shall be binding on the Parties hereto, their heirs, successors and assigns.

IN WITNESS WHEREOF, the Parties hereunto subscribed their names as of the date first above written.

for the same of th	Signature Gregory K. Wilkinson Name
	El Paso Natural Gas Company, L.L.C.
	Signature
	Name
	Tite

	ore me on this the 6th day of March
by Gragory K. Wilk	in son(name or na
{Seal}	
4/20/2017	antfur
Commission Expires	Notary Public
JANET PIERSON NOTARY PUBLIC-ARIZONA YUMA COUNTY My Commission Expires April 20, 2017	
MOTARY PUBLIC-ARIZONA YUMA COUNTY W Commission Expires	Ş
NOTARY PUBLIC-ARIZONA YUMA COUNTY My Commission Expline April 20, 2017 THE STATE OF COUNTY OF	Ş
NOTARY PUBLIC-ARIZONA YUMA COUNTY My Commission Expline April 20, 2017 THE STATE OF COUNTY OF This instrument was acknowledged before	S S
MOTARY PUBLIC-ARIZONA YUMA COUNTY My Commission Explices April 20, 2017 THE STATE OF COUNTY OF This instrument was acknowledged before by	§ § Some on this theday of,
MOTARY PUBLIC-ARIZONA YUMA COUNTY My Commission Explices April 20, 2017 THE STATE OF COUNTY OF This instrument was acknowledged before by	setc.) of (cor_

BID NO. 2017-20000142

16" WATER LINE RELOCATION PROJECT ARABY ROAD AND INTERSTATE 8 OF YUMA

C.I.P. NO. 0060-WATER 2

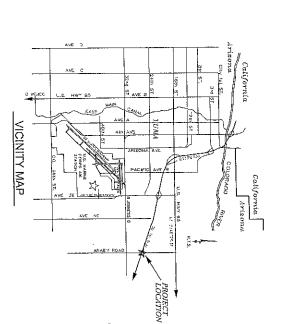
DOUGLAS J. NICHOLLS MAYOR

CITY COUNCIL

MICHAEL SHELTON **EDWARD THOMAS** WILLIAM CRAFT JACOB MILLER GARY WRIGHT **GARY KNIGHT**

APPROVED:

