


APRIL 12, 2010

THE DIRECTOR OF THE SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION TOOK FORMAL ACTION ON APRIL 12, 2010, IN THE TRUST LANDS ADMINISTRATION OFFICE, 675 EAST 500 SOUTH, SUITE 500, SALT LAKE CITY, UTAH 84102-2818, ON THE MINERAL, SURFACE, DEVELOPMENT, AND FEE WAIVER BUSINESS MATTERS AS INDICATED AND WHICH BECAME EFFECTIVE AT 6:00 P.M. ON APRIL 12, 2010.

THESE MINUTES INCLUDE MINERAL ACTIONS AS LISTED ON PAGES 1 TO 4; SURFACE ACTIONS AS LISTED ON PAGES 4 TO 14; DEVELOPMENT ACTIONS AS LISTED ON PAGES 15 TO 18; AND ACTIONS CONTAINING FEE WAIVERS AS LISTED ON PAGE 18.

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, APRIL 26, 2010. APPEALS NOT FILED BY THAT TIME WILL NOT BE ACCEPTED AND THE MATTERS WILL BE CONSIDERED UNAPPEALABLE.



KEVIN S. CARTER, DIRECTOR
SCHOOL AND INSTITUTIONAL
TRUST LANDS ADMINISTRATION



LESLIE M. WARNER, RECORDS OFFICER

ARCHIVES APPROVAL NO. 7990209

MINERAL ACTIONS

NAME CONVERSION – PARALLEL PETROLEUM CORPORATION WITH AND INTO PARALLEL PETROLEUM LLC – ML 47290, ML 48365, ML 48595, ML 48596, ML 48597, ML 48598, ML 48990, ML 48991, ML 48992, ML 48993, ML 48994, ML 48995 (USH: 280.00; SCH: 147.50), ML 48996, ML 48997, ML 48998, ML 48999, ML 49000, ML 49001, ML 49002, ML 49003, ML 49004, ML 49005, ML 49006, ML 49007, ML 49008, ML 49009, ML 49010, ML 49011, ML 49012, ML 49013, ML 49014, ML 49015, ML 49016 (SCH: 50.50; IB: 43.60), ML 49017 (UNIV: 217.03; SCH: 80.50), ML 49018, ML 49019, ML 49020, ML 49021, ML 49022, ML 49023, ML 49024, ML 49025, ML 49026, ML 49027, ML 49028 (IB: 145.00; MH: 40.00; SCH: 40.00; UNIV: 40.00), ML 49029, ML 49030, ML 49031, ML 49032, ML 49033, ML 49034, ML 49035, ML 49036, ML 49037, ML 49038, ML 49039, ML 49040, ML 49041, ML 49042, ML 49043, ML 49044, ML 49045, ML 49046 (SCH: 511.36; DEAF: 87.05), ML 49047, ML 49048, ML 49049, ML 49050, ML 49114, ML 49143, ML 49201, ML 49202, ML 49204, ML 49463, ML 49737, ML 49738, ML 49741, ML 49742, ML 49743, ML 49749, ML 49752, ML 49753, ML 50509, ML 50561, ML 50800 AND ML 51203 – OIL, GAS, AND HYDROCARBON (ALL SCH EXCEPT AS NOTED ML 50058 (SCH: 2699.55; USU: 80.00), ML 50552, ML 50553, ML 50554, ML 50555, AND ML 50721 – BITUMINOUS/ASPHALTIC SANDS (ALL SCH EXCEPT AS NOTED)

This office is in receipt of evidence that on December 31, 2009, Parallel Petroleum Corporation converted their name to Parallel Petroleum LLC, P.O. Box 10587, Midland, TX 79700, covering the above-numbered leases.

REFUND: \$180.00 – Overpayment of filing fees.

Upon recommendation of Ms. Garrison, the Director noted the name conversion for the above leases and approved the refund of \$180.00.

OPERATING RIGHTS ASSIGNMENTS – OIL, GAS, AND HYDROCARBON LEASES

Upon recommendation of Ms. Garrison, the Director approved the assignment of 2.5% interest in operating rights in and to the leases listed below to Parallel Petroleum LLC, P.O. Box 10587, Midland, TX 79700, by Sierra Madre Exploration, LLC. No override.

OWNERSHIP BEFORE ASSIGNMENT:

RECORD TITLE:

PARALLEL PETROLEUM LLC – 100%

OPERATING RIGHTS:

PARALLEL PETROLEUM LLC – 97.5%, SIERRA MADRE EXPLORATION, LLC – 2.5%

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

PARALLEL PETROLEUM LLC - 100%

OPERATING RIGHTS:

PARALLEL PETROLEUM LLC – 100%

....ML 49009 (SCH)....ML 49010 (SCH)....ML 49011 (SCH)....ML 49012 (SCH)....ML 49013 (SCH)....
....ML 49018 (SCH)....ML 49028 (SCH: 40.00; MH: 40.00; UNIV: 40.00; IB: 145.00)....ML 49029 (SCH)....
....ML 49030 (SCH)....ML 49031 (SCH)....ML 49032 (SCH)....ML 49114 (SCH)....ML 49201 (SCH)....
....ML 49742 (SCH)....ML 49743 (SCH)....ML 49749 (SCH: 561.67; USU: 80.00)....ML 49753 (SCH)....
....ML 50509 (SCH)....

