

TERREBONNE

Parish School District

201 Stadium Drive, Houma, LA 70360

FINANCE, INSURANCE, AND SECTION 16 LANDS COMMITTEE

Tuesday, February 19, 2019

Immediately following the 5:00 P.M. Education, Technology, and Policy Committee; and
the Buildings, Food Service, and Transportation Committee

Central Office Board Room

AGENDA

1. Invocation and Pledge of Allegiance to the Flag
2. Review by LaPorte, CPAs, 2017/2018 Audit Report **(Proposed Recommendation)** – Mark Felger, LaPorte, CPAs

The Committee recommends that the Board receive the June 30, 2018, Terrebonne Parish School Board Audit Report, as presented.

3. Matter bearing upon approval to advertise for bids for an Oil, Gas, and Mineral Lease on Section 16, Township 19 South, Range 19 East, situated in Terrebonne and Lafourche Parishes **(Proposed Recommendation)** - Lee Bloch, Bloch, Briggs & Associates, Inc., Petroleum Consulting

The Committee recommends that the Board adopt the following resolution authorizing the Purchasing Department to advertise for bids for an Oil, Gas, and Mineral Lease on Section 16, Township 19 South, Range 19 East, and further authorize the Board president and/or Superintendent to sign all necessary documents pertaining thereto, subject to Board attorney review:

RESOLUTION

WHEREAS, The Terrebonne Parish School Board has received a request from Delta Land Exploration, Inc., to advertise for bids for an Oil, Gas, and Mineral Lease on the following described tract of land currently not under mineral lease:

All of Section 16, Township 19 South, Range 19 East, Terrebonne and Lafourche Parishes, Louisiana, less and except any navigable waterways, estimated to contain 640 acres, more or less, as shown outlined in red on the plat attached hereto. This section is owned jointly by the Terrebonne and Lafourche Parish School Boards in the following percentages-TPSB-99.84%, LPSB-0.16%.

WHEREAS, Delta Land Exploration, Inc. has submitted the required deposit in the amount of Four Hundred and No/100 (\$400.00) Dollars with the Terrebonne Parish School Board as evidence of applicant's good faith; and

WHEREAS, Bids must be addressed to Mr. Curtis Constrantiche, 340 St. Charles Street, Building #3, Houma, LA 70360 and received on or before 10:00 A.M. on Tuesday, April 23, 2019. Bids will be publicly opened at 10:00 A.M., and considered later that day by the Terrebonne Parish School Board's Finance, Insurance, and Section 16 Lands Committee at its regular 5:00 P.M. meeting at the School Board office in Houma, LA. The Committee will report the bids to the full Board with a recommendation.

WHEREAS, all bids must offer a cash bonus for a lease with a primary term that shall not exceed three (3) years. One-half(1/2) of the cash bonus will be full and adequate consideration for

every right granted and not allocated as mere rental for a period, and one-half (1/2) will be rental for the first year of the lease. Lessee must agree to drill within one (1) year from the date of the lease or, under penalty of forfeiture, pay rentals of not less than one-half (1/2) of the cash bonus paid therefore, for the right to defer drilling during the second and third years of the lease term and to drill offset wells, if necessary, to protect the leased premises from drainage. Minimum royalty shall be one-fourth (1/4) of all the oil and gas produced and saved from said property; and one-fourth (1/4) of all other liquid or gaseous hydrocarbon minerals produced and saved or utilized, from said property. A separate fee in the amount of ten (10%) percent of the amount of the bonus must accompany the bid and shall be paid by the lessee to the Terrebonne Parish School Board, and

WHEREAS, the lease, if granted, will be on a Louisiana State Mineral & Energy Board lease form with additional provisions added including Most Favored Nations and Insurance Provisions, which have been provided to the applicant. Additionally, the potential Lessee should be cognizant that the subject property is within the Pointe-Aux-Chenes Wildlife Management Area and is subject to an agreement between the School Board and the Louisiana Department of Wildlife & Fisheries, and

WHEREAS, the Terrebonne Parish School Board reserves the right to reject any and all bids. This lease shall also be subject to the approval of the State Mineral & Energy Board, and if not approved thereby and counter-signed by the duly authorized officer of the State Mineral & Energy Board, shall be null, void, and of no effect, and

WHEREAS, the Terrebonne Parish School Board did consider this matter at its Finance, Insurance, and Section 16 Lands

Committee meeting of February 19, 2019, and has voted in favor of same; and now, therefore,

BE IT RESOLVED, that the Terrebonne Parish School Board does hereby authorize the advertisement for bids for an Oil, Gas, and Mineral Lease pending concurrence from the Lafourche Parish School Board at its meeting on March 13, 2019, affecting the above described tract of land, and

BE IT FURTHER RESOLVED, that the President and/or Superintendent of the Terrebonne Parish School Board are empowered and authorized to execute any and all documents necessary to accomplish the provisions of this Resolution.