OITY ENGINEER

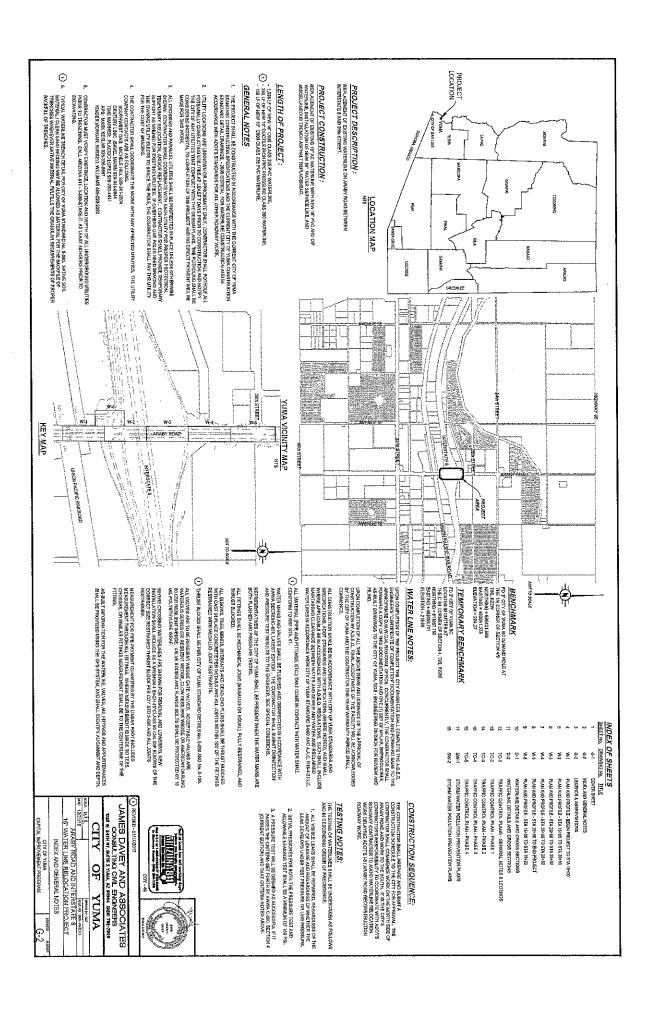


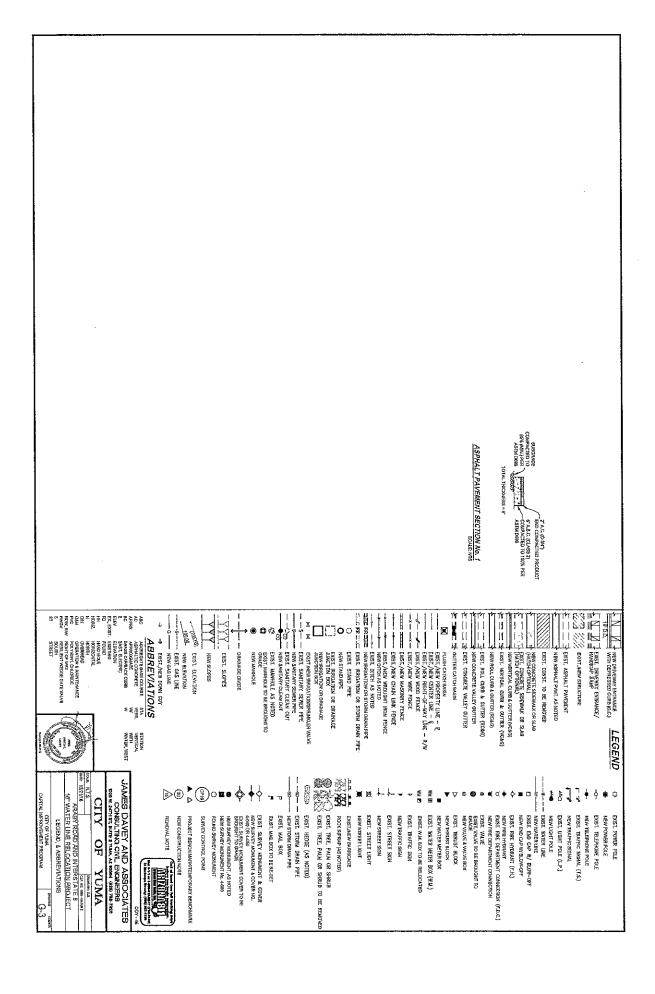
ADMINISTRATOR

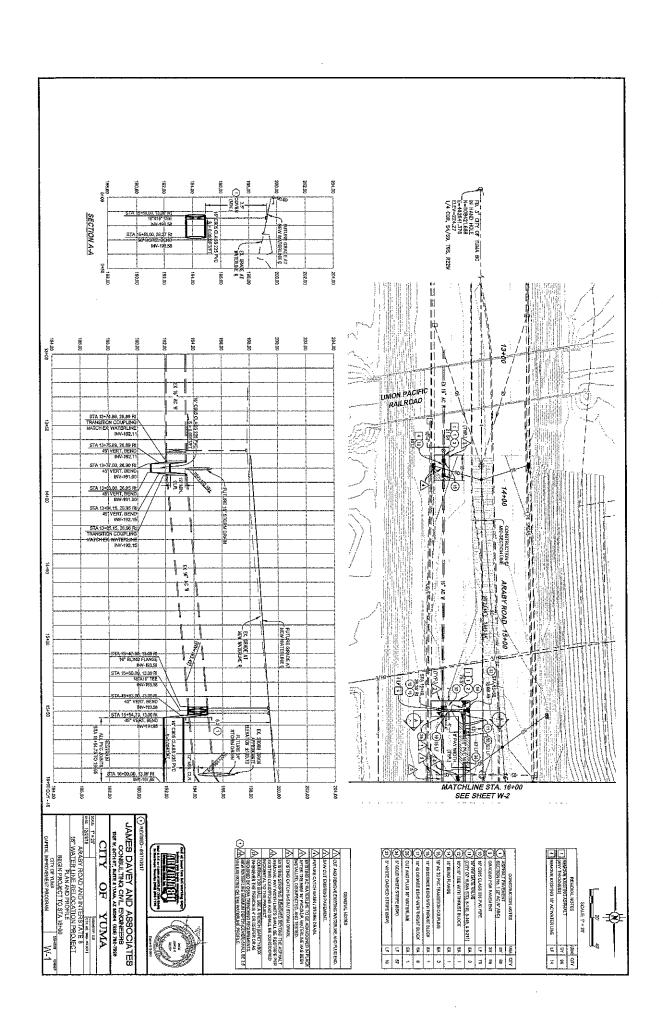
GREGORY K. WILKINSON

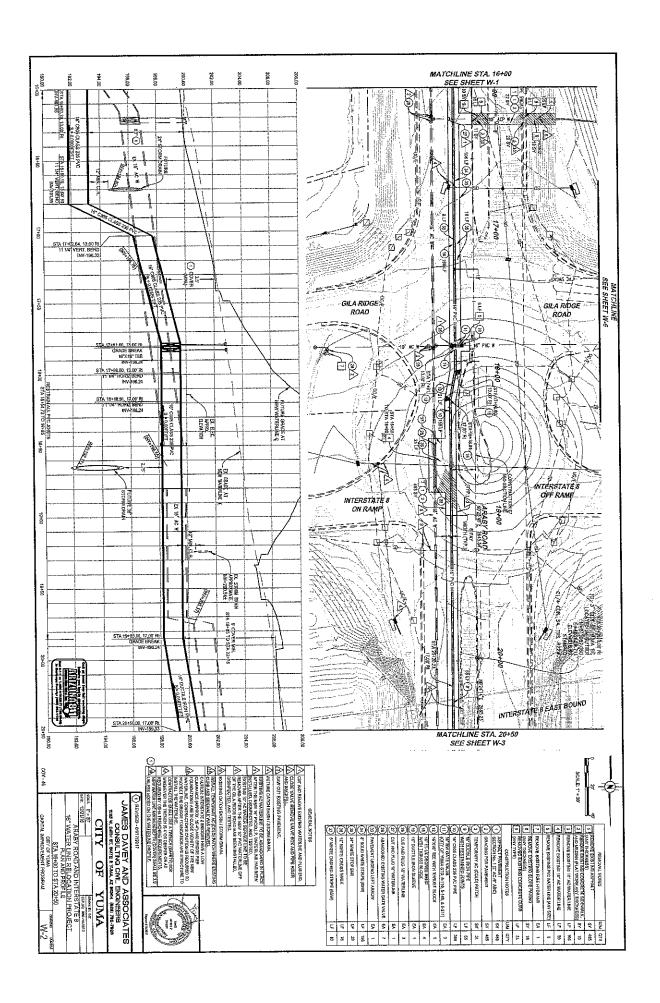
APPROVED:

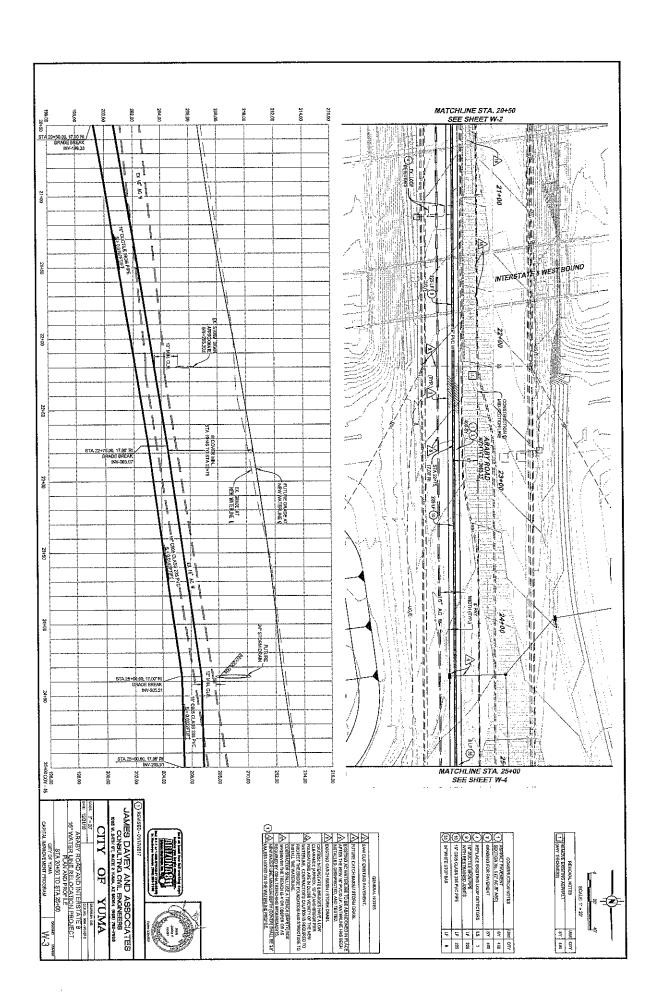
DIRECTOR, UTILITIES DEPARTMENT

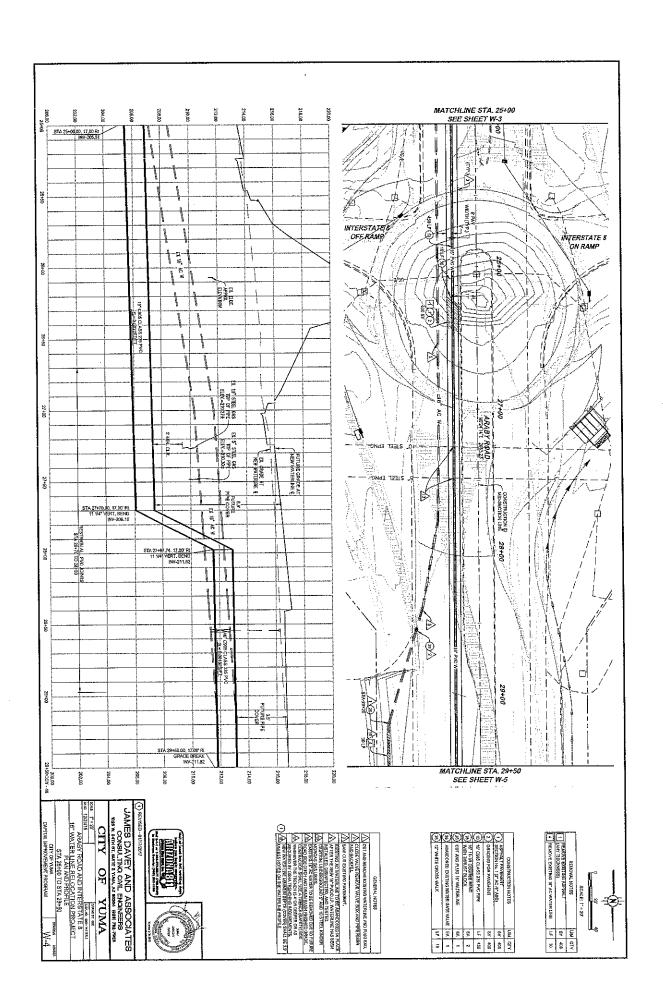


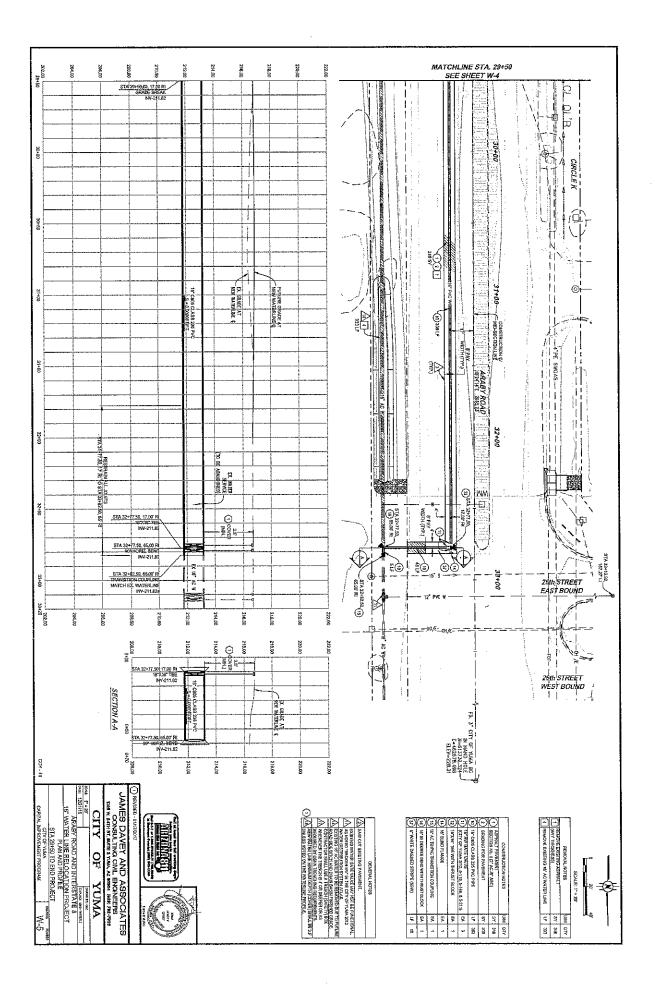














_	<u>.</u>	I	
Y,	Ž		

202.99

200,00

195.00

16+50

17+00 17+00 17+00 17+00 17+00 17+00 17+00 17+00

17+50

18+20

STA 17-72.85, 167.47 L1 45" HORIZ BEND INV-190.16 1 STA 17-72.85, 167.47 L1 16"X 10" TEE INV-190.16

196.00

198,00

200.00

202.00

204,00

204,00

205.00

NEW WATERLINE &

200,00

206.60

210.00

212,00

208.00

210.00

212.00

Θ				
	₹	⅀	>	П
UNLESS NOTED ON THE WATERLINE PROFILE.	REQUIRED BY OSHA TRENCHING REQUIREMENTS	AT WHEREVER THE TRENCH IS 4" OR DEEPER OR AS	CONTRACTOR SHALL USE A TRENCH (SAFETY) BOX	COURT HAD STILL BONCO BONG INCINIONING
KOFILE.	IREMENTS.	PER OR AS	XOB (NYBRAN	

DODGE VALVE READOR VALVE ROX AND FRE RECEIT

AND SEASON!

