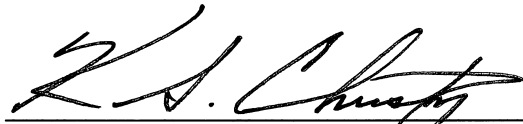


OCTOBER 25, 2010

THE DIRECTOR OF THE SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION TOOK FORMAL ACTION ON OCTOBER 25, 2010, IN THE TRUST LANDS ADMINISTRATION OFFICE, 675 EAST 500 SOUTH, SUITE 500, SALT LAKE CITY, UTAH 84102-2818, ON THE SURFACE, FEE WAIVER, AND TRUST ACCOUNTING BUSINESS MATTERS AS INDICATED AND WHICH BECOME EFFECTIVE AT 6:00 P.M. ON OCTOBER 25, 2010.

THESE MINUTES INCLUDE SURFACE ACTIONS AS LISTED ON PAGES 1 TO 27; ACTIONS CONTAINING FEE WAIVERS AS LISTED ON PAGES 27 TO 28; AND TRUST ACCOUNTING ACTIONS AS LISTED ON PAGES 28 TO 30.

THESE MINUTES ARE DEEMED THE FINAL AGENCY ACTION CONCERNING THESE MATTERS AND MAY BE SUBJECT TO REVIEW AND/OR ADJUDICATION PURSUANT TO R850-8 OF THE AGENCY'S RULES. ANY APPEAL OF MATTERS CONTAINED WITHIN THESE MINUTES MUST BE IN WRITING, PURSUANT TO R850-8-1000, AND MUST BE RECEIVED BY THE OFFICE OF THE DIRECTOR BY 6:00 P.M. ON MONDAY, NOVEMBER 8, 2010. APPEALS NOT FILED BY THAT TIME WILL NOT BE ACCEPTED AND THE MATTERS WILL BE CONSIDERED UNAPPEALABLE.



KIM S. CHRISTY, ACTING DIRECTOR FOR  
KEVIN S. CARTER, DIRECTOR  
SCHOOL AND INSTITUTIONAL  
TRUST LANDS ADMINISTRATION



LESLIE M. WARNER, RECORDS OFFICER

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**SURFACE ACTIONS**

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**GRAZING PERMITS**

**RENEWAL OF GRAZING PERMIT**

The following grazing permit has been renewed for a period of 15 years, beginning July 1, 2010, and expiring June 30, 2025. The permit administrator has had the legal description reviewed by the GIS Group.

<u>Permit #</u>	<u># Acres</u>	<u># AUMs</u>	<u>County</u>	<u>Fund</u>
GP-22591-10	7,459.25	1,108.00	Sanpete	School

Upon recommendation of Ms. Paula Lane, the Director approved the renewal of this permit.

**GRAZING PERMIT NO. 20890 (REINSTATEMENT)**

Instone Founders LLC, 6644 North Minersville Hwy., Cedar City, UT 84721, has requested reinstatement of GP 20890, which was canceled for non-payment on September 13, 2010. The permittee has submitted the following fees:

Grazing Assessment:	\$ 42.14
Weed Fee:	\$ 1.08
Reinstatement Fee:	\$ 30.00
Late Fee:	<u>\$ 30.00</u>
Total:	\$103.22

Washington County. School Fund.

The permit administrator has had the legal description reviewed by the GIS Group.

Upon recommendation of Mr. Ron Torgerson, the Director approved the reinstatement of GP 20890.

**GRAZING PERMIT NO. 22054-02 (REINSTATEMENT)**

Brent Cottam, 3257 East 2000 South, St. George, UT 84790, has requested reinstatement of GP 22054-02, which was canceled for non-payment on October 4, 2010. The permittee has submitted the following fees:

Grazing Assessment:	\$105.84
Weed Fee:	\$ 2.70
Reinstatement Fee:	\$ 30.00
Late Fee:	<u>\$ 30.00</u>
Total:	\$168.54

Washington County. School Fund.

The permit administrator has had the legal description reviewed by the GIS Group.

Upon recommendation of Mr. Ron Torgerson, the Director approved the reinstatement of GP 22054-02.

**GRAZING PERMIT NO. 23159 (REINSTATEMENT)**

Perry Bunderson, 1160 North Moore Road, Ferron, UT 84523, has requested reinstatement of GP 23159, which was canceled for non-payment on September 13, 2010. The permittee has submitted the following fees:

Grazing Assessment:	\$ 66.64
Weed Fee:	\$ 1.70
Reinstatement Fee:	\$ 30.00
Late Fee:	<u>\$ 30.00</u>
Total:	\$128.34

Emery County. School Fund.

The permit administrator has had the legal description reviewed by the GIS Group.

Upon recommendation of Mr. Ron Torgerson, the Director approved the reinstatement of GP 23159.

**GRAZING PERMIT NO. 23206 (REINSTATEMENT)**

Brent Cottam, 3257 East 2000 South, St. George, UT 84790, has requested reinstatement of GP 23206, which was canceled for non-payment on October 4, 2010. The permittee has submitted the following fees:

Grazing Assessment:	\$486.08
Weed Fee:	\$ 12.40
Reinstatement Fee:	\$ 30.00
Late Fee:	<u>\$ 30.00</u>
Total:	\$558.48

Washington County. School Fund.

The permit administrator has had the legal description reviewed by the GIS Group.

Upon recommendation of Mr. Ron Torgerson, the Director approved the reinstatement of GP 23206.

**GRAZING PERMIT NO. 23211 (REINSTATEMENT)**

Instone Founders LLC, 6644 North Minersville Hwy., Cedar City, UT 84721, has requested reinstatement of GP 23211, which was canceled for non-payment on September 13, 2010. The permittee has submitted the following fees:

Grazing Assessment:	\$240.02
Weed Fee:	\$ 6.12
Reinstatement Fee:	\$ 30.00
Late Fee:	<u>\$ 30.00</u>
Total:	\$306.14

Kane County. School Fund.

The permit administrator has had the legal description reviewed by the GIS Group.

Upon recommendation of Mr. Ron Torgerson, the Director approved the reinstatement of GP 23211.

**GRAZING PERMIT NO. 23128 (RESCISSION OF CANCELLATION; TRANSFER OF MONEY FROM GP 23128-A TO GP 23128)**

GP 23128 is issued to Sam Blanthorn, P. O. Box 12, Grouse Creek, UT 84313. GP 23128 was canceled for non-payment on September 27, 2010. However, the payment was made but mistakenly credited to GP 23128-A. The fees should be transferred to GP 23128 and the cancellation should be rescinded. Box Elder County. School Fund. The permit administrator has had this legal description reviewed by the GIS Group.

Upon recommendation of Mr. Scott Chamberlain, the Director rescinded the cancellation of GP 23128.

**GRAZING PERMIT NO. 23027 (AMENDMENT - ADDITION OF ACREAGE AND AUMS)**

Stanton Gleave, P.O. Box 284, Kingston, UT 84643, has requested the addition of the following acreage to the above referenced grazing permit:

T31S, R3W, SLB&M

Sec. 16: All

640.00 Acres

16 AUMs

The legal description on this permit has been reviewed by the GIS Group.

GP 23027 will now contain 4,041.54 acres and 135.00 AUMs. The \$50.00 amendment fee, \$1.60 weed fee, and \$62.72 grazing assessment have been paid. Garfield County. School Fund.

Upon recommendation of Mr. Ron Torgerson, the Director approved the addition of acreage and AUMs for GP 23027.

**GRAZING PERMIT NO. 22243-08 (RELINQUISHMENT)**

Paul Frischknecht, dba Frischknecht Livestock, P.O. Box 720, Gunnison, UT 84634-0720, has requested to have the above grazing permit relinquished as of June 30, 2010. The above permit has been combined into GP 22591-10 which became effective July 1, 2010. School Fund. Sanpete County.

Upon recommendation of Mr. Scott Chamberlain, the Director approved this relinquishment.

**GRAZING PERMIT NO. 22875-08 (SUBLEASE APPROVAL)**

Cross S Cattle Co., 3126 S. 2750 E., Salt Lake City, UT 84109, has requested permission to sublease 100% of the above referenced grazing permit for one year to Stanton Gleave, Clayton Gleave, Waylon Gleave, Dwyatt Gleave, and Garrett Gleave, P.O. Box 430284, Kingston, UT 84743. The sublease fee in the amount of \$522.00 has been submitted. Wayne County. School Fund.

The permit administrator has had this legal description reviewed by the GIS Group.

Upon recommendation of Mr. Ron Torgerson, the Director approved the one-year sublease for GP 22875-08.

**GRAZING PERMIT NO. 23311 (ASSIGNMENT)**

Delmont Wallace, Trustee of the Delmont Wallace 1993 Trust, 129 West 1070 South, Hurricane, UT 84737, has requested the Trust Lands Administration's permission to assign 100% interest in the above referenced grazing permit to Shannon Comp and Ellen Wheeler, 66 West 88<sup>th</sup> Street, Apt. 6-B, New York, NY 10024. The assignment fee in the amount of \$80.00 has been submitted. Washington County. School Fund.

Upon recommendation of Mr. Ron Torgerson, the Director approved the assignment of GP 23311.

**RANGE IMPROVEMENT PROJECTS****RANGE IMPROVEMENT PROJECT NO. 393 (APPROVAL) AND GRAZING PERMIT NO. 20461-10 (FOUR YEAR EXTENSION OF TERM)****APPLICANT'S NAME AND ADDRESS:**

Robinson Livestock Inc.  
P.O. Box 224  
Monticello, UT 84535

**LEGAL DESCRIPTION OF LANDS DIRECTLY AFFECTED:**

Seeding:

T31S, R23E, SLB&M

Section 26: Lots 2, 3, SW<sup>1</sup>/<sub>4</sub>NE<sup>1</sup>/<sub>4</sub>, NW<sup>1</sup>/<sub>4</sub>SE<sup>1</sup>/<sub>4</sub>, NW<sup>1</sup>/<sub>4</sub>, N<sup>1</sup>/<sub>2</sub>SW<sup>1</sup>/<sub>4</sub>, SW<sup>1</sup>/<sub>4</sub>SW<sup>1</sup>/<sub>4</sub> (Within)

Corral:

T31S, R22E, SLB&M

Section 16: NW<sup>1</sup>/<sub>4</sub>SW<sup>1</sup>/<sub>4</sub> (Within)

The lease administrator has had this legal description reviewed by the GIS Group.