TOTAL ASSIGNMENTS – BITUMINOUS-ASPHALTIC SANDS LEASES

Upon recommendation of Mr. Stokes, the Director approved the assignment of the leases listed below to Vern Jones, P.O. Box 753, Salt Lake City, UT 84110, by Parallel Petroleum, LLC. No override, but subject to previous overrides as reserved. Effective June 1, 2004, the Trust Lands Administration assumes no responsibility in reviewing, collecting, or distributing overriding royalty.

OWNERSHIP BEFORE ASSIGNMENT:

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

RECORD TITLE:

PARALLEL PETROLEUM LLC – 100%

VERN JONES - 100%

...**ML 50058** (SCH: 2659.58; USU: 80.00)...ML 50552 (SCH)...ML 50553 (SCH)...ML 50554 (SCH)...
...ML 50555 (SCH)...ML 50721 (SCH)....

TOTAL ASSIGNMENTS – OIL, GAS, AND HYDROCARBON LEASES

Upon recommendation of Ms. Garrison, the Director approved the assignment of the leases listed below to Vern Jones, P.O. Box 753, Salt Lake City, UT 84110, by Parallel Petroleum, LLC. No override, but subject to previous overrides as reserved. Effective June 1, 2004, the Trust Lands Administration assumes no responsibility in reviewing, collecting, or distributing overriding royalty.

OWNERSHIP BEFORE ASSIGNMENT:

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

RECORD TITLE:

PARALLEL PETROLEUM LLC – 100%

VERN JONES - 100%

...ML 48598 (SCH)...ML 49009 (SCH)...ML 49010 (SCH)...ML 49011 (SCH)...ML 49012 (SCH)...
...ML 49013 (SCH)...ML 49018 (SCH)...**ML 49028** (SCH: 40.00; MH: 40.00; UNIV: 40.00; IB: 145.00)...
...ML 49029 (SCH)...ML 49030 (SCH)...ML 49031 (SCH)...ML 49032 (SCH)...ML 49914 (SCH)...
...ML 49201 (SCH)...ML 49463 (SCH)...ML 49742 (SCH)...ML 49743 (SCH)...ML 49749 (SCH)...
...ML 49753 (SCH)...ML 50509 (SCH)....

OPERATING RIGHTS ASSIGNMENT – OIL, GAS, AND HYDROCARBON LEASE

Upon recommendation of Ms. Garrison, the Director approved the assignment of 7.5% interest in operating rights from surface down to stratigraphic equivalent of 3075 feet in part of lands: NW¼ Sec. 16, T15S, R9E, SLB&M., 160.00 acres, **ALSO**, assignment of 7.5% interest in operating rights from surface down to the stratigraphic equivalent of 3084 feet in part of lands: SW¼ Sec. 16, T15S, R9E, SLB&M., 160.00 acres, **ALSO**, assignment of 7.5% interest in operating rights from surface down to the stratigraphic equivalent of 3002 feet in part of lands: NE¼ Sec. 16, T15S, R9E, SLB&M., 160.00 acres, in and to the leases listed below to Henry A. Alker, 5360 Vine Hill Road, Subastopol, CA 95742-2025, by Marathon Oil Company. No override, but subject to .075% overriding royalty previously reserved. Effective June 1, 2004, the Trust Lands Administration assumes no responsibility in reviewing, collecting, or distributing overriding royalty.

OWNERSHIP BEFORE ASSIGNMENT:

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

RECORD TITLE:

MARATHON OIL COMPANY – 100%

MARATHON OIL COMPANY - 100%

OPERATING RIGHTS:

OPERATING RIGHTS ASSIGNMENT – OIL, GAS, AND HYDROCARBON LEASE (CONTINUED)

SURFACE TO 3075 FEET

T15S, R9E, SLB&M. 160.00 ACRES

SEC. 16: NW¹/₄

MARATHON OIL COMPANY – 92.5%,

HENRY A. ALKER – 7.5%

SURFACE TO 3084 FEET

T15S, R9E, SLB&M. 160.00 ACRES

SEC. 16: SW¹/₄

MARATHON OIL COMPANY – 92.5%,

HENRY A. ALKER – 7.5%

SURFACE TO 3002 FEET

T15S, R9E, SLB&M. 160.00 ACRES

SEC. 16: NE¹/₄

MARATHON OIL COMPANY – 92.5%,

HENRY A. ALKER – 7.5%

...ML 47977-OBA (SCH)....