DAMY CUT RESERVED A PROBLEM FOR AND FREE RECEIT

DAMY CUT RESERVED AND FREE RECEIVED AND R

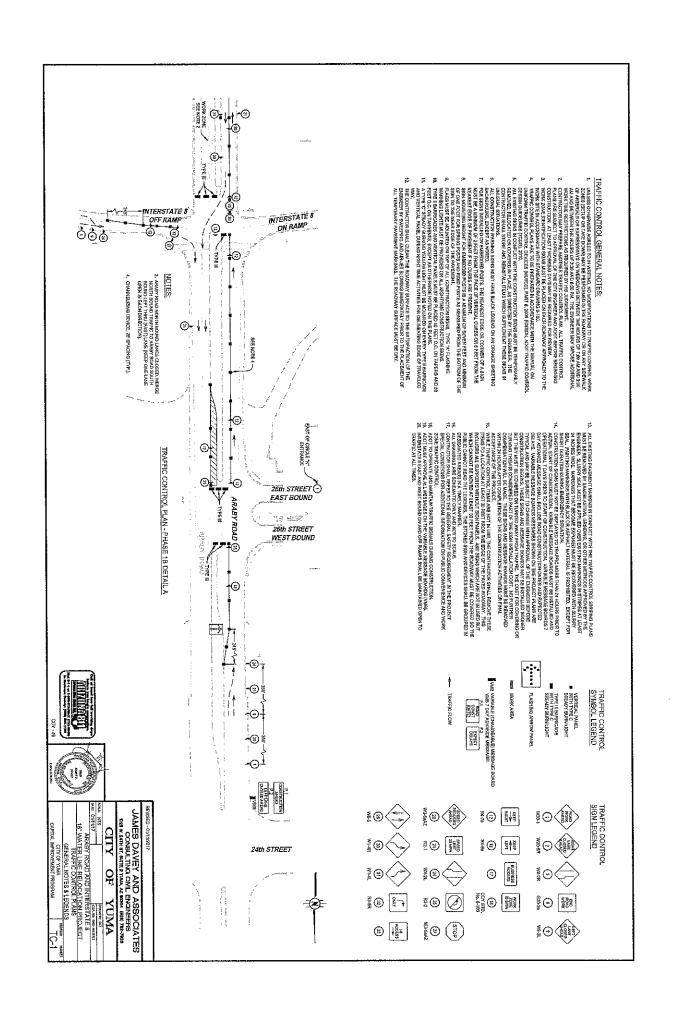
	ALVE REMOVE VALVE BOX AND PIPE RIS	GENERAL NOTES	
ļ	Z,		

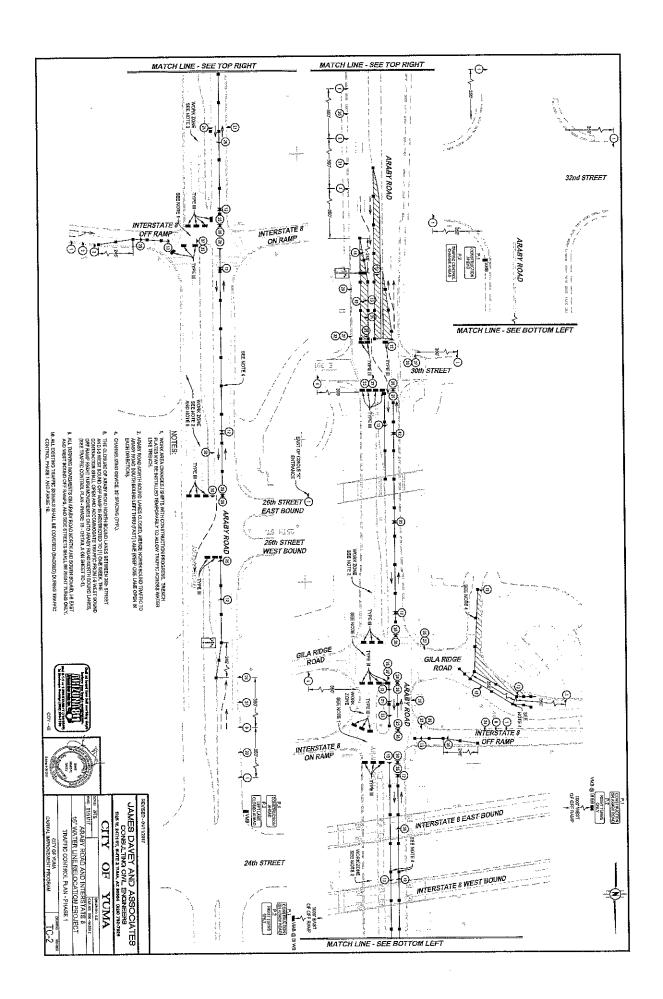
BY CASEAN RATE BY CAS	PPE 5-168, 8 6-211)	(3) RYMETER WITH INDUST BLOCK (3) RYMETER STATE OF THE WATER (3) RYMETER STATE (4) RAMENTER STATE (5) RYMETER STATE (6) RY
	2 5	4~
	<u>د</u> د	GRADING FOR S
	ş	SECTION No. 1 (2" AC /6" ABC)
	1	