COUNTY: San Juan

FUND: School

**REQUESTED/PROPOSED ACTION:**

The proposed action is to seed approximately 400 acres of trust lands using a Lawson Aerator followed by seeding with a mixture of grasses and forbs. The goal is to decrease the amount of sagebrush and increase the amount of forage for livestock. The proposed corral under this range improvement is not being approved because that portion of the cultural resource survey has not been completed. This project is being funded through the Utah Department of Agriculture & Food Grazing Improvement Program ("GIP").

**RELEVANT FACTUAL BACKGROUND:**

On June 11, 2010, the applicant submitted a proposal for this range improvement project. A search of the Agency's records was made to determine the status of the area involved. The grazing permit of record on the affected area is GP 20461-10, the applicant. The only other record for this parcel is mineral lease ML 49674 for oil, gas, and hydrocarbon. This project will not conflict with the mineral lease.

This project was submitted to the Resource Development Coordinating Committee ("RDCC") on July 1, 2010. No comments have been received. The Southeastern Utah Association of Local Governments submitted a "favorable comment."

A cultural resource survey was completed by a contractor hired by the Grazing Improvement Program ("GIP"). All cultural resources will be avoided.

**RANGE IMPROVEMENT PROJECT NO. 393 (APPROVAL) AND GRAZING PERMIT NO. 20461-10 (FOUR YEAR EXTENSION OF TERM) (CONTINUED)**

Funding of this project will be provided by the applicant (\$8,000.00) and GIP (\$48,000.00). The \$8,000.00 will be amortized as shown below. Following is a flat rate amortization schedule (NRCS Schedule) for these projects if the Agency cancels the grazing permit before these projects are fully amortized. If the permittee sells or allows the permit to expire or to be canceled due to its failure, then the amortization schedule will be canceled.

<b>Project</b>	<b>Project Cost</b>	<b>Project Life</b>	<b>Year Completed</b>	<b>Yearly Amortized Deduction</b>	<b>Year Fully Amortized</b>
Brush Control and Seed	\$8,000.00	10	2010	\$800.00/year	2020

**EVALUATION OF THE FACTS:**

The proposed range improvement is not located on land affected by (a) or (b) of R850-50-1100(5). The proposed range seeding fills a critical need to increase livestock forage and will enhance the value of the range. Pursuant to Rule R850-50-600, the expiration date for GP 20461-10 will be extended four years to June 30, 2029.

Based on the above information and upon recommendation of Mr. Ron Torgerson, the Director approved the construction of Range Improvement Project No. 393. This summary will constitute the Record of Decision.

**RANGE IMPROVEMENT PROJECT NO. 413 (WITHIN GP 22142-08) (APPROVAL)**

**APPLICANT'S NAME AND ADDRESS:**

Young Resources LTD Partnership  
4990 North Hwy 38  
Brigham City, UT 84302

**LEGAL DESCRIPTION OF LANDS DIRECTLY AFFECTED:**

T13N, R4W, SLB&M  
Sec. 10: SE¼ (along south line)

The administrator has had this legal description reviewed by the GIS Group.

COUNTY: Box Elder                      FUND: Reservoirs

**REQUESTED/PROPOSED ACTION:**

The applicant proposes to reconstruct 0.5 miles of fence along the south line of the Southeast Quarter. The fence will be a let-down net wire with a double strand of barbed wire on top. Max height is to be 42 inches.

**RELEVANT FACTUAL BACKGROUND:**

The applicant submitted a proposal for this range improvement project on October 5, 2010.

Notice was sent to the Division of Wildlife Resources ("DWR") regarding the project. DWR requested that the top wire not be more than 42 inches. This request will be part of the approval conditions.

A search of the Agency's records was made to determine the status of the area involved. Grazing Permit No. 22142-08, the applicant, is the only record in the affected area.

**RANGE IMPROVEMENT PROJECT NO. 413 (WITHIN GP 22142-08) (APPROVAL) (CONTINUED)**

Following is a flat rate amortization schedule (NRCS Schedule) for this project if the Agency cancels the grazing permit before the project is fully amortized. If the permittee sells or allows the permit to expire or to be canceled due to its own failure, then the amortization schedule will be canceled. Trust Lands will provide up to \$2,000.00 worth of material for the fence from the "Range 10% Monies."

<b>Project</b>	<b>Project Cost</b>	<b>Project Life</b>	<b>Year Completed</b>	<b>Yearly Amortized Deduction</b>	<b>Year Fully Amortized</b>
Fence	\$4,000	20 years	2010	\$200.00/year	2030

**EVALUATION OF THE FACTS:**

This range improvement is in compliance with R850-50-1100(5)(a) and (b). The project does enhance the value of the resources and is needed to manage livestock in the area pursuant to R850-50-1100(5)(c).

Upon recommendation of Mr. Chamberlain, the Director approved Range Improvement Project No. 413. This summary will constitute the Record of Decision.

**RIGHTS OF ENTRY****RIGHT OF ENTRY NO. 5518 (APPROVAL)**

On September 1, 2010, the School and Institutional Trust Lands Administration received an application from Uintah County, 152 East 100 North, Vernal, UT 84078, to occupy the following described trust land located within Uintah County to perform construction improvements to Seep Ridge Road for a one-year term:

**Township 10 South, Range 20 East, SLB&M**

Section 13: NW<sup>1</sup>/<sub>4</sub>, N<sup>1</sup>/<sub>2</sub>SW<sup>1</sup>/<sub>4</sub>, SE<sup>1</sup>/<sub>4</sub>SW<sup>1</sup>/<sub>4</sub> (Within)

Section 24: E<sup>1</sup>/<sub>2</sub>W<sup>1</sup>/<sub>2</sub>, SW<sup>1</sup>/<sub>4</sub>SE<sup>1</sup>/<sub>4</sub> (Within)

Section 25: NW<sup>1</sup>/<sub>4</sub>NE<sup>1</sup>/<sub>4</sub>, E<sup>1</sup>/<sub>2</sub>E<sup>1</sup>/<sub>2</sub> (Within)

Section 36: E<sup>1</sup>/<sub>2</sub>E<sup>1</sup>/<sub>2</sub> (Within)

**PROPOSED ACTION:**

The purpose of this right of entry is to begin improvements on Seep Ridge Road for Segment 1 and Segment 2 of the improved roadway plan. Improvements include, but are not limited to, grading improvements, alignment changes, drainage improvements, and surface improvements. Most of the existing Seep Ridge Road has valid existing rights; however, construction access and activities will be located outside of the 100-foot width of the valid existing rights. The construction corridor of this right of entry is 150 feet wide and approximately 22,900 feet long, comprising approximately 80.36 acres along the Seep Ridge Road alignment.

COUNTY: Uintah

ACRES: 80.36

FUND: School

**RELEVANT FACTUAL BACKGROUND:**

The subject right of entry application was received on September 1, 2010. It was sent to the Resource Development Coordinating Committee ("RDCC"), the Uintah Basin Association of Governments, and the Uintah County Commission for review on September 7, 2010. Comments were received from the Utah Geological Survey as follows:

**RIGHT OF ENTRY NO. 5518 (APPROVAL) (CONTINUED)****Utah Geological Survey:**

*"There are known significant vertebrate fossil localities recorded in our files in or near this project area, and the Eocene Uinta Formation that is exposed here has the potential for yielding additional significant vertebrate fossil localities. The office of the State Paleontologist, therefore, recommends that a paleontological survey be conducted for this project and its easements by a paleontologist with a valid permit."*

The project has been surveyed for paleontological resources by SWCA Environmental Consultants (SWCA-UT08-14583-27).

The project has been surveyed for cultural resources by SWCA Environmental Consultants (#U-08-ST-0654b,p,s).

**EVALUATION OF FACTS:**

The applicant has been notified of the comments submitted by the Utah Geological Survey.

The Agency staff has reviewed the paleontological survey for this project. No significant fossil remains were observed on the lands encompassed by this right of entry application. Therefore, no paleontological restrictions will be placed on the project. However, if any subsurface fossils are encountered during construction anywhere within the project area, work in the immediate vicinity should cease, and a qualified paleontologist should be contacted to evaluate the discovery.

The Agency's Archaeology staff has reviewed the cultural survey. No sites have been recorded within this right of entry; therefore, the project has been cleared for cultural resources with a finding of "No Historic Properties Affected."

Upon recommendation of Mr. Andy Bedingfield, the Director approved the applicant's request for a right of entry permit. The term of the right of entry will be for 1 year, beginning October 25, 2010, and expiring October 24, 2011. The application fee of \$50.00, the processing fee of \$50.00, and the rental assessment of \$462.63 have been submitted.