CORRECTION OF DIRECTOR'S MINUTES OF MARCH 15, 2009 – ML 48394 – OIL, GAS, AND HYDROCARBON (SCH)

The Director, on March 15, 2009, noted the expiration of the above-numbered lease. It has been found that this lease should not have been expired as it is being held by production.

Upon recommendation of Mr. Bonner, the Director approved the above-listed correction.

ACCEPTANCE OF STATEWIDE BOND OF LESSEE (ALL)

Foundation Energy Management, LLC, Suite 220, 14800 Landmark Blvd., Dallas, TX 75254, has submitted a State of Utah, Statewide Bond of Lessee, in the amount of \$15,000, Bond No. B005499. This statewide bond is to cover their oil and gas exploration and development operations on Trust Lands. The Surety is US Specialty Insurance Company, 13403 Northwest Freeway, Houston, TX 77040.

Upon recommendation of Mr. Bonner, the Director accepted the \$15,000 Statewide Bond of Lessee Bond No. B005499, from Foundation Energy Management, LLC.

ACCEPTANCE OF \$15,000 CASH – SURETY TO COVER STATEWIDE OIL & GAS OPERATIONS (ALL)

Pride Ventures, LLC, P.O. Box 328, Bloomfield, NM 87413, submitted a cash deposit in the amount of \$15,000 (Receipt No. SLO40508) as surety to cover their oil & gas exploration and development operations.

Upon recommendation of Mr. Bonner, the Director accepted the \$15,000 cash deposit from Pride Ventures, LLC.

RELEASE OF \$5,000 CASH DEPOSIT – OIL, GAS & HYDROCARBON LEASE ML 47843 (SCH)

On December 17, 2004, the Trust Lands Administration accepted a \$5,000 cash deposit (Receipt No. SLO31835) from Cisco Expro, LLC, Attn: Tony Cummings, 7814 Douglas Drive, Park City, UT 84098, as surety for the 1 JDP Speedy State Well (API 43 019 31370) under State of Utah Oil, Gas, and Hydrocarbon Lease ML 47843. Cisco Expro, LLC, has requested release of this cash deposit as this lease and well have been assigned to Running Foxes Petroleum, Inc. who has \$15,000 statewide surety in place. The Trust Lands Auditing Group has reviewed this request and concurs with release of the \$5,000 cash deposit as requested.

Upon recommendation of Mr. Bonner, the Director released the \$5,000 cash deposit to Cisco Expro, LLC.

RELEASE OF \$15,000 CASH DEPOSIT – (ALL)

On March 19, 2004, the Director accepted a \$15,000 cash deposit (Receipt No. SLO27230) from Fellows Energy, Ltd., Attn: Joseph Young, 2338 Dogwood Drive, Erie, CO 80516, as surety to cover their statewide oil & gas exploration and development operations. Fellows Energy, Ltd. has requested release of their \$15,000 cash deposit as they currently have no active oil and gas operations. The Trust Lands Legal and Auditing Groups have reviewed this request and concur with release of the \$15,000 cash deposit as requested.

Upon recommendation of Mr. Bonner, the Director released the \$15,000 cash deposit to Fellows Energy, Ltd.

S U R F A C E A C T I O N S

GRAZING PERMITS

GRAZING PERMIT NO. 21702-01 (AMENDMENT - ADDITION OF ACREAGE AND AUMS)

Chew Livestock, Inc., P.O. Box 126, Jensen, UT 84035, has requested the addition of the following acreage and AUMs to the above referenced grazing permit:

<u>T6S, R23E, SLB&M</u>		
Sec. 36: All	640.00 Acres	35 AUMs

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

GP 21702-01 will now contain 1,683.36 acres and 107 AUMs. The \$50.00 amendment fee has been paid. The AUM assessment will be billed during the upcoming billing cycle. Uintah County. School Fund.

Upon recommendation of Mr. Scott Chamberlain, the Director approved the addition of acreage and AUMs for GP 21702-01.

GRAZING PERMIT NO. 21146 (PARTIAL ASSIGNMENT OF INTEREST TO GP 23264)

Grazing Permit No. 21146 is issued to Meril Snow (75% interest) and L. Glenn Murray (25% interest). Mary M. Smuin, trustee of the estate of L. Glenn Murray (deceased), P.O. Box 1843, Vernal, UT 84078, has requested the Trust Lands Administration's permission to assign 100% of Mr. Murray's interest (83.7 AUMs, which are associated with the following legal description) in the above referenced grazing permit to Grazing Permit No. 23264 in the name of Chew Livestock, Inc., P.O. Box 126, Jensen, UT 84035.