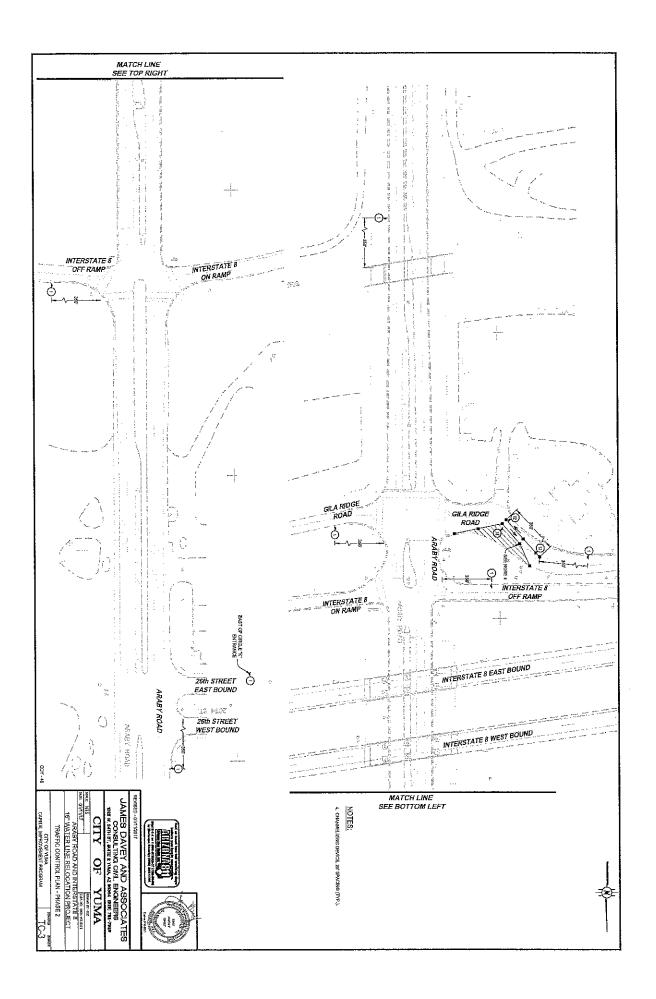
CONSTRU	
CONSTRUCTION NOTES	
Ę	
UKU QTY	
=	, .