**RIGHT OF ENTRY NO. 5540**

On October 12, 2010, Mr. Bryan Torgerson, Trust Lands Resource Specialist, pursuant to R850-41-200, and in accordance with direction and delegation of authority, approved the request of Trail Productions, Inc., P.O. Box 1366, Ault, CO 80610, to occupy the following described trust land located within Grand and San Juan Counties to conduct a group recreational event using existing roads and trails:

T21S, R16E, SLB&M

Sec. 36: Within

T22S, R16E, SLB&M

Sec. 2: Within

T22S, R17E, SLB&M

Sec. 32: Within

T22S, R19E, SLB&M

Sec.'s 15, 22, 23, 24: Within

**RIGHT OF ENTRY NO. 5540 (CONTINUED)**

T22S, R20E, SLB&M  
Sec. 36: Within

T22S, R21E, SLB&M  
Sec. 32: Within

T22S, R22E, SLB&M  
Sec. 2: Within

T23S, R17E, SLB&M  
Sec. 2: Within

T23S, R20E, SLB&M  
Sec.'s 33, 34: Within

T23S, R22E, SLB&M  
Sec. 36: Within

T23S, R23E, SLB&M  
Sec.'s 16, 32: Within

T23S, R24E, SLB&M  
Sec. 36: Within

T24S, R19E, SLB&M  
Sec.'s 16, 32: Within

T24S, R20E, SLB&M  
Sec's 2, 13, 14, 27: Within

T24S, R24E, SLB&M  
Sec. 2: Within

T24S, R25E, SLB&M  
Sec. 16: Within

T25S, R18E, SLB&M  
Sec.'s 16, 36: Within

T25S, R19E, SLB&M  
Sec.'s 32, 36: Within

T25S, R20E, SLB&M  
Sec.'s 2, 16, 32, 36: Within

T25S, R22E, SLB&M  
Sec.'s 32, 36: Within

**RIGHT OF ENTRY NO. 5540 (CONTINUED)**

T25S, R23E, SLB&M  
Sec. 32: Within

T26S, R18E, SLB&M  
Sec. 2: Within

T26S, R19E, SLB&M  
Sec. 2: Within

T26S, R21E, SLB&M  
Sec.'s 16, 32: Within

T26S, R23E, SLB&M  
Sec. 32: Within

T27S, R22E, SLB&M  
Sec.'s 1, 2, 16, 35: Within

T27S, R23E, SLB&M  
Sec.'s 7, 8: Within

T39S, R11E, SLB&M  
Sec. 36: Within

T40S, R11E, SLB&M  
Sec. 2: Within

The rental assessment of \$200.00, the \$50.00 application fee, and a \$50.00 processing fee, totaling \$300.00, have been submitted. The permittee shall also pay to the Trust Lands Administration the sum of 3% of gross receipts, based on number of clients, number of client days, and percentage of time spent on trust land, or \$4.00/vehicle, whichever is greater, within 30 days of permit expiration date. Grand & San Juan Counties. School & USU Funds. Beginning Date: September 10, 2010. Expiration date: September 12, 2010.

*This item was submitted by Mr. Bryan Torgerson for record-keeping purposes.*

**RIGHT OF ENTRY NO. 5541 (APPROVAL)**

On October 12, 2010, the School and Institutional Trust Lands Administration received an application from Elements Wilderness Program, P.O. Box 1166, Huntington, UT 84528, to occupy the following described trust land located within Emery County for commercial hiking and camping for a one-year term:

T19S, R12E, SLB&M  
Sec.'s 21-36: Within

The rental assessment of \$200.00, the \$50.00 application fee, and a \$50.00 processing fee, totaling \$300.00, have been submitted. Emery County. School Fund. Beginning date: November 1, 2010. Expiration date: October 31, 2011.

Upon recommendation of Ms. Tamra Colyar, the Director approved Right of Entry No. 5541 for a one-year term.

**RIGHT OF ENTRY NO. 5543**

On October 14, 2010, Mr. Bryan Torgerson, Trust Lands Resource Specialist, pursuant to R850-41-200, and in accordance with direction and delegation of authority, approved the request of Zazou Productions, Inc., 29 Broadway, Suite 2200, New York, NY 10006, to occupy the following described trust land located within Grand County for commercial filming:

T25S, R21E, SLB&M  
Sec. 32: Within

T26S, R20E, SLB&M  
Sec. 16: Within

The rental assessment of \$600.00, the \$50.00 application fee, and the \$50.00 processing fee, totaling \$700.00, have been submitted. Grand County. School Fund. Beginning date: October 18, 2010. Expiration date: October 19, 2010.

*This item was submitted by Mr. Bryan Torgerson for record-keeping purposes.*

**RIGHT OF ENTRY NO. 5544**

On October 19, 2010, Mr. Bryan Torgerson, Trust Lands Resource Specialist, pursuant to R850-41-200, and in accordance with direction and delegation of authority, approved the request of Peloton Productions, LLC, 1740 Hubbard Ave., Salt Lake City, UT 84108, to occupy the following described trust land located within Grand County for commercial filming:

T25S, R22E, SLB&M  
Sec. 32: Within

T25S, R22E, SLB&M  
Sec. 36: Within

T26S, R22E, SLB&M  
Sec. 2: Within

The rental assessment of \$600.00, the \$50.00 application fee, and the \$50.00 processing fee, totaling \$700.00, have been submitted. Grand County. School Fund. Beginning date: October 21, 2010. Expiration date: October 22, 2010.

*This item was submitted by Mr. Bryan Torgerson for record-keeping purposes.*

**RIGHT OF ENTRY NO. 5387 (RELEASE OF CASH BOND)**

Right of Entry No. 5387 expires its term on December 31, 2010. It has been determined through an on-site inspection that the reclamation has been completed according to Agency specifications; therefore, the cash bond of \$20,000.00 on ROE 5387 should be released. Kane County. School Fund.

Upon recommendation of Mr. Lou Brown, the Director approved the release of the \$20,000.00 cash bond for ROE 5387, to be mailed to Barsoom Pictures, Inc., Attn: Bob Roath, 2600 10<sup>th</sup> St., Suite 100, Berkeley, CA 94710.

**RIGHT OF ENTRY NO. 5409 (RELEASE OF CASH BOND)**

Right of Entry No. 5409 expires its term on January 24, 2011. It has been determined through an on-site inspection that the reclamation has been completed according to Agency specifications; therefore, the cash bond of \$5,000.00 on ROE 5409 should be released. Millard, Wayne, and Kane Counties. School Fund.

Upon recommendation of Mr. Lou Brown, the Director approved the release of the \$5,000.00 cash bond for ROE 5409, to be mailed to Barsoom Pictures, Inc., Attn: Bob Roath, 2600 10<sup>th</sup> St., Suite 100, Berkeley, CA 94710.

**RIGHT OF ENTRY NO. 5439 (RELEASE OF CASH BOND)**

Right of Entry No. 5439 expired its term on June 23, 2010. It has been determined through an on-site inspection that the reclamation has been completed according to Agency specifications; therefore, the cash bond of \$5,000.00 on ROE 5439 should be released. Kane County. School Fund.

Upon recommendation of Mr. Lou Brown, the Director approved the release of the \$5,000.00 cash bond for ROE 5439, to be mailed to Barsoom Pictures, Inc., Attn: Bob Roath, 2600 10<sup>th</sup> St., Suite 100, Berkeley, CA 94710.

**EASEMENTS****EASEMENT NO. 1580 (APPROVAL)****APPLICANT'S NAME AND ADDRESS:**

Anadarko Uintah Midstream, LLC  
Attn: Surface Land Dept.  
1099 18<sup>th</sup> Street, Suite 1800  
Denver, CO 80202

**LEGAL DESCRIPTION:**

Township 9 South, Range 21 East, SLB&M  
Section 27: NW<sup>1</sup>/<sub>4</sub> (Within)

A 60 foot wide right of way 30 feet on each side of the following centerline:

Beginning at a point in the SE<sup>1</sup>/<sub>4</sub>NW<sup>1</sup>/<sub>4</sub> of Section 27, T9S, R21E, SLB&M, which bears N 53°39'11" E 1818.08 ft. from the West Quarter Corner of said Section 27; thence S 72°22'25" W 134.99 ft. to a point in the SE<sup>1</sup>/<sub>4</sub>NW<sup>1</sup>/<sub>4</sub> of said Section 27, which bears N 52°11'05" E 1690.78 ft. from the West Quarter Corner of said Section 27. The side lines of said described right of way being shortened or elongated to meet the grantor's property lines. Basis of bearings is a G.P.S. observation. Contains 0.186 acre more or less.

The easement administrator has had this legal description reviewed by the GIS Group.

COUNTY: Uintah

ACRES: 0.186

FUND: School

**PROPOSED ACTION:**

The applicant has requested a non-exclusive easement to operate, repair, and maintain an existing 34.4 kV power line which services the West Cottonwood Compressor. The easement corridor is approximately 134.99 feet long and 60 feet wide, and contains 0.19 acre.

**EASEMENT NO. 1580 (APPROVAL) (CONTINUED)****RELEVANT FACTUAL BACKGROUND:**

The subject easement application was received on July 27, 2010. It was submitted for the Agency's review on August 16, 2010, and was accepted by the Director on August 30, 2010.

The existing 34.4 kV power line was originally constructed to convey power for facilities in use within the Natural Buttes Unit only. Future plans for the power line are to convey power to facilities which carry non-unitized gas. An easement application was filed because the power line will provide power to the West Cottonwood Compressor facility, which will be non-unitized in the future.

Information on file with the Division of State History shows that the project area has been surveyed for cultural resources by GRI (#U-91-GB-0588s) and Montgomery Archaeological Consultants (#U-05-MQ-1522s).

**EVALUATION OF FACTS:**

The proposed easement is exempt from review by the Resource Development Coordinating Committee ("RDCC"), since it is existing infrastructure.

The Agency's Archaeology staff has reviewed the cultural resource surveys for this project area. No cultural sites were identified; therefore, this easement has been cleared for cultural resources with a finding of "No historic properties affected."

Upon recommendation of Mr. Andy Bedingfield, the Director approved the applicant's request for Easement No. 1580. The term of the easement is 30 years, beginning December 1, 2010, and expiring November 30, 2040. The application fees of \$750.00, and the easement rental assessment of \$200.00, have been submitted. The administrative fee required pursuant to R850-40-1800 has been paid in a one-time payment of \$1,000.00.

