

FACT SHEET**CITY OF SHREVEPORT, LOUISIANA****TITLE**

A Resolution authorizing the Mayor of the City of Shreveport to sign an approval of the assignment by Cypress Energy Partners, LLC of four oil and gas leases to Paloma Natural Gas, LLC, and to otherwise provide with respect thereto.

DATE

9/23/2024

ORIGINATING DEPARTMENT

Public Works

COUNCIL DISTRICT

District A, District F, District G

SPONSOR

No Sponsor

PURPOSE

To authorize the Mayor of the City of Shreveport to sign an approval to the assignment of four Oil and Gas State Agency Leases, the first being Lease No. 22225, dated July 10, 2024, the second being Lease No. 22226, dated July 10, 2024, and the third being Lease No. 22228, dated July 10, 2024, and the fourth being Lease No. 22229, dated July 10, 2024. All four of the leases are between the City of Shreveport and Cypress Energy Partners, LLC.

BACKGROUND INFORMATION

Cypress Energy Partners, LLC ("CEP") is now the current owner of four Oil and Gas leases (the "Leases"). Lease Nos. 22225, 22226, 22228, and 22229 are dated July 10, 2024, and are between the City of Shreveport ("City") and CEP. CEP is in the process of assigning the leases to Paloma Natural Gas, LLC., (Paloma) pursuant to which all of CEP's rights, title and interest in the referenced Leases will be assigned to Paloma. The assignment will be made subject to all the terms and conditions of the Leases. Paloma will accept the assignment subject to all obligations under the Leases. The City's consent to assign shall not constitute a waiver of any provision of the Leases.

TIMETABLE

Introduction: 09/24/2024

Final Passage: 10/08/2024

ATTACHMENTS

State Agency Lease Nos. 22225, 22226, 22228, and 22229 CEP Request for Consent of Assignment of Oil, Gas and Mineral Lease

SPECIAL PROCEDURAL REQUIREMENTS

NA

FINANCES

\$ NA

SOURCE OF FUNDS

NA

ALTERNATIVES

(1) Adopt the resolution as submitted, or (2) amend the resolution, or (3) reject the resolution.

RECOMMENDATION

It is recommended the City Council adopt the resolution.

FACT SHEET PREPARED BY:

Stephen Terese