T5S, R25E, SLB&M

Section 2: Lot 4(36.39), W $\frac{1}{2}$ Lot 3(18.215), SW $\frac{1}{4}$ NW $\frac{1}{4}$, W $\frac{1}{2}$ W $\frac{1}{2}$ SE $\frac{1}{4}$ NW $\frac{1}{4}$, W $\frac{1}{2}$ SW $\frac{1}{4}$, W $\frac{1}{2}$ E $\frac{1}{2}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$
Section 16: All

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

Grazing Permit No. 23264 will now contain 220.7 AUMs and 1,274.605 acres. Grazing Permit No. 21146 will now contain 251.09 AUMs, with no change to the legal description. The assignment fee in the amount of \$83.70 has been submitted. Uintah County. School Fund.

Upon recommendation of Mr. Scott Chamberlain, the Director approved the assignment of interest in GP 21146 to GP 23264.

RIGHTS OF ENTRY**RIGHT OF ENTRY NO. 5436**

On March 17, 2010, Mr. Gary Bagley, Resource Specialist, pursuant to R850-41-200 and in accordance with direction and delegation of authority, approved the request of Firebirds Motorcycle Club, c/o Travis Ryan, 546 East 550 South, Santaquin, UT 84655, to occupy the following described trust land in Juab County, for an organized motorcycle race:

Township 11 South, Range 4 West, SLB&M

Section 16: Within the E $\frac{1}{2}$ SE $\frac{1}{4}$
Section 36: Within the W $\frac{1}{2}$ NW $\frac{1}{4}$

Township 12 South, Range 4 West, SLB&M

Section 2: Within the E $\frac{1}{2}$ and within the SE $\frac{1}{4}$ SW $\frac{1}{4}$

Estimated Total Acres: 2.15, more or less.

The race will be conducted on a pre-determined course on existing roads and trails. A map depicting the route of the motorcycle race is in the file and attached to the permit.

The vast majority of the route of the race is on federal lands, with only a small portion on trust lands. The camping and staging areas are all on adjoining federal lands. The Bureau of Land Management ("BLM") is the lead agency and has met on-site with the applicant to determine the route of the race, which is on existing roads and trails. BLM has reviewed the entire race course, including the small portions of trust lands and shall monitor and review the event. BLM approved its temporary use permit. This Trust Lands' right of entry permit is also issued subject to approval of the BLM use permit as well. The permittee shall be required to abide by the same rules and procedures established for the entire race course event as well as to the terms required in this permit.

RIGHT OF ENTRY NO. 5436 (CONTINUED)

The permittee is a non-profit organization registered with the State of Utah. Insurance and bonding requirements for the one-day racing activity are required by both the Trust Lands Administration and BLM.

The fee for this permit is \$200.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$300.00. The applicant has submitted \$300.00. The term of this permit is for a period of one day, Saturday, March 27, 2010. Juab County. School Fund.

This item was submitted by Mr. Gary Bagley for record-keeping purposes.

RIGHT OF ENTRY NO. 5438 (APPROVAL)

On March 16, 2010, the School and Institutional Trust Lands Administration received an application from USGS, Utah State Energy Office, c/o Elise Brown/Jason Berry, 1594 W. North Temple, Suite 3110, Salt Lake City, UT 84114, to occupy the following described trust land located within Beaver County for a solar testing site (Radiometer) for a one-year term:

T28S, R10W, SLB&M

Sec. 6: Lot 3 (NE $\frac{1}{4}$ NW $\frac{1}{4}$) (Within) – UTM: 0323323, 4253357

This permit is issued pursuant to the Memorandum of Agreement between the Trust Lands Administration and the Utah Geological Survey, State Energy Program, to assist in the Solar Resource and Meteorological Assessment Project for FY 2010.

This site is located next to an existing gravel pit near Milford where the ground has been disturbed. A review of the site by the Agency's staff archaeologist has determined that a cultural resource survey will not be required because the site has already been disturbed and this project will have minimal additional disturbance.

The fee for this right of entry is \$200.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$300.00. Beginning Date: April, 19, 2010. Expiration date: April 18, 2011. Beaver County. School Fund.

Upon recommendation of Mr. Lou Brown, the Director approved Right of Entry No. 5438 for a one-year term.

RIGHT OF ENTRY NO. 5447

On April 1, 2010, Mr. Gary Bagley, Resource Specialist, pursuant to R850-41-200 and in accordance with direction and delegation of authority, approved the request of Sageriders Motorcycle Club, c/o Greg Robinson, 3227 E. Peregrine Road, Eagle Mountain, UT 84005, to occupy the following described trust land in Juab County, for an organized motorcycle race:

Township 12 South, Range 5 West, SLB&M

Section 2: Within the E $\frac{1}{2}$ and within the E $\frac{1}{2}$ SW $\frac{1}{4}$ (Estimated acreage: 1.21 acres)

Township 13 South, Range 6 West, SLB&M

Section 36: Within the SW $\frac{1}{4}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$ (Estimated acreage: 0.001 acre)

Estimated Total Acres: 1.211, more or less.