**EASEMENT NO. 1581 (APPROVAL)****APPLICANT'S NAME AND ADDRESS:**

Anadarko Uintah Midstream, LLC  
Attn: Surface Land Dept.  
1099 18<sup>th</sup> Street, Suite 1800  
Denver, CO 80202

**LEGAL DESCRIPTION:**

Township 10 South, Range 22 East, SLB&M  
Section 16: SW $\frac{1}{4}$ SE $\frac{1}{4}$ , E $\frac{1}{2}$ SW $\frac{1}{4}$ , NW $\frac{1}{4}$ SW $\frac{1}{4}$ , SW $\frac{1}{4}$ NW $\frac{1}{4}$  (Within)

A 60 ft. wide power line easement located within Section 16, Township 10 South, Range 22 East, SLB&M, being 30 feet wide. The centerline of said easement being described thusly:

Beginning at a point in the SW $\frac{1}{4}$ SE $\frac{1}{4}$  of Section 16, T10S, R22E, SLB&M, which bears N 18°16'08" E 353.09 ft. from the South Quarter Corner of said Section 16; thence N 04°38'23" E 456.74 ft.; thence N 47°14'30" W 3644.44 ft.; thence N 02°49'53" W 549.10 ft. to a point in the SW $\frac{1}{4}$ NW $\frac{1}{4}$  of said Section 16, which bears N 04°01'08" E 1175.95 ft. from the West Quarter Corner of said Section 16. The side lines of said described right-of-way being shortened or elongated to meet the grantor's property lines. Basis of bearings is a G.P.S. observation. Contains 6.405 acres more or less.

The easement administrator has had this legal description reviewed by the GIS Group.

**EASEMENT NO. 1581 (APPROVAL) (CONTINUED)**

COUNTY: Uintah

ACRES: 6.41

FUND: School

**PROPOSED ACTION:**

The applicant has requested a non-exclusive easement to operate, repair, and maintain an existing 34.4 kV power line, which services the Goat Pasture Pond. The easement corridor is approximately 4,650.28 feet long and 60 feet wide, containing 6.41 acres. The requested term of the easement is 30 years, with an expiration date of November 30, 2040.

**RELEVANT FACTUAL BACKGROUND:**

The subject easement application was received on July 27, 2010. It was submitted for the Agency's review on August 16, 2010, and was accepted by the Director on August 30, 2010.

The existing 34.4 kV power line was originally constructed to convey power for facilities in use within the Natural Buttes Unit only. Future plans for the power line are to convey power to facilities which carry non-unitized gas. An easement application was filed because the power line will provide power to the Goat Pasture Pond facility, which will be non-unitized in the future.

Information on file with the Division of State History shows that the project area has been surveyed for cultural resources by Montgomery Archaeological Consultants (#U-07-MQ-1438b,s,p and #U-07-MQ-1240s).

**EVALUATION OF FACTS:**

The proposed easement is exempt from review by the Resource Development Coordinating Committee ("RDCC"), since it is existing infrastructure.

The Agency's Archaeology staff has reviewed the cultural resources surveys for this project area. No cultural sites were identified; therefore, this easement has been cleared for cultural resources with a finding of "No historic properties affected."

Upon recommendation of Mr. Andy Bedingfield, the Director approved the applicant's request for Easement No. 1581. The term of the easement is 30 years, beginning December 1, 2010, and expiring November 30, 2040. The application fees of \$750.00, and the easement rental assessment of \$5,073.03, have been submitted. The administrative fee required pursuant to R850-40-1800 has been paid in a one-time payment of \$1,000.00.

**EASEMENT NO. 1593 (APPROVAL)****APPLICANT'S NAME AND ADDRESS:**

Anadarko Uintah Midstream, LLC  
Attn: Surface Land Dept.  
1099 18<sup>th</sup> Street, Suite 1800  
Denver, CO 80202

**LEGAL DESCRIPTION:**

Township 9 South, Range 21 East, SLB&M  
Section 27: SE $\frac{1}{4}$ NW $\frac{1}{4}$ , SW $\frac{1}{4}$ NE $\frac{1}{4}$ , W $\frac{1}{2}$ SE $\frac{1}{4}$ , SE $\frac{1}{4}$ SE $\frac{1}{4}$  (Within)  
Section 34: E $\frac{1}{2}$ NE $\frac{1}{4}$  (Within)  
Section 35: SW $\frac{1}{4}$ NW $\frac{1}{4}$ , N $\frac{1}{2}$ SW $\frac{1}{4}$  (Within)

A 60 foot wide easement, being 30 feet on each side of its centerline being more particularly described as follows:

**EASEMENT NO. 1593 (APPROVAL) (CONTINUED)**

Beginning at a point in the SE $\frac{1}{4}$ NW $\frac{1}{4}$  of Section 27, T9S, R21E, SLB&M, which bears N 61°22'51" E 2378.88 feet from the West Quarter Corner of said Section 27; thence S 28°08'24" E 300.63 feet; thence S 28°07'07" E 324.32 feet; thence S 28°04'26" E 325.51 feet; thence S 28°08'57" E 325.12 feet; thence S 28°07'14" E 324.90 feet; thence S 27°59'38" E 230.43 feet; thence S 28°08'47" E 269.61 feet; thence S 28°10'13" E 299.79 feet; thence S 28°01'36" E 269.87 feet; thence S 28°07'47" E 280.12 feet; thence S 28°04'09" E 325.03 feet; thence S 28°12'08" E 325.29 feet; thence S 28°00'14" E 324.45 feet; thence S 28°07'01" E 324.73 feet; thence S 28°10'07" E 60.12 feet to a point on the South line of the SE $\frac{1}{4}$ SE $\frac{1}{4}$  which bears S 89°57'39" W 1187.21 feet from the Southeast Corner of said Section 27, thence S 28°10'07" E 240.53 feet; thence S 28°07'05" E 255.21 feet; thence S 28°08'54" E 329.64 feet; thence S 28°02'01" E 324.97 feet; thence S 28°01'51" E 279.71 feet; thence S 28°12'14" E 325.84 feet; thence S 27°57'30" E 234.45 feet; thence S 28°09'35" E 290.35 feet; thence S 28°06'47" E 268.06 feet to a point on the East line of the SE $\frac{1}{4}$ NE $\frac{1}{4}$  which bears N 00°20'53" W 395.88 feet from the East Quarter Corner of Section 34, T9S, R21E, S.L.B.&M., thence S 28°06'47" E 51.16 feet; thence S 28°01'05" E 286.17 feet; thence S 28°06'26" E 201.70 feet; thence S 28°12'32" E 162.02 feet; thence S 89°24'43" E 610.73 feet; thence S 89°19'54" E 304.83 feet; thence S 89°25'08" E 324.94 feet; thence S 89°22'49" E 294.45 feet; thence S 38°56'49" E 245.63 feet; thence S 39°12'47" E 216.56 feet to a point in the NE $\frac{1}{4}$ SW $\frac{1}{4}$  of Section 35, T9S, R21E, S.L.B.&M., which bears S 74°29'54" E 2235.23 feet from the West Quarter Corner of said Section 35. The side lines of said described right-of-way being shortened or elongated to meet the grantor's property lines. Basis of bearings is a G.P.S. observation. Contains 13.164 acres more or less.

The easement administrator has had this legal description reviewed by the GIS Group.

COUNTY: Uintah

ACRES: 13.16

FUND: School

**PROPOSED ACTION:**

The applicant has requested a non-exclusive easement to operate, repair, and maintain an existing 34.4 kV power line to service the NBU 159 SWD facility. The easement corridor is approximately 9,556.87 feet long and 60 feet wide, and contains 13.16 acres. The requested term of the easement is 30 years, with an expiration date of November 30, 2040.

**RELEVANT FACTUAL BACKGROUND:**

The subject easement application was received on August 19, 2010. It was submitted for the Agency review on August 25, 2010, and was accepted by the Director on September 8, 2010.

The existing 34.4 kV power line was originally constructed to convey power for facilities in use within the Natural Buttes Unit only. Future plans for the power line are to convey power to facilities which carry non-unitized gas. An easement application was filed because the power line will provide power to the NBU 159 SWD facility, which will be non-unitized in the future.

**EVALUATION OF FACTS:**

The proposed easement is exempt from review by the Resource Development Coordinating Committee ("RDCC"), since it is existing infrastructure.

The Agency's Archaeology staff has reviewed the location of the proposed easement. Because this power line is an existing line with no new ground disturbance, the project has been cleared for cultural resources.

Upon recommendation of Mr. Andy Bedingfield, the Director approved the applicant's request for Easement No. 1593. The term of the easement is 30 years, beginning December 1, 2010, and expiring November 30, 2040. The application fees of \$750.00 and the easement rental assessment of \$10,425.68 have been submitted. The administrative fee required pursuant to R850-40-1800 has been paid in a one-time payment of \$1,000.00.

**EASEMENT NO. 712 (REINSTATEMENT)**

Medallion Exploration, 3165 Millrock Drive #550, Holladay, Utah 84121, has requested reinstatement of Easement No. 712, which was canceled for non-payment of the required administrative fee, as documented in the Director's Minutes of March 8, 2010. Easement No. 712 was issued, effective November 2, 2001, for a surface gas pipeline for a term of 30 years.

The grantee has paid the \$400.00 reinstatement fee, along with the \$20.00 past-due administrative fee, and a \$30.00 late fee. The grantee originally paid a rental of \$5,035.27 when the easement was issued in 2001. The current pricing for this easement is \$7,972.50. The grantee has paid the difference of \$2,937.23 required for reinstatement pursuant to R850-5-500(1)(d). The easement will be reinstated for the balance of the original term, with the expiration date remaining October 31, 2031. Uintah County. School Fund.

Upon recommendation of Mr. Andy Bedingfield, the Director approved the reinstatement of Easement No. 712.