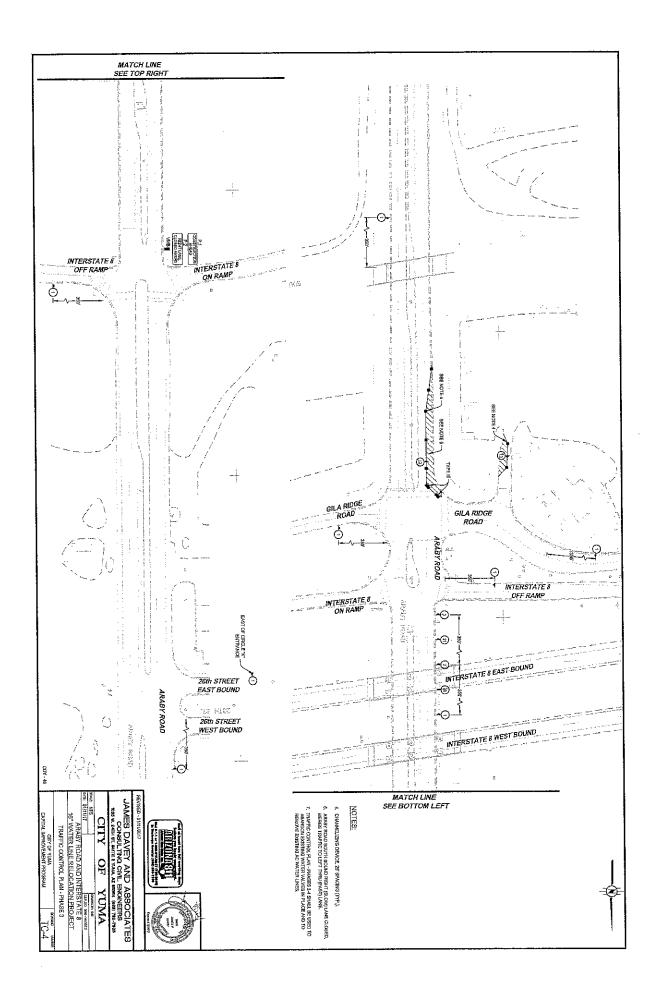


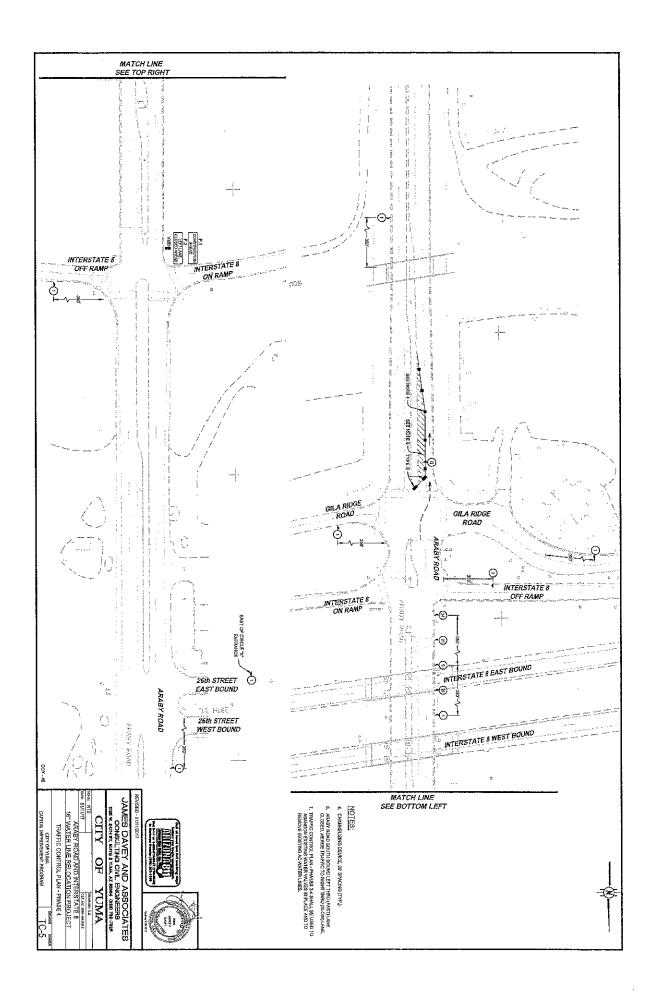
MATCHLINE SEE SHEET W-2	STATE SOFF RAMP	574
	INTERSTATE 8 OFF RAMP	

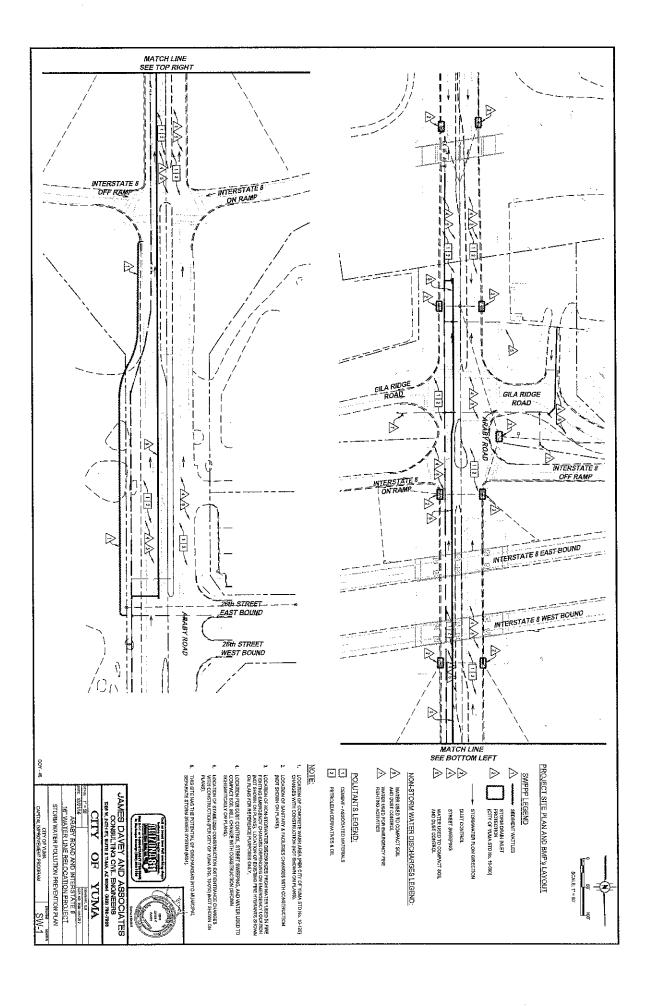


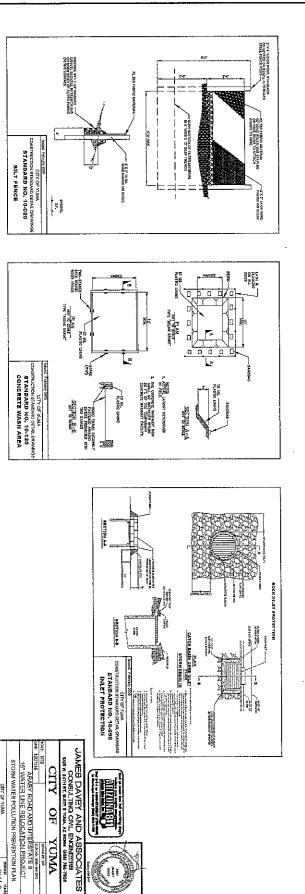


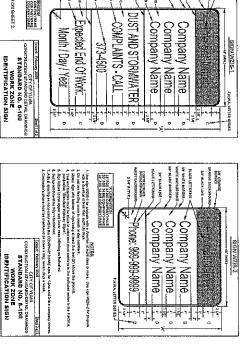












DUST COMTROL DY WATERWAD OR OTHER NEARS SWILL BE MUZULERINED BY THE COMTRACTOR DUBNO THE DUANTING THE PROJECT AND IMPLEMENTED DURNO AT THE POLLOWING ACTIVITIES.

A ENDOWN AS DEFENDED AND IMPLEMENTED BURNOS AT THE POLLOWING ACTIVITIES.

A ENDOWN FOR THE MANUAL UPPRACTION AND A SECOND TO THE MANUAL

LINSTALL PROJECT INFORMATION SIGN PER CITY OF YUKA STO No. 8-100. 3, REMOVE ALL BAY'S BEFORE SUBMITTING THE OF NOTICE OF TERMINATION (NOT) TO ADECL

LOCATION OF CONCRETE WASHOUT, SANITARY FACILITIES, AND STORAGE ARENS MUST BE APPROVED BY CITY OF YUMA AND COORDINATED WITH CONTRACTOR.

BWWA.ANWERDO PATT, KOJ JA BWA.ANWERDO PATT KOJ JA SA LOV PITAL GUDDALANWE SA LOV PITAL GUDDALANWE JA DINGENDALAN SEE NOTES ON SHEET 2

2 HAT R [FTP.)-

STREET SWEETING SHALL BE COMMUNICIED BY CONTRACION TO REMOVE SEDMENT ON DEBRIS PROM PAVED SURFACES IN CONCEPT OF PREMET ROADSON, AND SEDMENT TRANSPORT. THE FOLLOWING SHALL BE MAY LEBERTY ON DECLAMING, BOWERS OF YOUR EATT BY THE NOBELBERT AND SEDMENT. A DECLAMING, BOWERS OF YOUR EATT BY THE NOBELBERT BY AND SEDMENT. BE A PROPER SUPPOSALLY HASTE CALL CETED BY SWIESENING OF ENHINGE.

