

FACT SHEET

CITY OF SHREVEPORT, LOUISIANA

TITLE

A Resolution authorizing the Mayor of the City of Shreveport to consent to the partial assignment of an undivided 25% interest by Pine Wave Energy Partners Operating, LLC of an Oil and Gas Lease to Mammoth Minerals, LLC and FPCC USA, INC., and to otherwise provide with respect thereto.

DATE

April 14, 2022

ORIGINATING DEPARTMENT

Office of Engineering
Property Management Section

CITY COUNCIL DISTRICT

A and G

SPONSOR

PURPOSE

To authorize the Mayor of the City of Shreveport to formally consent to the partial assignment by Pine Wave Energy Partners Operating, LLC unto Mammoth Minerals, LLC and FPCC USA, INC. of an undivided 25% interest in State Agency Lease No. 22042, executed October 13, 2021, between the City of Shreveport and Pine Wave Energy Partners Operating, LLC.

BACKGROUND INFORMATION

Pine Wave Energy Partners Operating, LLC (“Pine Wave”) is the Lessee of an Oil and Gas Lease (“the lease”). Lease No. 22042 was executed on October 13, 2021 between the City of Shreveport (“City”) and Pine Wave was recorded under Instrument No. 2864971. Pursuant to the Partial Assignment of Leases for Oil, Gas and Other Liquid or Gaseous Minerals recorded under Instrument No. 2872503, an undivided twenty-five percent (25%) [being twelve and one-half percent (12.5%) to each Assignee] of Pine Wave’s rights, title, and interest in and to the lease was assigned unto Mammoth Minerals, LLC and FPCC USA, INC. (FPCC), with an effective date of October 14, 2021. Pine Wave has requested the City’s formal written consent to this partial assignment.

ENERGEY PARTNERS

TIMETABLE

Introduction: April 26, 2022

Final Passage: May 10, 2022

ATTACHMENTS

Exhibit A- State Agency Lease, Instrument No. 2864971 (City of Shreveport – Pine Wave)

Exhibit B - Partial Assignment of Leases for Oil, Gas and Other Liquid or Gaseous Minerals, Instrument No. 2872503

Exhibit C - Pine Wave Energy Assignment Consent Request

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 Stadtlander,
Property Management Administrator

RESOLUTION NO. 64 OF 2022

A RESOLUTION AUTHORIZING THE MAYOR OF THE CITY OF SHREVEPORT TO CONSENT TO THE PARTIAL ASSIGNMENT OF AN UNDIVIDED 25% INTEREST BY PINE WAVE ENERGY PARTNERS OPERATING, LLC OF AN OIL AND GAS LEASE TO MAMMOTH MINERALS, LLC AND FPCC USA, INC. TO OTHERWISE PROVIDE WITH RESPECT THERETO.

BY: COUNCILMEMBER

WHEREAS, the City of Shreveport (the “City”), entered into Oil and Gas State Agency Lease No. 22042 (the “Lease”) with Pine Wave Energy Partners Operating, LLC (“Pine Wave”), which was executed on October 13, 2021 and recorded in the Conveyance Records of Caddo Parish, Louisiana under Instrument No. 2864971; and

WHEREAS, Pine Wave, pursuant to a Partial Assignment of Leases for Oil, Gas and Other Liquid or Gaseous Minerals, recorded under Instrument No. 2872503, did grant, bargain, sell, transfer, assign and convey unto Mammoth Minerals, LLC and FPCC USA, INC. an undivided Twenty-Five Percent (25%) [being Twelve and One-Half Percent (12.5%) to each Assignee] interest of all rights, title and interest in and to the Lease, effective October 14, 2021; and

WHEREAS, in accordance with the terms of the Lease, the City has received a written request from Pine Wave, seeking the City’s written consent to the partial assignment of an undivided Twenty-Five Percent (25%) [being Twelve and One-Half Percent (12.5%) to each Assignee] interest of all rights, title and interest in and to the Lease to Mammoth Minerals, LLC and to FPCC USA, INC.; and

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

WHEREAS, Mammoth Minerals, LLC and FPCC USA, INC. will accept the partial assignment subject to all obligations under the Lease; and

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

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 partial assignment of the Oil and Gas Lease from Pine Wave Energy Partners Operating, LLC unto Mammoth Minerals, LLC and FPCC USA, INC.

BE IT FURTHER RESOLVED that if any provision or portion 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 application, 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