RIGHT OF ENTRY NO. 5447 (CONTINUED)

The race will be conducted on a pre-determined course on existing roads and trails. A map depicting the route of the motorcycle race is in the file and attached to the permit.

The vast majority of the route of the race is on federal lands, with only a small portion on trust lands. The camping and staging areas are all on adjoining federal lands. The Bureau of Land Management ("BLM") is the lead agency and has met on-site with the applicant to determine the route of the race, which is on existing roads and trails. BLM has reviewed the entire race course, including the small portions of trust lands and shall monitor and review the event. BLM approved its temporary use permit. This Trust Lands' right of entry permit is also issued subject to approval of the BLM use permit as well. The permittee shall be required to abide by the same rules and procedures established for the entire race course event as well as to the terms required in this permit.

The permittee is a non-profit organization registered with the State of Utah. Insurance and bonding requirements for the one-day racing activity are required by both the Trust Lands Administration and BLM.

The fee for this permit is \$200.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$300.00. The applicant has submitted \$300.00. The term of this permit is for a period of one day, Saturday, April 10, 2010. Juab County. School Fund.

This item was submitted by Mr. Gary Bagley for record-keeping purposes.

RIGHT OF ENTRY NO. 5450 (APPROVAL)

On April 1, 2010, the School and Institutional Trust Lands Administration received an application from Moab Tour Company, 545 North Main Street, Moab, UT 84532, to occupy all trust land located within the State of Utah, except for those lands subject to existing leases or permits that grant access control, and those lands that have been withdrawn or may be withdrawn by order of the Director, to conduct commercial tours for a one-year term.

The fee for this right of entry is \$200.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$300.00. Beginning date: April 1, 2010. Expiration date: March 31, 2011. Funding: School = 96.68%, USU = 0.83%, Deaf = 0.16%, USH = < 0.01%. Blind = 0.01%, MH = 0.18%, NS = 0.16%, PB = < 0.01%, SYDC = < 0.01%, RES = 1.26%, SM = 0.21%, UNIV = 0.51%.

Upon recommendation of Ms. Jeanine Kleinke, the Director approved Right of Entry No. 5450 for a one-year term.

RIGHT OF ENTRY NO. 5451

On April 6, 2010, Ms. Jeanine Kleinke, Trust Lands Technician, pursuant to R850-41-200, and in accordance with direction and delegation of authority, approved the request of Chris Rademacher, dba Utility Terrain Vehicle Rally, 706 Wildcat Road, Deep Gap, NC 28618, to occupy the following described trust land located within Grand and San Juan Counties to conduct commercial recreational activities:

T21S, R16E, SLB&M

Sec. 36: Within

T22S, R16E, SLB&M

Sec. 32: Within

RIGHT OF ENTRY NO. 5451 (CONTINUED)

T22S, R19E, SLB&M

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

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. 36: Within

T23S, R23E, SLB&M

Sec's 16, 32: Within

T23S, R24E, SLB&M

Sec. 36: Within

T24S, R18E, SLB&M

Sec's 32, 36: Within

T24S, R19E, SLB&M

Sec's 16, 32: Within

T24S, R20E, SLB&M

Sec's 2, 13, 14, 27: 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. 5451 (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, 33: 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 fee for this right of entry is \$200.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$300.00. The permittee shall also pay to the Trust Lands Administration the sum of 3% of gross receipts based on the number of vehicles, number of vehicle days, and percentage of time spent on trust land, or \$4.00 per vehicle, whichever is greater, within 30 days of permit expiration date. Grand County. School and USU Funds. Beginning date: April 21, 2010. Expiration date: April 24, 2010. Funding: School = 96.68%, USU = 0.83%, Deaf = 0.16%, USH = < 0.01%, Blind = 0.01%, MH = 0.18%, NS = 0.16%, PB = < 0.01%, SYDC = < 0.01%, RES = 1.26%, SM = 0.21%, UNIV = 0.51%.

This item was submitted by Ms. Jeanine Kleinke for record-keeping purposes.

RIGHT OF ENTRY NO. 5453 (APPROVAL)

On April 6, 2010, the School and Institutional Trust Lands Administration received an application from Matt Moore, dba Desert Highlights, P.O. Box 1342, Moab, UT 84532, to occupy all trust land located within the State of Utah, except for those lands subject to existing leases or permits that grant access control, and those lands that have been withdrawn or may be withdrawn by order of the Director, to conduct commercial hiking and canyoneering for a one-year term.