**EASEMENT NO. 1280 (RELEASE OF COLLATERAL ASSIGNMENT - CLARIFICATION OF AGENCY RECORDS)**

Southern California Public Power Authority, a joint power agency created pursuant to the laws of the State of California, 225 South Lake Avenue, Pasadena, CA 91101, was granted permission by the Director on the Director's Minutes of May 10, 2010, for a Release of Collateral Assignment affecting 10.2% interest in Easement No. 1280 in the name of Milford Wind Corridor Phase I, LLC, c/o First Wind Energy, LLC, 179 Lincoln Street, Suite 500, Boston, Massachusetts, 02111, to be effective May 12, 2010.

Due to financing issues, Milford Wind Corridor Phase I, LLC has requested that the aforementioned approved release of collateral assignment not become effective until the construction loan for Phase II of the project is finalized. Upon closing of the construction financing, a follow-up entry to the Minutes will be submitted stating the effective date of the assignment. Millard and Beaver Counties. School Fund.

*This item has been submitted by Mr. Andy Bedingfield for record-keeping purposes.*

**EASEMENT NO. 1280 (COLLATERAL ASSIGNMENT - CLARIFICATION OF AGENCY RECORDS)**

Milford Wind Corridor Phase II, LLC was granted permission by the Director on the Director's Minutes of May 10, 2010, to collaterally assign 10.2% of its interest in Easement No. 1280 to Royal Bank of Scotland plc, 101 Park Avenue, New York, NY 10178, to be effective May 12, 2010.

Due to financing issues, Milford Wind Corridor Phase II, LLC has requested that the aforementioned approved collateral assignment not become effective until the construction loan for Phase II of the project is finalized. Upon closing of the construction financing, a follow-up entry to the Minutes will be submitted stating the effective date of the assignment. Millard and Beaver Counties. School Fund.

*This item has been submitted by Mr. Andy Bedingfield for record-keeping purposes.*

**CORRECTION OF AGENCY RECORDS – ROW 677 (PARTIAL CONVEYANCE)**

In an ongoing effort to update and correct Agency records, it has been determined by the GIS Group that the above listed right-of-way contains a slope easement and a conveyance of a road. Agency Legal Counsel has reviewed the documentation pertaining to this right-of-way and has determined that all right, title, and interest in and to the road, described as follows, was actually conveyed to the State Road Commission of Utah via quit claim deed. It has also been determined that the slope easement was not conveyed, and should be retained by the Agency. As both documents were listed as a single active right-of-way contract on the Agency's Business System, staff has divided the contract, with ROW 677 being the slope easement and ROW 677-D being the road conveyance.

The Agency's ownership and right-of-way contract records should be corrected and updated to reflect the previous conveyance of the road out of Trust ownership.

**Right of Way No. 677-D, Quit Claim Deed No. 1525:**

Quit claim deed dated August 4, 1962, by the State of Utah, through and by its State Land Board for the sum of \$83.15. State Road Commission Project No. S-0410 (1), Parcel No. 12.

**LEGAL DESCRIPTION:**

Township 41 South, Range 13 West, SLB&M  
Section 36: W $\frac{1}{2}$ NW $\frac{1}{4}$ , SW $\frac{1}{4}$  (Within)

Two tracts of land for highway known as Project No. 0410 situated in the W $\frac{1}{2}$ NW $\frac{1}{4}$  and SW $\frac{1}{4}$  of Sec 36, T41S, R13W, SLM.

A tract of land which is contained within two side lines parallel to and at distances of 100.0 ft Northeasterly and 100.0 ft Southwesterly from the center line of survey of said project. Said centerline is described as follows:

Beginning at the intersection of the West boundary line of said W $\frac{1}{2}$ NW $\frac{1}{4}$  and said center line of survey at Engineer's Station 77+49 which point is approximately 143.0 ft North from the SW corner of said W $\frac{1}{2}$ NW $\frac{1}{4}$ ; thence Southeasterly 310.8 ft along the arc of a 6°00' curve to the left (Note: Tangent to said curve at its point of beginning bears S 40°33' E); thence S 59°12' E 281.0 ft to a point of tangency with a 4°00' curve to the right; thence Southeasterly 709.6 ft along the arc of said curve; thence S 30°49' E 120.72 ft to Engineer's Station 91+71.12 Back which equals Engineer's Station 91+66.1 Ahead; thence S 30°49' E 910.8 ft to a point of tangency with a 3°00' curve to the right; thence Southerly 742.8 ft along the arc of said curve to Engineer's Station 108+19.7 Back which equals Engineer's Station 113+74.1 Ahead; thence S 08°32' E 226.4 ft to a point of tangency with a 4°00' curve to the left; thence 231.5 ft along the arc of said curve to the intersection of said center line of survey at Engineer's Station 118+32 and the South line of said SW $\frac{1}{4}$ , which point is approximately 783.0 ft West from SE corner of said SW $\frac{1}{4}$ .

ALSO:

A tract of land the boundaries of which are described as follows:

Beginning on the West line of said W $\frac{1}{2}$ NW $\frac{1}{4}$  at a point 100.0 ft radially distant Easterly from said center line at Engineer's Station 60+88, said point is approximately 431.0 ft North from the SW corner of the NW $\frac{1}{4}$ NW $\frac{1}{4}$  of said Section 36; thence Southerly 446.3 ft along arc of a 672.96 ft radius curve to the right (Note: Tangent to said curve at its point of beginning bears S 18°47' E); thence North along said West line 445.0 ft, more or less, to the point of beginning as shown on the official map of said project on file in the office of the State Road Commission of Utah. Above described tract of land contains 16.63 acres, more or less.

**CORRECTION OF AGENCY RECORDS – ROW 677 (PARTIAL CONVEYANCE) (CONTINUED)**

The lease administrator has had this legal description reviewed by the GIS Group.

ACRES: 16.63

COUNTY: Washington

FUND: School

**RESERVATIONS:**

The grantor also hereby grants to the grantee permission to locate and construct within the grantor's land and outside the limits of the highway right-of-way all irrigation and/or waste water ditches made necessary by the construction of said project. After the above described ditches are constructed, the grantee is thereafter relieved of all responsibility for the maintenance of said ditches.

Any and all water rights pertaining to the above described land are hereby reserved by the grantor, and the grantee shall not be liable for any water assessments now due or which shall become due.

Note: Although there is no specific mineral reservation in the deed, it is assumed that all minerals underlying the road easement were reserved pursuant to statute.

*This item was submitted by Mr. Andy Bedingfield for record-keeping purposes.*

**RIGHT OF WAY NO. 933 (ASSIGNMENT)**

Questar Pipeline Company, 1140 West 200 South, P.O. Box 45360, Salt Lake City, Utah, 84145, has requested permission to assign 100% of its interest in Right of Way No. 933 to QEP Field Services, 11018 East 17500 South, Vernal, Utah 84078. Right of Way No. 933 was issued November 30, 1964, for an 8-inch diameter natural gas pipeline.

When this right of way was issued, a rental assessment of \$109.82 was paid. The easement rental at today's rates would be \$1,896.55. Rule R850-40-1600(1)(c) directs that in order for an assignment to be approved, the difference between what was originally paid for the easement and what would be charged for the same easement at today's rates, be paid. The difference in the amount of \$1,786.73 has been paid to the Trust Lands Administration.

Right of Way 933 was originally issued for a perpetual term. Rule 850-40-1600(1)(a) states that any easement assignment with a perpetual term shall be amended so that the term is 30 years, beginning as of the original effective date. However, if the remaining number of years on an easement so amended is less than 15 years, the ending date of the easement shall be set so that there will be 15 years remaining on the easement. Therefore, Right of Way 933 will change from a perpetual term to a 15 year term, ending on November 30, 2025.

The required \$250.00 assignment fee has been paid. The additional rental assessment of \$1,786.73 has been paid. The expiration date of the right of way changes from perpetuity to November 30, 2025. Uintah County. School Fund.

Upon recommendation of Mr. Andy Bedingfield, the Director approved the assignment of Right of Way No. 933.

**SPECIAL USE LEASE AGREEMENTS**

**SPECIAL USE LEASE AGREEMENT NO. 1687 (APPROVAL)**

APPLICANT'S NAME AND ADDRESS:

Intermountain Renewable Power, LLC  
5152 North Edgewood Drive, Suite 375  
Provo, UT 84604

APPLICATION TYPE: Ind/Renewable Energy  
TERM: 30 YEARS  
BEGINNING DATE: November 1, 2010  
ENDING DATE: October 31, 2040  
NEXT REVIEW DATE: November 1, 2015

FIRST YEAR RENTAL:	\$3,375.00
APPLICATION FEE:	\$ 250.00
PROCESSING FEE:	\$ 700.00
ADVERTISING FEE:	\$ 75.00
EXECUTION BONUS	<u>\$1,350.00</u>
TOTAL SUBMITTED:	\$5,750.00

LEGAL DESCRIPTION:

Township 30 South, Range 12 West, SLB&M  
Section 34: (Within)

Beginning at a point East 1,135 feet and South 636 feet from the Northwest Section Corner of Section 34, Township 30 South, Range 12 West, SLB&M; thence South 844 feet; thence West 490 feet; thence South 403 feet; thence 490 feet East; thence South 363 feet; thence East 1,039 feet; thence North 363 feet; thence East 490 feet East; thence North 403 feet; thence West 490 feet; thence North 727 feet; thence West 979 feet; thence North 30 feet; thence West 30 feet; thence North 87 feet; thence West 30 feet to the point of beginning. Contains 44.779 acres more or less.

The lease administrator has had this legal description reviewed by the GIS Group.

COUNTY: Beaver

ACRES: 44.779

FUND: School

PROPOSED ACTION:

The applicant desires to lease the subject property for the construction and operation of a 5.0 MW photovoltaic ("PV") commercial power generating facility. The proposed facility will be enclosed by a 6' high security fence. The facility is rated at 5,000 kW AC (alternating current) and will consist of 22,680 polycrystalline silicon panels, each rated at 280 W DC (direct current).