A CORT AND INFORMATION OF THE NOBELBERT AND BY AND SEDMENT.

BLACKLETTERNIG

BEST MANAGEMENT PRACTICES (BMP) GENERAL NOTES

1. CONTRACTOR MAY NOT COMMENCE ANY LAND DISTURBANG ACTIVITIES BEFORE THE APPROVED DATE ASSIGNED BY ARIZONA DEPARTEMENT OF ENVIRONMENTAL CUALITY (ADEO).

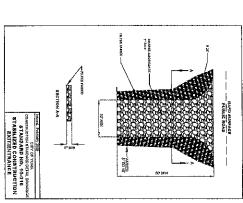
SIGN WZIS-1

, SEDIMENT WATTLES USED IN THIS PROJECT SHALL BE APPROVED BY THE CITY PRIOR TO INSTALLATION. NAMES HALL REACTIONS (BURSE) IN 18 SYMPP ARE FOR TEMPORAPE EROSSION AND SETUMENT CONTROL ONLY AND SHALL BE SELECTION DESTRUCTOR STORE AND SHAPE THE CONTRACTOR IN ACCORDANCE WITH MAKEURAZURERS SPECIFICATIONS AND GOOD ENGINEERING PRACTICES.

SUPES SHALL BE MANSMERTED IN ADDISEDANCE WITH THIS SHIPPE. IN THE DEBUT THAT PRECIPITATION IS LIKELY, ACCORDING TO LOCAL, PORECAST, THE CONTRACTORS SHALL SUPPLY IN RIANG QUIDE, MAD MONTHS THE MADDINT OF RAMPALLAND DOCUMENT THE PRECIPITATION RESULTS AND WITHIN 21 HOURS OF THEIR OCCURRENCE SHAWLT THIS INFORMATION TO THE CITY.

SW-SIVER -

374, PLYCK THE









Guidelines for Design and Construction near Kinder Morgan Operated Facilities

Name of Company: **EPNG**

The list of design, construction and contractor requirements, including but not limited to the following, for the design and installation of foreign utilities or improvements on KM right-of-way (ROW) are not intended nor do they waive or modify any rights KM may have under existing easements or ROW agreements. Reference existing easements and amendments for additional requirements. This list of requirements is applicable for KM facilities on easements only. Encroachments on fee property should be referred to the Land and Right-of-Way Department.

Design

- KM shall be provided sufficient prior notice of planned activities involving excavation, blasting, or any type of construction on KM's ROW to determine and resolve any location, grade or encroachment problems and provide protection of our facilities and the public before the actual work is to take place.
- Encroaching entity shall provide KM with a set of drawings for review and a set of final construction drawings showing all
 aspects of the proposed facilities in the vicinity of KM's ROW. The encroaching entity shall also provide a set of as-built
 drawings showing the proposed facilities in the vicinity of KM's ROW.
- Only facilities shown on drawings reviewed by EPNG (Company) will be approved for installation on KM's ROW. All
 drawing revisions that effect facilities proposed to be placed on KM's ROW must be approved by KM in writing.
- KM shall approve the design of all permanent road crossings.
- Encroaching entity shall, at the discretion of the Kinder Morgan, Inc., incorporate Heath ATI "sniffer" Gas Detection Units in the design of paved areas or "Green Belt" areas of KM ROW. The units shall be installed per KM Standard TYP-V-0100-B010.
- Any repair to surface facilities following future pipeline maintenance or repair work by KM will be at the expense of the developer or landowner.
- The depth of cover over the KM pipelines shall not be reduced nor drainage altered without KM's written approval.
- · Construction of any permanent structure, building(s) or obstructions within KM pipeline easement is not permitted.
- Planting of shrubs and trees is not permitted on KM pipeline easement.
- · Irrigation equipment i.e. backflow prevent devices, meters, valves, valve boxes, etc. shall not be located on KM easement.
- Foreign line, gas, water, electric and sewer lines, etc., may cross perpendicular to KM's pipeline within the ROW, provided that a minimum of two (2) feet of vertical clearance is maintained between KM pipeline(s) and the foreign pipeline. Constant line elevations must be maintained across KM's entire ROW width, gravity drain lines are the only exception. Foreign line crossings below the KM pipeline must be evaluated by KM to ensure that a significant length of the KM line is not exposed and unsupported during construction. When installing underground utilities, the last line should be placed beneath all existing lines unless it is impractical or unreasonable to do so. Foreign line crossings above the KM pipeline with less than 2 feet of clearance must be evaluated by KM to ensure that additional support is not necessary to prevent settling on top of the KM natural gas pipeline.
- A foreign pipeline shall cross KM facilities at as near a ninety-degree angle as possible. A foreign pipeline shall not run
 parallel to KM pipeline within KM easement without written permission of KM.
- The foreign utility should be advised that KM maintains cathodic protection on their pipelines. The foreign utility must coordinate their cathodic protection system with KM's. At the request of KM, foreign utilities shall install (or allow to be installed) cathodic protection test leads at all crossings for the purposes of monitoring cathodic protection. The KM Cathodic Protection (CP) technician and the foreign utility CP technician shall perform post construction CP interference testing. Interference issues shall be resolved by mutual agreement between foreign utility and KM. All costs associated with the correction of cathodic protection problems on KM pipeline as a result of the foreign utility crossing shall be borne by the foreign utility for a period of one year from date the foreign utility is put in service.



Guidelines for Design and Construction near Kinder Morgan Operated Facilities

- The metallic foreign line shall be coated with a suitable pipe coating for a distance of at least 10 feet on either side of the crossing unless otherwise requested by the KM CP Technician.
- · AC Electrical lines must be installed in conduit and properly insulated.
- DOT approved pipeline markers shall be installed so as to indicate the route of the foreign pipeline across the KM ROW.
- No power poles, light standards, etc. shall be installed on KM easement.

