



Rochester Hills

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Master

File Number: 2012-0383

File ID: 2012-0383

Type: Project

Status: To Council

Version: 2

Reference: 2012-0383

Controlling Body: City Council
Regular Meeting

File Created Date : 10/04/2012

File Name: Oil and Gas Lease

Final Action:

Title label: Request for Consideration and Approval of an Oil and Gas Lease with Jordan Management Company, L.L.C.

Notes:

Sponsors:

Enactment Date:

Attachments: Agenda Summary.pdf, Staran Legal Opinion 112012.pdf, Lease 112812.pdf, 102212 Agenda Summary.pdf, Mayor Summary Report 092112.pdf, Brower Letter and Lease 092112.pdf, Suppl Presentation.pdf, 050505 Agenda Summary and Attach.pdf, 062605 Agenda Summary and Attach.pdf, Minutes CDV Joint Mtg 042805.pdf, Minutes CC 060105.pdf, Minutes CC 072005.pdf, 102212 Resolution.pdf

Enactment Number: RES0213-2012

Contact: PLA 656-4660

Hearing Date:

Drafter:

Effective Date:

History of Legislative File

Ver- sion:	Acting Body:	Date:	Action:	Sent To:	Due Date:	Return Date:	Result:
1	City Council Regular Meeting	10/22/2012	Adopted by Resolution				Pass
2	City Council Regular Meeting	12/03/2012					

Text of Legislative File 2012-0383

Title

Request for Consideration and Approval of an Oil and Gas Lease with Jordan Management Company, L.L.C.

Body

Whereas, Jordan Management Company, a Michigan company, and/or its subsidiaries has requested to enter into a lease agreement ("the Lease") with the City of Rochester Hills for the right to explore for oil and gas reserves under City-owned 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 City Parks 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.

Whereas, the form of the agreement has been further reviewed by the City Attorney and Mayor; and

Whereas, exhibits have been clarified and attached to the Lease, including property descriptions and supplemental conditions; and

Whereas, the City Attorney has provided his written legal opinion which concurs with his verbal opinion that the proposed oil and gas lease is for subterranean exploration and extraction, does not affect the surface use, and is therefore permitted under the City Charter parkland and open space amendment.

Resolved, that the Rochester Hills City Council hereby approves the proposed Oil and Gas Lease with Jordan Management Company, LLC.

Be It Further Resolved, that any proposed changes in the future language must be brought back before the City Council for review and approval.