**SPECIAL USE LEASE AGREEMENT NO. 1687 (APPROVAL) (CONTINUED)****RELEVANT FACTUAL BACKGROUND:**

On June 10, 2010, the Trust Lands Administration received Special Use Lease Application No. 1687 from Intermountain Renewable Power, LLC. The application was accepted by the Director and advertising fees were paid and receipted appropriately. There are two existing grazing permits within this section, GP 22078-02, Minersville Land & Livestock; GP 22181-02, B & C Farms Family Partnership, LP; and two Mineral Leases, ML 50773 & ML 50921-A, Thermo No. 1, BE-01 LLC. A copy of the public notice was sent to all lessees, permittees, and adjoining landowners. The grazing permittee under GP 22078-02 submitted a letter requesting they be allowed to file a competing application for lease or sale. However the applicant and the grazing permittee were able to work out their concerns and the grazing permittee did not file any competing applications or bid proposals during the bid process. No other competing applications or comments were received from the notified parties. The application was submitted to the Resource Development Coordinating Committee ("RDCC"), local government, and the local clearing house for review. No comments were received from this notification process.

Initial consultation with the Agency Archeologist resulted in a recommendation that a cultural resource survey be required.

**EVALUATION OF FACTS:**

A cultural resource survey of the area has been completed on this property which indicated that no historic properties will be affected by this proposal. The survey has been reviewed by Agency Archeological staff, who concur with the findings. Therefore, all requirements pursuant to R850-60 have been met.

The application was advertised through the standard process and the only comments were from the grazing permittee as indicated above. No other competing applications or comments were received.

As no other competing applications were received, the initial application by Intermountain Renewable Power LLC was selected for review pursuant to R850-30-500(2)(g). The applicant was notified of the need to submit a sealed bid pursuant to rule. A bid was received and the following terms for the lease were agreed upon:

Execution Bonus: \$1,350.00 (\$30.00/acre)

Term: 30 years.

Initial Minimum Rental: \$3,375.00 – lease years 1-5

Rental Adjustments: Every five years, based on Consumer Price Index or appraised value multiplied by the current prime interest rate.

Percentage Rent: 3% of gross revenues, offset by minimum rent.

R850-30-400 requires that the Trust Lands receive at least fair market value for surface leases. A market analysis on this property indicates a value of \$500.00 to \$800.00 per acre. Based on this land value, the annual lease payment offered by the applicant of \$3,375.00 per year meets the fair market value requirements established by rule.

The negotiated term is within the standard term for government leases described in R850-30-200.

Upon recommendation of Mr. Lou Brown, the Director approved SULA 1687 for a term of 30 years, with a five-year rental review pursuant to R850-30-400(4). Based on the above evaluation, this summary will constitute the Record of Decision.

**SPECIAL USE LEASE AGREEMENT NO. 1195 (3-YEAR REVIEW)**

SULA 1195 is an industrial special use lease, in the name of PacifiCorp, c/o Interwest Mining Company, 1407 West North Temple, Suite 310, Salt Lake City, Utah, 84116. The lease site is located in Emery County School Fund.

1. **ANNUAL BASE RENTAL:**

The 3-year lease rental review date for this industrial lease is November 1, 2010. The authorized use of the subject parcel is the removal of an existing mine sediment pond, the reconstruction of the previously existing drainage channel, and reclamation of the leased lands, together with any and all other similar and related uses in connection with the ultimate termination of lessee's use of the lease premises for mine purposes.

**CPI Based Review**

After a preliminary analysis pursuant to Board policy, the value of the subject property has been estimated to be approximately \$500.00/acre, with a total value of \$20,000.

Based on this analysis, it has been determined that an appraisal is not warranted and, therefore, it is recommended that the CPI index be used to adjust the annual rental which will be increased from \$830.00 per year to \$950.00 per year, effective November 1, 2010. A certified notice was sent informing the lessee of this action. No response has been received from the lessee.

Annual Base Rental: \$950.00

Acres in lease: 40.00

Rental per acre: \$23.75

2. **DUE DILIGENCE AND PROPER USE:**

The development allowed by the lease has occurred. It is recommended that the lease be kept in force.

3. **PROPER USE:**

The leased premises are being used in accordance with the lease agreement. The reclamation and rehabilitation of the sediment pond, including the reconstruction of the previously existing drainage channel have been completed. The lessee is awaiting final bond release from the Utah Division of Oil, Gas and Mining ("DOG M").

4. **ADEQUATE INSURANCE AND BOND COVERAGE:**

Lessee has provided proof of adequate insurance coverage. Pursuant to the lease agreement, the lessee has filed a bond with DOGM in connection with the issuance of a mine permit, which bond satisfies the requirements of lessee's reclamation obligations under the lease. However, the lease does provide for an additional bond should the bond filed with DOGM be deemed insufficient. As the reclamation and rehabilitation of the leased premises have been completed, there is no need for any additional bonding at this time.

5. **WATER RIGHTS AND WELLS:**

There are no Agency-owned water rights associated with this lease.

6. **ENVIRONMENTAL COMPLIANCE:**

This lease was inspected and reviewed for environmental compliance on September 14, 2010, and has been rated as low risk. There is no evidence of underground or above-ground petroleum storage tanks, stained soil, 55-gallon drums/containers of any size, unauthorized uses, or solid waste on the premises. No hazardous materials are located on the site. The site appears clean and orderly. The Environmental Site Inspection Form is in the file.

**SPECIAL USE LEASE AGREEMENT NO. 1195 (3-YEAR REVIEW) (CONTINUED)**

7. GIS REVIEW:  
The lease administrator has had the legal description of this lease reviewed by the GIS Group.
8. NEXT ASSESSMENT DATE:  
The next assessment date will be November 1, 2013.

Upon recommendation of Mr. Chris Fausett, the Director approved the 3-year review for SULA 1195.

**SPECIAL USE LEASE AGREEMENT NO. 1296 (FIVE-YEAR REVIEW)**

SULA 1296 is an industrial special use lease, in the name of Anadarko Petroleum Corporation, Attn: Carole Price, Surface Land Dept., 1099 18<sup>th</sup> Street, Suite 1800, Denver, Colorado, 80202-1918. The lease site is located in Carbon County. School Fund.

1. ANNUAL BASE RENTAL:  
The five-year lease rental review date for this industrial lease is November 1, 2010. The authorized use of the subject parcel is a central processing facility including the following: Gas driven gas compressors, natural gas dehydration skid with building, CO2 removal equipment with building, recompressor for CO2 removal, instrumentation control building, gas inlet separators with building, flare, and produced water tanks with secondary containment.

**CPI Based Review**

After a preliminary analysis pursuant to Board policy, the value of the subject property has been estimated to be approximately \$500.00/acre, with a total value of \$2,590.00.

Based on this analysis, it has been determined that an appraisal is not warranted and, therefore, it is recommended that the CPI index be used to adjust the annual rental, which will be increased from \$11,360.00 per year to \$12,550.00 per year, effective November 1, 2010. A certified notice was sent informing the lessee of this action. No response has been received from the lessee.

Annual Base Rental: \$12,550.00

Acres in lease: 5.18

Rental per acre: \$2,422.78

2. DUE DILIGENCE AND PROPER USE:  
The development allowed by the lease has occurred. It is recommended that the lease be kept in force.
3. PROPER USE:  
The leased premises are being used in accordance with the lease agreement.
4. ADEQUATE INSURANCE AND BOND COVERAGE:  
Lessee has provided proof of adequate insurance coverage. The lease allows for a bond to be required or increased at any time during the term of lease at the discretion of the Agency. A performance and reclamation bond in the amount of \$5,000.00 is currently in place.
5. WATER RIGHTS AND WELLS:  
There are no Agency-owned water rights associated with this lease.

**SPECIAL USE LEASE AGREEMENT NO. 1296 (FIVE-YEAR REVIEW) (CONTINUED)**

6. ENVIRONMENTAL COMPLIANCE:

This lease was inspected and reviewed for environmental compliance on June 7, 2010, and has been rated as medium risk. There is an above-ground produced water tank, a slop tank, and an oil tank located on the site. All tanks are in good working order and have proper secondary containment in place. There is no evidence of underground petroleum storage tanks, 55-gallon drums/containers of any size, unauthorized uses, or solid waste on the premises. The site appears clean and orderly and hazardous materials, if any, are kept in an enclosed area with secondary containment. The Environmental Site Inspection Form is in the file.

7. GIS REVIEW:

The lease administrator has had the legal description of this lease reviewed by the GIS Group.

8. NEXT ASSESSMENT DATE:

The next assessment date will be November 1, 2015.

Upon recommendation of Mr. Chris Fausett, the Director approved the five-year review for SULA 1296.

**SPECIAL USE LEASE AGREEMENT NO. 1451 (FIVE-YEAR REVIEW)**

SULA 1451 is an industrial special use lease, in the name of Bill Barrett Corporation, c/o Doug Gundry-White, 1099 18<sup>th</sup> Street, Suite 2300, Denver, Colorado, 80202. The lease site is located in Carbon County. School Fund.

1. ANNUAL BASE RENTAL:

The five-year lease rental review date for this industrial lease is November 1, 2010. The authorized use of the subject parcel is the construction, operation, and maintenance of the Jack Canyon Unit 14-32 salt water injection well.

**CPI Based Review**

After a preliminary analysis pursuant to Board policy, the value of the subject property has been estimated to be approximately \$500.00/acre, with a total value of \$1,380.00.

Based on this analysis, it has been determined that an appraisal is not warranted and, therefore, it is recommended that the CPI index be used to adjust the annual rental, which will be increased from \$600.00 per year to \$660.00 per year, effective November 1, 2010. A certified notice was sent informing the lessee of this action. No response has been received from the lessee.

