

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

A Resolution authorizing a request to be made to the Louisiana Department of Natural Resources, Louisiana State Mineral and Energy Board, to seek public bids for an oil, gas and mineral lease involving the property located in District F and described herein and to execute the lease for certain mineral interests owned by the City of Shreveport; and to authorize the mayor to execute any and all documents related to the intent of this Resolution; and to otherwise provide with respect thereto.

DATE

2/12/2024

ORIGINATING DEPARTMENT

Public Works

COUNCIL DISTRICT

District F

SPONSOR

No Sponsor

PURPOSE

To authorize the State Mineral and Energy Board to seek public bids for an oil, gas, and mineral lease for property owned by the City of Shreveport and to execute a lease for certain mineral interests owned by the City.

BACKGROUND INFORMATION

The Louisiana State Mineral and Energy Board is available, upon the request of the City, to seek public bids for an oil, gas, and mineral lease and to execute the lease of the property described herein for oil, gas, and other minerals. All rights and authority in connection with any lease shall be vested in the City to the same extent as if the City had itself leased the land.

The property is located and identified in Exhibit "A".

TIMETABLE

Introduction: 02/13/2024

Final Passage: 02/27/2024

ATTACHMENTS

Exhibit "A" – Property Description Cypress Energy Corporation Lease Request Letter Mineral Ownership Map – 627.340 Acres

SPECIAL PROCEDURAL REQUIREMENTS

The City should not follow La. R.S. 33:4712 for the lease of its minerals; instead it should follow La. R.S. 30:151 et. seq. Pursuant to La. R.S. 30:153(A), the City may direct the State Mineral and Energy Board to lease its land by Resolution.

FINANCES

\$ \$3000.00/acre
Minimum bid
(\$1,882,020.00)

SOURCE OF FUNDS

Successful Bidder

Projected
Bonus and
Annual Delay
Rentals
[plus Lease
Royalties after
production
begins.]

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:

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