4. Matter bearing upon nomination of lease on Section 16, Township 19 South, Range 20 East shared with Lafourche Parish School Board (**Proposed Recommendation**) – Lee Bloch, Bloch, Briggs & Associates, Inc., Petroleum Consulting

The Committee recommends that the Board adopt the following resolution allowing for the Lafourche Parish School Board to advertise for bids, open bids, and award any Oil, Gas, and/or Mineral Lease resulting therefrom, on Section 16, Township 19 South, Range 20 East, on behalf of the Terrebonne Parish School Board, and further authorize the Board president and/or Superintendent to sign all necessary documents pertaining thereto, subject to Board attorney review:

RESOLUTION

WHEREAS, The Terrebonne Parish School Board has received a request from Delta Lands Exploration, Inc., to advertise for bids for an Oil, Gas, and Mineral Lease on the following described tract of land, currently not under mineral lease:

All of Section 16, Township 19 South, Range 20 East, Terrebonne and Lafourche Parishes, Louisiana, less and except any navigable waterways, containing 640 acres, more or less, as shown outlined in red on the plat attached hereto.

WHEREAS, Delta Lands Exploration, Inc. has submitted the required deposit in the amount of Four Hundred and No/100 (\$400.00) Dollars with the Lafourche Parish School Board as evidence of applicant's good faith; and

WHEREAS, the township in which the above described section is located partially within Lafourche Parish (62.75%) and partially within Terrebonne Parish (37.25%), and it is the desire of the Terrebonne Parish School Board to authorize and direct the Lafourche Parish School Board to handle the leasing of its portion of the above tract of land on its behalf; and

WHEREAS, the Terrebonne Parish School Board did consider this matter at its meeting of March 12, 2019, and has voted in favor of same; and now, therefore,

BE IT RESOLVED, that the Terrebonne Parish School Board does hereby authorize and request the Lafourche Parish School Board to advertise for bids, open said bids, and to award any Oil, Gas, and Mineral Lease resulting therefrom on the above described tract of land on behalf of the Terrebonne Parish School Board, and remit Terrebonne Parish School Board's share of the proceeds to it; and,

BE IT FURTHER RESOLVED, that the Superintendent and/or President of the Terrebonne Parish School Board are empowered

and authorized to execute any and all documents necessary to accomplish the provisions of this Resolution.

5. Revised Budgets 2018/2019 **(Proposed Recommendation)** –
Rebecca Breaux, Chief Financial Officer

a. General Operating Fund

The Committee recommends that the Board adopt the attached 2018/2019 revised budget for the General Operating Fund.

b. Child Nutrition Program Fund

The Committee recommends that the Board adopt the attached 2018/2019 revised budget for the Child Nutrition Program Fund.

c. One Cent Sales Tax Fund

The Committee recommends that the Board adopt the attached 2018/2019 revised budget for the One Cent Sales Tax Fund.

d. ½ Cent Sales Tax Fund

The Committee recommends that the Board adopt the attached 2018/2019 revised budget for the ½ Cent Sales Tax Fund.

e. ¾ Cent Sales Tax Fund

The Committee recommends that the Board adopt the attached 2018/2019 revised budget for the ¾ Cent Sales Tax Fund.

f. Building Fund

The Committee recommends that the Board adopt the attached 2018/2019 revised budget for the Building Fund.

g. Special Revenue Funds

The Committee recommends that the Board adopt the attached 2018/2019 revised budgets for the Special Revenue Funds.

6. Original Budgets 2018/2019 **(Proposed Recommendation)** – Rebeca Breaux, Chief Financial Officer

a. Special Revenue Funds

The Committee recommends that the Board adopt the attached 2018/2019 original budgets for the Special Revenue Funds.

7. Matter bearing upon Monthly Budget-to-Actual Comparison report **(Information)** – Rebecca Breaux, Chief Financial Officer

8. Matter bearing upon Sales Tax collections update **(Information)** - Rebecca Breaux, Chief Financial Officer

9. Adjournment

COMMITTEE MEMBERS

Clyde Hamner, Chairman
Michael LaGarde, Vice Chairman
Stacy Solet

Rebecca Breaux
Chief Financial Officer

RB/bp

c: Board Members
Superintendent and Staff
Schools and ERC Members
Mr. C. Berwick Duval, II, Legal Counsel
Ms. Sandy Holloway, BESE, District 3
Mr. Lee Bloch; Bloch, Briggs & Associates
Mr. Michael J. Veazey; Veazey & Associates
Mr. Merlin Lirette, AIA, CEFP, The Merlin Group, LTD.
Mr. Stephen Smith, All South Consulting Engineers
The Courier, The Times, Charter Communications, KFOL/KJUN-HTV10
Radio Stations, KCIL/KJIN/KXOR
Houma-Terrebonne Chamber of Commerce
Presidents...TAE, TPA, A+PEL, Bus Drivers' Association, Food Service Association
Insurance Agents of Record