The fee for this right of entry is \$200.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$300.00. Beginning date: April 1, 2010. Expiration date: March 31, 2011. Funding: School = 96.68%, USU = 0.83%, Deaf = 0.16%, USH = < 0.01%, Blind = 0.01%, MH = 0.18%, NS = 0.16%, PB = < 0.01%, SYDC = < 0.01%, RES = 1.26%. SM = 0.21%, UNIV = 0.51%.

Upon recommendation of Ms. Jeanine Kleinke, the Director approved Right of Entry No. 5453 for a one-year term.

RIGHT OF ENTRY NO. 5454 (APPROVAL)

On April 5, 2010, the School and Institutional Trust Lands Administration received an application from 4-Wheeling America LLC, P.O. Box 430, Fruita, CO 81521, to occupy all trust land location within the State of Utah, except for those lands subject to existing leases or permits that grant access control, and those lands that have been withdrawn or may be withdrawn by order of the Director, to conduct commercial tours for a one-year term.

The fee for this right of entry is \$200.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$300.00. Beginning date: April 1, 2010. Expiration date: March 31, 2011. Funding: School = 96.68%, USU = 0.83%, Deaf = 0.16%, USH = < 0.01%, Blind = 0.01%, MH = 0.18%, NS = 0.16%, PB = < 0.01%, SYDC = < 0.01%, RES = 1.26%, SM = 0.21%, UNIV = 0.51%.

Upon recommendation of Ms. Jeanine Kleinke, the Director approved Right of Entry No. 5454 for a one-year term.

RIGHT OF ENTRY NO. 5455 (APPROVAL)

On April 6, 2010, the School and Institutional Trust Lands Administration received an application from National Outdoor Leadership School, 502 Lincoln Street, Lander, WY 82520, to occupy the following described trust land located within Grand, San Juan, and Wayne Counties to conduct commercial wilderness education training for a one-year term:

T38S, R19E, SLB&M
Sec's 32, 36: Within

T39S, R19E, SLB&M
Sec's 2, 16, 32, 36: Within

T39S, R20E, SLB&M
Sec's 2, 16, 32: Within

T35S, R16E, SLB&M
Sec. 36: Within

T36S, R17E, SLB&M
Sec. 32: Within

T35S, R15E, SLB&M
Sec. 16: Within

T32S, R19E, SLB&M
Sec's 2, 16: Within

T32S, R19E, SLB&M
Sec. 36: Within

T33S, R18E, SLB&M
Sec's 2, 16: Within

T31S, R21E, SLB&M
Sec. 36: Within

RIGHT OF ENTRY NO. 5455 (APPROVAL) (CONTINUED)

T33S, R20E, SLB&M
Sec. 2: Within

T28S, R13E, SLB&M
Sec's 32, 36: Within

T29S, R13E, SLB&M
Sec. 16: Within

T30S, R13E, SLB&M
Sec's 32, 36: Within

T30S, R15E, SLB&M
Sec. 32: Within

The fee for this right of entry is \$200.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$300.00. Beginning date: April 1, 2010. Expiration date: March 31, 2011. Grand, San Juan, and Wayne Counties. School Fund.

Upon recommendation of Ms. Jeanine Kleinke, the Director approved Right of Entry No. 5455 for a one-year term.

RIGHT OF ENTRY NO. 5457

On April 6, 2010, Ms. Jeanine Kleinke, Trust Lands Technician, pursuant to R850-41-200, and in accordance with direction and delegation of authority, approved the request of Rapid Films, 1601 Sepulveda Blvd., Suite 722, Manhattan, CA 90266, to occupy the following described trust land located within Grand and Wayne Counties for commercial photography:

T24S, R20E, SLB&M
Sec. 35: Within

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

T27S, R15E, SLB&M
Sec's 32, 36: Within

The fee for this right of entry is \$7,000.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$7,100.00. Grand and Wayne Counties. School Fund. Beginning date: April 7, 2010. Expiration date: April 27, 2010.

This item was submitted by Ms. Jeanine Kleinke for record-keeping purposes.

EASEMENTS

EASEMENT NO. 1539 (APPROVAL)

APPLICANT'S NAME AND ADDRESS:

UtahAmerican Energy, Inc.
794 North "C" Canyon Road
P.O. Box 910
East Carbon, Utah 84520-0910

LEGAL DESCRIPTION:

Township 16 South, Range 14 East, SLB&M
Section 32: E $\frac{1}{2}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$, W $\frac{1}{2}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NE $\frac{1}{4}$ (within)

A 60 foot wide easement, being 30 feet on either side of the following described centerline:

Beginning at a point which is N 89°58'44" E 1416.60 feet along the section line from the southwest corner of Section 32, T16S, R14E, SLB&M, and running thence N 30°33'30" E 6129.52 feet to the north line of said Section 32 at a point which is S 89°59'05" W 733.22 feet from the northeast corner of said Section 32. Containing 8.44 acres, more or less.

