



## Legislation Details (With Text)

**File #:** 2005-0312      **Version:** 5

**Type:** Project      **Status:** Passed

**File created:** 4/21/2005      **In control:** City Council Regular Meeting

**On agenda:**      **Final action:** 7/20/2005

**Title:** Public Hearing regarding a request by Energy Quest LLC to lease oil and gas rights for 141.7 acres on Hamlin Road, including Borden Park for the exploration and mining thereof; Energy Quest, Inc., applicant

**Sponsors:**

**Indexes:** Leases

**Code sections:**

**Attachments:** 1. Agenda Summary.pdf, 2. Public Hearing Notice.pdf, 3. 070605 Agenda Summary.pdf, 4. 051805 Agenda Summary pdf, 5. Energy Quest Oil Gas Lease1.pdf, 6. Memo Casey 20050426.pdf, 7. Resolution to Set Public Hearing.pdf, 8. 0312 Resolution.pdf, 9. Final Signed Lease.pdf, 10. Gas Oil Lease Site Ariel View.pdf, 11. Gas Oil Wells Example Pictures.pdf

Date	Ver.	Action By	Action	Result
7/20/2005	5	City Council Regular Meeting	Adopted by Resolution	Pass
7/6/2005	4	City Council Regular Meeting	Adopted by Resolution	Pass
6/1/2005	2	City Council Regular Meeting	Adopted by Resolution	Pass
4/28/2005	1	Financial Services/Community Development & Viability Joint Committee	Referred	Pass

Public Hearing regarding a request by Energy Quest LLC to lease oil and gas rights for 141.7 acres on Hamlin Road, including Borden Park for the exploration and mining thereof; Energy Quest, Inc., applicant

**Whereas**, Energy Quest, Inc., a Michigan Corporation, has requested to enter into a lease agreement ("the Lease") with the City of Rochester Hills for the right to explore and mine oil and gas and their byproducts on city land; and

**Whereas**, City property covered under terms of the Lease, including optional lands, are held under clear title by the City of Rochester Hills; and

**Whereas**, the Lease identifies various terms and conditions, including lease rates, royalty shares and primary terms; and

**Whereas**, the location of oil and gas facilities on the property is prohibited, subject to the terms of the Lease; and

**Whereas**, the City retains ownership of all mineral rights on the property, subject to the terms of the Lease; and

**Whereas**, Energy Quest, Inc. will notify and receive permission from the Parks and Recreation Department Director prior to entering the property under terms of the Lease for purposes of seismic and other testing; and

**Whereas**, Energy Quest, Inc. has agreed to minimize impacts to the operation of Earl E. Borden Park during testing and fully repair any land disturbed during the testing phase.

**Resolved**, to lease 141.777 acres of property owned by the City of Rochester Hills, identified as, Parcel # 70-15-25-100-012, and further identified as:

Township 3 North-Range 11 East

Section 25:

N 62 acres of W/2 of NW/4, th S 89°39'58" E 120', th S 00°06'36" E 60', th N 89°39'58" W 60' th S 00°06'36" E 140' th N 89°39'58" W 60', th N 00°06'36" W 200' to beginning, also W/2 of E/2 of NW/4, also part of NW/4 beginning at point dist S 00°31'00" E 450.65' from N/4 corner, th S 00°31'00" E 2246.64', th S 88°35'00" W 674.41', th N 00°17'00" W 2713.90', th E 280', th S 00°17'00" E 450.65', th E 385.13' to beginning

to Energy Quest, Inc. of Traverse City, for a primary term of three (3) years, subject to the terms and conditions of the Lease, including optional lands; and

***Be It Further Resolved*** to direct the Mayor and City Clerk to sign the Lease on behalf of the City after review by the City Attorney's office as to form.