Construction

- Contractors shall be advised of KM's requirements and be contractually obligated to comply.
- The continued integrity of KM's pipelines and the safety of all individuals in the area of proposed work near KM's facilities
 are of the utmost importance. Therefore, contractor must meet with KM representatives prior to construction to provide and
 receive notification listings for appropriate area operations and emergency personnel. KM's on-site representative will
 require discontinuation of any work that, in his opinion, endangers the operations or safety of personnel, pipelines
 or facilities.
- The Contractor must expose all KM transmission and distribution lines prior to crossing to determine the exact alignment
 and depth of the lines. A KM representative must be present. In the event of parallel lines, only one pipeline can be
 exposed at a time.
- KM will not allow pipelines to remain exposed overnight without consent of KM designated representative. Contractor may
 be required to backfill pipelines at the end of each day.
- A KM representative shall do all line locating. A KM representative shall be present for hydraulic excavation. The use of
 probing rods for pipeline locating shall be performed by KM representatives only, to prevent unnecessary damage to the
 pipeline coating.
- Notification shall be given to KM at least 72 hours before start of construction. A schedule of activities for the duration of the project must be made available at that time to facilitate the scheduling of Kinder Morgan, Inc.'s work site representative. Any Contractor schedule changes shall be provided to Kinder Morgan, Inc. immediately.
- Heavy equipment will not be allowed to operate directly over KM pipelines or in KM ROW unless written approval is
 obtained from EPNG (Company). Heavy equipment shall only be allowed to cross KM pipelines at locations designated by
 Kinder Morgan, Inc. Contractor shall comply with all precautionary measures required by KM to protect its pipelines.
 When inclement weather exists, provisions must be made to compensate for soil displacement due to subsidence of tires.
- Excavating or grading which might result in erosion or which could render the KM ROW inaccessible shall not be permitted
 unless the contractor/developer/owner agrees to restore the area to its original condition and provide protection to KM's
 facility.
- A KM representative shall be on-site to monitor any construction activities within twenty-five (25) feet of a KM pipeline or aboveground appurtenance. The contractor shall not work within this distance without a KM representative being on site. Only hand excavation shall be permitted within a minimum of 18 inches (refer to state specific rules/regulations regarding any additional clearance requirements) of KM pipelines, valves and fittings. However, proceed with extreme caution when within three (3) feet of the pipe.
- Ripping is only allowed when the position of the pipe is known and not within ten (10) feet of KM facility unless company representative is present.
- Temporary support of any exposed KM pipeline by Contractor may be necessary if required by KM's on-site representative. Backfill below the exposed lines and 12" above the lines shall be replaced with sand or other selected material as approved by KM's on-site representative and thoroughly compacted in 12" lifts to 95% of standard proctor dry density minimum or as approved by KM's on-site representative. This is to adequately protect against stresses that may be caused by the settling of the pipeline.
- No blasting shall be allowed within 1000 feet of KM's facilities unless blasting notification is given to KM including complete Blasting Plan Data. A pre-blast meeting shall be conducted by the organization responsible for blasting.



Guidelines for Design and Construction near Kinder Morgan Operated Facilities

KM shall be indemnified and held harmless from any loss, cost of liability for personal injuries received, death caused or property damage suffered or sustained by any person resulting from any blasting operations undertaken within 500 feet of its facilities. The organization responsible for blasting shall be liable for any and all damages caused to KM's facilities as a result of their activities whether or not KM representatives are present. KM shall have a signed and executed Blasting Indemnification Agreement before authorized permission to blast can be given.

No blasting shall be allowed within 300 feet of KM's facilities unless blasting notification is given to KM a minimum of one week before blasting. (note: covered above)KM shall review and analyze the blasting methods. A written blasting plan shall be provided by the organization responsible for blasting and agreed to in writing by KM in addition to meeting requirements for 500' and 1000' being met above. A written emergency plan shall be provided by the organization responsible for blasting. (note: covered above)

- Any contact with any KM facility, pipeline, valve set, etc. shall be reported immediately to KM. If repairs to the pipe are
 necessary, they will be made and inspected before the section is re-coated and the line is back-filled.
- KM personnel shall install all test leads on KM facilities.
- Burning of trash, brush, etc. is not permitted within the KM ROW.

Insurance Requirements

- All contractors, and their subcontractors, working on Company easements shall maintain the following types of insurance policies and minimum limits of coverage. All insurance certificates carried by Contractor and Grantee shall include the following statement: "Kinder Morgan and its affiliated or subsidiary companies are named as additional insured on all above policies (except Worker's Compensation) and waiver of subrogation in favor of Kinder Morgan and its affiliated or subsidiary companies, their respective directors, officers, agents and employees applies as required by written contract." Contractor shall furnish Certificates of Insurance evidencing insurance coverage prior to commencement of work and shall provide thirty (30) days notice prior to the termination or cancellation of any policy.
- Statutory Coverage Workers' Compensation Insurance in accordance with the laws of the states where the work is to be performed. If Contractor performs work on the adjacent on navigable waterways Contractor shall furnish a certificate of insurance showing compliance with the provisions of the Federal Longshoreman's and Harbor Workers' Compensation I aw
- Employer's Liability Insurance, with limits of not less than \$1,000,000 per occurrence and \$1,000,000 disease each employee.
- Commercial General Liability Insurance with a combined single limit of not less than \$2,000,000 per occurrence and in the aggregate. All policies shall include coverage for blanket contractual liability assumed.
- Comprehensive Automobile Liability Insurance with a combined single limit of not less than \$1,000,000. If necessary, the
 policy shall be endorsed to provide contractual liability coverage.
- 5. If necessary Comprehensive Aircraft Liability Insurance with combined bodily injury, including passengers, and property damage liability single limits of not less than \$5,000,000 each occurrence.
- Contractor's Pollution Liability Insurance this coverage shall be maintained in force for the full period of this agreement with available limits of not less then \$2,000,000 per occurrence.
- Pollution Legal Liability Insurance this coverage must be maintained in a minimum amount of \$5,000,000 per occurrence.