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

COUNTY: Emery

ACRES: 8.44

FUND: School

PROPOSED ACTION:

The applicant has requested a non-exclusive easement to construct, operate, repair, and maintain a 138 kV overhead power transmission line and a fiber optics communications line located within T16S, R14E, Sec. 32, in Emery County. These lines will be installed to service the Lila Canyon mine project which is operated by the applicant. The transmission line will tie into the existing 138 kV Moab – Green River line owned by Rocky Mountain Power in T17S, R13E, Sec. 12, and will be supported by single wooden pole structures. In addition, a fiber optics line will be installed on the same pole structures. The fiber optics line will tie into an existing line near Highway 6/191. The lines will be installed alongside an existing road. The proposed easement corridor is 6,129.52 feet long and 60 feet wide, containing 8.44 acres. The requested term of the easement is 30 years.

RELEVANT FACTUAL BACKGROUND:

The subject "Application to Purchase an Easement" was received on March 12, 2010. It was submitted for the Agency's review on March 15, 2010, and was accepted by the Director on March 30, 2010.

The Bureau of Land Management ("BLM"), Price Field Office, has prepared an Environmental Assessment ("EA") for this project, including the portion of the project to be installed on trust lands. The EA has been reviewed through the Resource Development Coordinating Committee ("RDCC"). Pursuant to the Agency's memorandum of understanding with the RDCC, the Agency's participation in an action which has been submitted for RDCC review by a third party does not require a separate review to be submitted by the Agency. Therefore, this project did not require a separate RDCC review.

The project area has been surveyed for cultural resources by Montgomery Archaeological Consultants (U-05-MQ-0106b,p,s).

EASEMENT NO. 1539 (APPROVAL) (CONTINUED)

EVALUATION OF FACTS:

The Agency's Archaeology staff has reviewed the cultural resource documents submitted in support of the proposed easement and has granted cultural resource clearance for the project with a finding of "Historic Properties Not Affected."

RECOMMENDATION:

Upon recommendation of Mr. Chris Fausett, the Director approved the applicant's request for a non-exclusive easement. The term of the easement will be for 30 years beginning April 1, 2010, and expiring March 31, 2040. The application fee of \$750.00 and the easement rental assessment of \$6,686.75 have been submitted. The administrative fee required pursuant to R850-40-1800 has been paid in a one-time payment of \$1,000.00.

SALES

PRE SALE NO. 8465 – PROMONTORY NORTH (APPROVAL FOR SALE AT AUCTION)

Pursuant to R850-80-300(2), it has been determined that disposal of the following property is timely and in the best interest of the respective trust land Beneficiary:

Township 10 North, Range 8 West, SLB&M
Section 2: Lots 1-9, S½N½, N½SW¼, SE¼SW¼, SE¼ (All)

COUNTY: Box Elder Fund: School Acres: 714.38 m/l

REASON FOR DISPOSAL: This parcel was previously reviewed and approved for sale in 2005. It was offered for sale, under Pre Sale No. 7902, at the October 2005 land auction. The high bidder did not complete the sale offer and, therefore, there was no actual sale of the parcel. The Trust Lands Administration's Legal Counsel negotiated a settlement with the original purchase applicant and the State received the property back.

The parcel was sold at the October 2007 land auction under Pre Sale No. 8394, Certificate of Sale No. 26454. The purchaser defaulted on the certificate of sale, and the property was forfeited to the Trust Lands Administration.

Interest has been expressed in this property by bidders at the two previous auctions. Staff believes it is timely to offer this property again at the May 2010 auction, as it is unlikely the value of the property will increase, and payments made toward the two previous sales will more than make up for any difference in property values that may occur in the future. It is anticipated that this property will sell again at the May auction. A new property appraisal is being completed to update the current fair market value prior to offering the parcel for sale.

This parcel of land is bordered by private land and is currently producing no revenue. The Trust Lands Administration could re-permit the property for a grazing permit to the neighboring landowner, but the grazing assessment would be minimal. The return to the Trust Beneficiaries from invested sales revenue from the parcel is projected to significantly exceed the projected return on the parcel from livestock grazing.

COMPLIANCE WITH PLANNING AND CULTURAL RESOURCE OBLIGATIONS: Pursuant to R850-80-150, the proposal to dispose of this parcel has previously been reviewed by the Resource Development Coordinating Committee ("RDCC"). An updated notice of sale has been sent to the local government and the Box Elder County Commissioners.

