

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 an oil and gas lease to Paloma Natural Gas, LLC, and to otherwise provide with respect thereto.

DATE

March 11, 2025

ORIGINATING DEPARTMENT

Department of Public Works
Property Management Section

CITY COUNCIL DISTRICT

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SPONSOR**PURPOSE**

To authorize the Mayor of the City of Shreveport to sign an approval to the assignment of an Oil and Gas State Agency Lease, being Lease No. 22254, dated November 13, 2024. This lease is between the City of Shreveport and Cypress Energy Partners, LLC.

BACKGROUND INFORMATION

Cypress Energy Partners, LLC (“CEP”) is now the current owner of one Oil and Gas lease (the “Lease”). Lease No. 22254 is dated November 13, 2024, and is between the City of Shreveport (“City”) and CEP. CEP is in the process of assigning the lease to Paloma Natural Gas, LLC, (Paloma) pursuant to which all of CEP’s rights, title and interest in the referenced Lease will be assigned to Paloma. The assignment will be made subject to all the terms and conditions of the Lease. Paloma will accept the assignment subject to all obligations under the Lease. The City’s consent to assign shall not constitute a waiver of any provision of the Lease.

TIMETABLE

Introduction: March 25, 2025
Final Passage: April 8, 2025

ATTACHMENTS

State Agency Lease No. 22254
CEP Request for Consent of Assignment
Assignment of Oil, Gas and Mineral Lease

SPECIAL PROCEDURAL REQUIREMENTS**FINANCES****SOURCE OF FUNDS****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:

Malcolm Stadlander,
Property Management Administrator

RESOLUTION NO. _____ OF 2025

A RESOLUTION AUTHORIZING THE MAYOR OF THE CITY OF SHREVEPORT TO SIGN AN APPROVAL OF THE ASSIGNMENT BY CYPRESS ENERGY PARTNERS, LLC OF AN OIL AND GAS LEASE TO PALOMA NATURAL GAS, LLC, AND TO OTHERWISE PROVIDE WITH RESPECT THERETO.

BY: COUNCILMEMBER

WHEREAS, the City of Shreveport (the “City”), leased various tracts of land, Tract No. 45867 containing approximately 136.405 gross acres to Cypress Energy Partners, LLC on November 13, 2024.

WHEREAS, Lease No. 22254 containing Tract No. 45867 was recorded under Instrument No. 2993418 in the Conveyance Records of Caddo Parish, Louisiana; and

WHEREAS, CEP is the current owner of the Lease No. 22254 (the “Lease”); and

WHEREAS, CEP has entered into an agreement with Paloma Natural Gas, LLC (“Paloma”), pursuant to which all of CEP’s right, title and interest in the referenced Lease will be assigned to Paloma; and

WHEREAS, in accordance with the terms of the Lease, the City has received a written request from CEP seeking the City’s consent for CEP to assign their interest in the Lease to Paloma. To the extent required under the Lease, a waiver from the City of any requirements for obtaining such consent, including, without limitation, any right, if any, the City may have to receive any further disclosures of information concerning the details of the assignment of the interest in the Lease; and

WHEREAS, the assignment will be made subject to all of the terms and conditions of the Lease; and

WHEREAS, Paloma will accept the assignment subject to all obligations under the Lease; and

WHEREAS, the City’s consent to assign shall not constitute a waiver of any provision in the Lease; and

WHEREAS, the assigned interest may not be further assigned to any third party without written consent from the City, pursuant to the terms of the Lease.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Shreveport, Louisiana, in due, legal, and regular session convened, that the Mayor is hereby authorized to approve the assignment of the oil and gas lease from CEP to Paloma.

BE IT FURTHER RESOLVED that if any provision or item of this Resolution or the application thereof is held invalid, such invalidity shall not affect other provisions, items or applications of this Resolution which can be given effect without the invalid provisions, items or applications, and to this end, the provisions of this Resolution are hereby declared severable.

BE IT FURTHER RESOLVED that all resolutions, ordinances or parts thereof in conflict herewith are hereby repealed.

BE IT FURTHER RESOLVED that this Resolution shall become effective in accordance with the provisions of [Shreveport City Charter Section 4.23](#).

THUS DONE AND RESOLVED by the City Council of the City of Shreveport, Louisiana.

APPROVED AS TO LEGAL FORM:

City Attorney's Office