Annual Base Rental: \$660.00

Acres in lease: 2.76

Rental per acre: \$239.13

**Royalty Adjustment**

The lease agreement provides for a royalty payment of \$0.05 per barrel of off-lease or off-unit produced water disposed of in the injection well. To determine an updated fair market value, an evaluation of comparable leases of the same purpose and type was conducted. Based on this review, it is recommended that the royalty payment be adjusted from \$0.05 per barrel to \$0.15 per barrel. A certified notice was sent to inform the lessee of this action. No response has been received from the lessee.

**SPECIAL USE LEASE AGREEMENT NO. 1451 (FIVE-YEAR REVIEW) (CONTINUED)**

2. **DUE DILIGENCE AND PROPER USE:**  
The development allowed by the lease has occurred. It is recommended that the lease be kept in force.
3. **PROPER USE:**  
The leased premises are being used in accordance with the lease agreement.
4. **ADEQUATE INSURANCE AND BOND COVERAGE:**  
Lessee has provided proof of adequate insurance coverage. The lease allows for a bond to be required or increased at any time during the term of lease at the discretion of the Agency. A performance and reclamation bond in the amount of \$5,000.00 is currently in place.
5. **WATER RIGHTS AND WELLS:**  
There are no Agency-owned water rights associated with this lease.
6. **ENVIRONMENTAL COMPLIANCE:**  
This lease was inspected and reviewed for environmental compliance on September 15, 2010, and has been rated as medium risk. There are four above-ground produced water storage tanks and a slop tank located on the site. All tanks are in good working order and have proper secondary containment in place. There is no evidence of underground petroleum storage tanks, 55-gallon drums/containers of any size, unauthorized uses, or solid waste on the premises. The site appears clean and orderly and hazardous materials, if any, are kept in an enclosed area with secondary containment. The Environmental Site Inspection Form is in the file.
7. **GIS REVIEW:**  
The lease administrator has had the legal description of this lease reviewed by the GIS Group.
8. **NEXT ASSESSMENT DATE:**  
The next assessment date will be November 1, 2015.

Upon recommendation of Mr. Chris Fausett, the Director approved the five-year review for SULA 1451.

**SALES**

**PRE SALE NO. 8455 (GOLD CREEK SUBDIVISION)**

Negotiated Pre Sale No.: 8455

Date of Sale: October 11, 2010

Certificate of Sale No.: 26516

Certificate of Sale Date: October 11, 2010

Patent No.: 20182

Patent Date: September 9, 2010

Sale Price: \$4,098.00

Terms: Cash sale

**AMOUNTS PAID:**

Down Payment: \$4,098.00

Processing Charge: 50.00

**TOTAL:** \$4,148.00

**TO WHOM SOLD AND ADDRESS:**

Gold Creek Development Corporation  
c/o Mike H. Barrett  
7840 Knox Court  
Westminster, CO 80030-4237

**PRE SALE NO. 8455 (GOLD CREEK SUBDIVISION) (CONTINUED)**

LEGAL DESCRIPTION:

Township 33 South, Range 11 East, SLB&M

Section 36: A portion of the S½ described as:

All of Lots 7, 28, 29, and 30 of Block 1 as described in the Gold Creek Subdivision Filing No. 1 Replat recorded February 15, 1983, Reception No. 190058, as corrected by that certain Affidavit of Michael H. Barrett recorded September 15, 2009, Entry No. 255364, Book 444, Page 611, records of Garfield County, Utah.

NUMBER OF ACRES BY COUNTY: 2.24 - Garfield

NUMBER OF ACRES BY FUND: 2.24 - School

MINERAL LEASES GIVEN UP: None

SURFACE LEASES GIVEN UP: Portion of SULA 396

LIST MINERAL RESERVATIONS:

Excepting and reserving to the State of Utah, by and through the School and Institutional Trust Lands Administration for the benefit of the Trust Lands Administration and its successors in interest, assigns, permittees, licensees, and lessees from time to time, all coal, oil and gas and other mineral deposits, along with the right for the Trust Lands Administration or such other authorized persons or entities to prospect for, mine, and remove such deposits.

LIST SURFACE RESERVATIONS:

Excepting and reserving to the State of Utah all interest in that certain Water Right No. 95-452.

Excepting and reserving to the State of Utah an easement across the property for the benefit of the Trust Lands Administration, its successors in interest, assigns, permittees, and lessees, as may be necessary and reasonable to access lands administered by the School and Institutional Trust Lands Administration.

Subject to any valid, existing rights-of-way of any kind and any right, interest, reservation or exception appearing of record, subject to exceptions and reservations contained in federal patents and clear lists and subject also to all rights-of-way for ditches, tunnels, and telephone and transmission lines that have been or may be constructed by the United States as provided by statute.

Subject to the reservation of a 10.0 ft. wide utility easement around the perimeter of each lot, as set forth on the Gold Creek Subdivision Filing No. 1 Replat recorded February 15, 1983, Reception No. 190058.

COMMENTS:

These lots were sold pursuant to the terms of SULA 396, as noted on the Director's Minutes dated December 21, 2007, and August 3, 2009.

RESPONSIBLE STAFF MEMBER: Lou Brown

*This item was submitted by Ms. Diane Durrant for record-keeping purposes.*

**TIMBER SALES**

**TIMBER SALE APPLICATION NO. 855 - MILL HOLLOW F & I (APPROVAL)**

LEGAL DESCRIPTION:

Township 1 South, Range 9 West, USM  
Section 31: Lot 4, E $\frac{1}{2}$ SW $\frac{1}{4}$ , W $\frac{1}{2}$ SE $\frac{1}{4}$ , NE $\frac{1}{4}$ SE $\frac{1}{4}$ , S $\frac{1}{2}$ NE $\frac{1}{4}$  (Within)

COUNTY: Wasatch

ACRES: 98.11

FUND: School

RELEVANT FACTUAL BACKGROUND:

1. REASONS FOR PROPOSED SALE:

This proposed timber sale, which consists of two units of the overall Mill Hollow Sale which was accepted by the Director on January 5, 2006, will significantly reduce the fuel loading caused by pathogens within the stands and allow for the recovery of forest products from dead and dying trees while they still have commercial value. Opening up the lodge pole pine stands will make them less susceptible to the mountain pine beetle and reduce the encroachment of sub-alpine reproduction. The primary tree species within the sale area are sub-alpine fir, aspen, and lodge pole pine.

This timber sale is being proposed as a "non-competitive" timber sale pursuant to R850-70-500. The purchaser of this sale will be Defa's Sawmill, Box 335, Tabiona, Utah 84072. Defa's Sawmill is currently working on TA 825, which is located north of this sale.

The stumpage price for this sale will be \$12.50/ton for pine, \$10.00/ton for fir, and \$7.50/ton for the aspen, which are the same prices previously paid in this area.

2. ESTIMATED TOTAL VOLUME:

A timber cruise was not performed. The timber volume is estimated to be about 545 MBF or 3,247 tons. A conversion of 80 truckloads at 26 tons per logging truck was used to estimate available tonnage.

3. RDCC COMMENTS AND RESPONSE:

An NOI for the overall Mill Hollow Sale was submitted to the Resource Development Coordinating Committee ("RDCC") on December 21, 2006. On January 29, 2007, an email was received from the State Planning Coordinator's Office stating that "it has reviewed this proposal (06-7414), and has not received any comments from State agencies to date.

4. PUBLIC COMMENTS AND RESPONSE:

No public comments were received.

5. CULTURAL RESOURCE CONSULTATION RESULTS:

The Agency Archeologist has determined "No historic properties will be affected".

6. ACCESS:

Access to this timber sale is via existing roads. Several temporary roads will be constructed to access the timber. These roads will be reclaimed after the sale is completed.

EVALUATION OF FACTS:

1. PRELIMINARY APPRAISAL OF VALUE:

The negotiated sale price of the timber is \$12.50/ton for the pine, \$10.00/ton for the fir, and \$7.50/ton for the aspen.

**TIMBER SALE APPLICATION NO. 855 - MILL HOLLOW F & I (APPROVAL) (CONTINUED)**

2. PERFORMANCE BOND RECOMMENDATION:  
The cash bond of \$30,000.00 being held for TA 825 will be used for this sale.
3. RECOMMENDED ADMINISTRATIVE REQUIREMENTS:
  - A. ACCESS, NEW/UPGRADED ROADS:  
Any road construction will be temporary. Under standard timber sale contract language, any required maintenance of roads administered by any other entity is the responsibility of the purchaser.
  - B. SPECIAL PRECAUTIONS/STIPULATIONS:  
Standard timber sale contract language will be used and will cover all aspects of this activity and no special language/precautions are required.
4. IDENTIFICATION OF POTENTIAL MARKETS:  
Based on the "less than competitive" results from recent timber sale auctions, it has been decided to negotiate the prices for timber sales until the market conditions improve.

Upon recommendation of Mr. Richard Wilcox, the Director approved the above-described timber sale subject to the terms and conditions indicated. Based on this evaluation, this summary will constitute the Record of Decision.

**WATER RIGHTS**

**WATER RIGHT 14-122 (CERTIFICATE OF BENEFICIAL USE)**

Water Right 14-122 (unnamed spring) in the amount of 1.73 acre feet is located in the Indian Peak Range at the following described location:

Township 28 South, Range 18 West, SLB&M  
Section 32: SE $\frac{1}{4}$ NE $\frac{1}{4}$

The State Engineer has issued a Certificate of Beneficial Use for this water right which is the final step in completing its appropriation. The original Certificate is filed in the Title Document Drawer.

