



MEMORANDUM

Council Agenda
Item No. IX. AR
12/3/2024

The City of OKLAHOMA CITY

TO: Mayor and City Council

FROM: Craig Freeman, City Manager

Oklahoma City Airport Trust Amendment No. 1 to the Surface Damages and Use Agreement with FP Overlook, LLC for an additional natural gas transmission line, Wiley Post Airport. Ward 1.

Location:

Wiley Post Airport (PWA Airport)

Background:

The Trust currently holds the surface and mineral interest underlying the northeast corner of Wiley Post Airport (Airport), but the Trust's interest is subject to a prior oil and gas lease granted by the former property owners. A portion of the northeast corner of the Airport is part of the West Edmond Hunton Lime Unit (WEHLU).

The Trust previously entered into the Surface Damages and Use Agreement (Agreement) dated effective April 1, 2022 with FP Overlook's predecessor in interest, Revolution Resources, LLC (Revolution) to provide for the drilling of an oil and gas well (Well Site) on Airport Lands to develop the minerals within the WEHLU. Revolution assigned the Agreement with the Trust's approval to FP Overlook, LLC effective as of February 1, 2023. FP Overlook is the current operator of the WEHLU.

The current natural gas transmission line that FP Overlook is using is at maximum capacity and has caused the shut-in of some wells. FP Overlook needs to install an additional gas transmission line. The new gas line will run along the west side of the well site to the north. This Amendment to the Agreement allows for the installation and location of the new gas line.

The City of Oklahoma City is not a party to the Agreement with FP Overlook, LLC but is approving this Amendment as required by the City's Lease Agreement with the Trust.

Revenue:

Oil Account – OKCAT – Airports – Oil Wells – Oil&Gas/NonOp Easements (8095-REV2000-A0657-44400005)

Review:

Department of Airports

Recommendation: Amendment be approved.