*This item was submitted by Mr. Richard Wilcox for record-keeping purposes.*

**WATER RIGHT 14-123 (CERTIFICATE OF BENEFICIAL USE)**

Water Right 14-123 (unnamed spring) in the amount of 1.73 acre feet is located in the Indian Peak Range at the following described location:

Township 28 South, Range 18 West, SLB&M  
Section 32: NE $\frac{1}{4}$  SE $\frac{1}{4}$

The State Engineer has issued a Certificate of Beneficial Use for this water right which is the final step in completing its appropriation. The original Certificate is filed in the Title Document Drawer.

*This item was submitted by Mr. Richard Wilcox for record-keeping purposes.*

**WATER RIGHT NO. 49-2197 (WATER RIGHT APPLICATION LAPSED)**

The Trust Lands Administration has been notified that Water Right No. 49-2197 has lapsed. This application was filed at the request of the Anadarko Petroleum Company. A well was drilled but never used for its intended purposes. Anadarko has agreed to plug and abandon the well.

*This item was submitted by Mr. Richard Wilcox for record-keeping purposes.*

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**ACTIONS CONTAINING FEE WAIVERS**

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**SPECIAL USE LEASE AGREEMENT NO. 1497 - LEASE AMENDMENT NO. 1 (APPROVAL)**

SULA 1497 is issued to E. Virgil Anderson Living Trust, P.O. Box 323, Kaysville, UT. This lease is for a water tank and a well site for a private residential home. The leased property is located in Washington County. The Agency proposes to amend the lease to correct and update the legal description for the subject lands.

In conducting a legal description review, the Agency's GIS Group determined that the following legal description contained certain typographical errors and omissions of some information. The legal description for the leased land in the original lease is as follows:

Township 42 South, Range 11 West, SLB&M  
Section 32: Within Metes & Bounds

**Water tank parcel:**

Beginning at a point S 89°54'47" E 876.81 ft along the center section line and S 00°05'13" W 230.85 ft; thence S 00°07'49 E 24.47 ft N 89°52'11" E 24.47 ft; thence N 00°07'49" W 24.47 ft; thence S 89°52'11" W 24.47 ft. to the point of beginning.

**Well parcel:**

Beginning at a point S 89°54'47" E 1175.94 ft; thence S 00°05'13" W 1716.43 ft; thence 36°43'43"E 60.11 ft; thence S 53°16'17" E 37.79 ft; thence S 00°05'09" E 75.08 ft; thence N 53°16'17 W 82.78 ft to the point of beginning. Contains .097 acre, more or less.

Survey information in the file shows the correct legal description is as follows:

Township 42 South, Range 11 West, SLB&M  
Section 32: Within Metes & Bounds

**Water tank parcel:**

Beginning at a point S 89°54'47" E 876.81 ft along the center section line and S 00°05'13" W 230.85 ft **from the West Quarter Corner of Sec. 32, T42S, R11W, SLB&M, and running** thence S 00°07'49 E 24.47 ft; **thence** N 89°52'11" E 24.47 ft; thence N 00°07'49" W 24.47 ft; thence S 89°52'11" W 24.47 ft. to the point of beginning. **Contains 598.78 square feet.**

**SPECIAL USE LEASE AGREEMENT NO. 1497 - LEASE AMENDMENT NO. 1 (APPROVAL) (CONTINUED)**

**Well parcel:**

Beginning at a point S 89°54'47" E 1175.94 ft **along the center section line and N 00°05'13" E 1716.43 ft from the West Quarter Corner of Sec. 32, T42S, R11W, SLB&M, and running thence N 36°43'43"E 60.11 ft to the Southerly right-of-way line of SR-59;** thence S53°16'17"E 37.79 ft **along said Southerly right-of-way line;** thence S 00°05'09" E 75.08 ft; thence N 53°16'17" W 82.78 ft to the point of beginning. **Contains 3623.68 feet.**

Acres: 0.097                      County: Washington                      Fund: School

Because there was no acreage increase, this item is exempt from advertising pursuant to R850-30-1000-1(e).

Although lease amendments are not specifically exempted from the narrative Record of Decision process, it has been determined that this action does not warrant the time and expense necessary to complete a full narrative record.

Because this was clearly an Agency typing error, the \$400.00 amendment fee is not applicable.

Upon recommendation of Mr. Bryan Torgerson, the Director approved the issuance of SULA 1497 Amendment No. 1.

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**TRUST ACCOUNTING ACTIONS**

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**CANCELED MINERAL LEASES**

The following mineral leases were not paid on or before the cancellation date of 10/9/2010. Certified notices were mailed.

<u>LEASE #</u>	<u>LESSEE NAME</u>	<u>BENE</u>	<u>COUNTY</u>	<u>TYPE</u>
ML 49164.0	CRAIG S. SETTLE	SCH	EMRY	OGH
ML 49396.0	PETRO-CANADA RESOURCES (USA)	SCH	CARB	OGH
ML 49417.0	WOLVERINE GAS AND OIL CORP.	RES	SEVR	OGH
		SCH	SEVR	OGH
		NS	SEVR	OGH
ML 49989.0	ARMSTRONG RESOURCES LLC	SCH	PIUT	OGA
ML 49990.0	DELTA PETROLEUM CORP.	SCH	PIUT	OGA
ML 49992.0	ARMSTRONG RESOURCES LLC	SCH	PIUT	OGA
ML 50001.0	FLORES, JOHN V.	RES	PIUT	OGA
ML 50023.0	ARMSTRONG RESOURCES LLC	USU	IRON	OGA
		SCH	IRON	OGA
ML 50024.0	ARMSTRONG RESOURCES LLC	SCH	IRON	OGA
ML 50028.0	ARMSTRONG RESOURCES LLC	SCH	IRON	OGA
ML 50035.0	ARMSTRONG RESOURCES LLC	SCH	IRON	OGA
ML 50042.0	ARMSTRONG RESOURCES LLC	SCH	IRON	OGA
ML 50415.0	BELNAP, N. BLAINE	RES	WEBR	OGA

**CANCELED MINERAL LEASES (CONTINUED)**

<u>LEASE #</u>	<u>LESSEE NAME</u>	<u>BENE</u>	<u>COUNTY</u>	<u>TYPE</u>
ML 50416.0	BELNAP, N. BLAINE	RES	WEBR	OGA
ML 50483.0	ARMSTRONG RESOURCES LLC	SCH	IRON	OGA
ML 50484.0	JONES, VERN	SCH	IRON	OGA
ML 50485.0	JONES, VERN	SCH	WASH	OGA
ML 50496.0	WILLIAM L. HARRIS	SCH	UINT	MM
ML 50993.0	INTERNATIONAL PETROLEUM, LLC	SCH	BEAV	OGA
ML 50994.0	INTERNATIONAL PETROLEUM, LLC	SCH	BEAV	OGA
ML 50995.0	INTERNATIONAL PETROLEUM, LLC	SCH	BEAV	OGA
ML 50996.0	INTERNATIONAL PETROLEUM, LLC	SCH	BEAV	OGA
ML 50997.0	INTERNATIONAL PETROLEUM, LLC	SCH	BEAV	OGA
ML 50998.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 50999.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 51000.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 51001.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 51002.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 51003.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 51004.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 51005.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 51006.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 51007.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 51008.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 51011.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 51012.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 51015.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 51016.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 51017.0	INTERNATIONAL PETROLEUM, LLC	SCH	IRON	OGA
ML 51018.0	INTERNATIONAL PETROLEUM, LLC	SCH	BOX	OGA
		RES	BOX	OGA
ML 51020.0	KLURFELD, GREG	SCH	DAGT	OGA
ML 51021.0	KLURFELD, GREG	SYDC	DAGT	OGA
		SCH	DAGT	OGA
ML 51022.0	KLURFELD, GREG	SCH	DAGT	OGA
		SYDC	DAGT	OGA
		UNIV	DAGT	OGA
		MH	DAGT	OGA
ML 51024.0	KLURFELD, GREG	SCH	DAGT	OGA
		MH	DAGT	OGA
ML 51349.0	INTERNATIONAL PETROLEUM, LLC	USH	UINT	OGA
		SCH	UINT	OGA
ML 51350.0	INTERNATIONAL PETROLEUM, LLC	SCH	UINT	OGA
ML 51351.0	INTERNATIONAL PETROLEUM, LLC	SCH	UINT	OGA
ML 51352.0	INTERNATIONAL PETROLEUM, LLC	SCH	UINT	OGA
		RES	UINT	OGA
ML 51353.0	INTERNATIONAL PETROLEUM, LLC	SCH	UINT	OGA
		RES	UINT	OGA

**CANCELED MINERAL LEASES (CONTINUED)**

<u>LEASE #</u>	<u>LESSEE NAME</u>	<u>BENE</u>	<u>COUNTY</u>	<u>TYPE</u>
ML 51354.0	INTERNATIONAL PETROLEUM, LLC	USH SCH	UINT UINT	OGA OGA
ML 51355.0	INTERNATIONAL PETROLEUM, LLC	SCH	UINT	OGA
ML 51395.0	PIONEER OIL AND GAS	SCH	GRND	OGA
ML 51401.0	INTERNATIONAL PETROLEUM, LLC	SCH	GRND	OGA
ML 51402.0	INTERNATIONAL PETROLEUM, LLC	SCH	GRND	OGA
ML 51403.0	INTERNATIONAL PETROLEUM, LLC	SCH	GRND	OGA

Upon recommendation of Mr. Gritzmacher, Budget Manager, the Director approved the cancellation of the above-listed mineral leases for non-payment.

**PAID CERTIFICATES OF SALE**

<u>NUMBER</u>	<u>NAME</u>	<u>FUND</u>	<u>COUNTY</u>	<u>DATE PAID</u>
C 24404	Remigi Properties	RES	WAYNE	9/29/2010
C 25684	DW Northern Enterprises	SCH	KANE	10/5/2010

**INTEREST RATES**

Following are the current and past year prime rates:

CURRENT YEAR:	3.25%
ONE YEAR AGO:	3.25%