PRE SALE NO. 8465 – PROMONTORY NORTH (APPROVAL FOR SALE AT AUCTION) (CONTINUED)

DEVELOPMENT/ENTITLEMENT EVALUATION: As previously reviewed in 2005 and 2007, and based on current information, there is no specific zoning designation for this parcel. Box Elder County indicated that it would allow splitting the parcel into smaller parcels, but for agricultural purposes only. Any potential split for anything requiring a building permit would require a subdivision. Because of its extremely remote location, and based on other characteristics of the property, this is not a parcel that staff would recommend be considered for a further split and any consideration of development now or in the foreseeable future. After consulting with the appraiser, the value of the parcel will likely not increase by much, if at all, if it were subdivided. Splitting the parcel could also have a negative effect on the outcome of the sale.

A cultural resource survey of the subject parcel was completed and prehistoric sites were identified. Consultation with the Division of State History ("SHPO") was completed by the staff archaeologist. The Agency will require a deed restriction for the protection of cultural resources be placed on the subject property. This will be disclosed prior to the sale auction and discussed with the successful purchaser.

PERFECTION OF EASEMENTS: This has been completed. Pursuant to R850-40-250, the Agency undertook the notification process set forth in rule to evaluate whether any temporary easement or right-of-entry exists on the property. In 2007, certified notice was mailed to the Attorney General and the executive body of the county in which the subject property is located. Publication of the notice was also completed as required by rule. Agency staff also met with the Box Elder County Commission to explain the rule and process. There was no response received or application submitted by any responsible authorities as described in the rule.

SALE INSTRUCTION: Pursuant to R850-80-550(1), this land shall be offered for public sale following the procedures outlined in R850-80-600 and R850-80-610.

Upon recommendation of Mr. Gary Bagley, the Director approved this parcel of land for public sale.

WATER RIGHTS

WATER RIGHT 93-3735 (CERTIFICATE OF BENEFICIAL USE)

Water Right 93-3735 (Horse Bench), in the amount of 7.0 acre feet, is located in western Emery County on the following described trust land:

Township 23 South, Range 15 East, SLB&M
Section 2: NW¹/₄NE¹/₄

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 submitted by Mr. Richard Wilcox for record-keeping purposes.

DEVELOPMENT ACTIONS

ROE 5417 – REFUND OF OVERPAYMENT

In connection with ROE 5417, Granite Construction, the permittee, agreed to reimburse the Trust for half the cost of the required archeological clearance in advance. Granite Construction paid \$3,000 on March 4, 2010. The final cost came to \$4,459.54 and Granite Construction's portion is \$2,229.77. Granite Construction is due a **refund of \$770.23**.

Upon recommendation of Aaron Langston, the Director approved this refund.

CORRECTION - DEVELOPMENT REAL PROPERTY EXCHANGE NO. 333 - BOWEN-LEAVITT REAL ESTATE, INC.

IN THE DIRECTOR'S MINUTES OF MARCH 29, 2010, PAGES 13 - 14, THE **PATENT ISSUED DATE** IN THE HEADING WAS NOTED INCORRECTLY. THE CORRECT **EXCHANGE PATENT DATE** IS **DECEMBER 23, 2009**, AS SHOWN HERE AND LISTED BELOW IN BOLD:

EXCHANGE NO.	333
EXCHANGE PATENT NO.	20136
EXCHANGE PATENT DATE:	December 23, 2009
WARRANTY DEED NO.:	000211
WARRANTY DEED DATE:	January 15, 2010
PROJECT:	CORDR 000 00
PROJECT CODE:	Cordero
PROJECT MANAGER:	Rodger Mitchell
DATE OF AGREEMENT:	December 23, 2009
DATE OF EXECUTION:	January 29, 2010
TOTAL PRICE:	\$21,000.00
FUND:	School
COUNTY:	Iron
BOARD NOTIFICATION:	March 19, 2009

Buyer:
BOWEN-LEAVITT REAL ESTATE, INC.
P.O. Box 1027
216 S. 200 W.
Cedar City, Utah 84721

DESCRIPTION OF TRANSACTION:

The State of Utah Trust Lands Administration exchanged 2.414 acres of trust lands described below for 0.708 acre of adjacent land and a cash equalization payment of \$19,976.50. The 2.414 acres given up was appraised at \$14,913.01 per acre, and the 0.708 acre received was appraised at \$21,186.44 per acre, or \$15,000.00 for the parcel. The cash payment equals the difference in exchanged land values less shared deductions for engineering surveying and escrow closing costs.

LEGAL DESCRIPTION OF LANDS GIVEN UP:

Township 36 South, Range 11 West, SLB&M
Section 32: (within) S½S½N½NE¼

CORRECTION - DEVELOPMENT REAL PROPERTY EXCHANGE NO. 333 - BOWEN-LEAVITT REAL ESTATE, INC. (CONTINUED)

Beginning at a point N 89°56'29" E along the 1/16 section line 617.03 feet from the SW corner of the North ½ of the NE ¼ of Section 32, T36S, R11W, SLB&M (said point being on the Southerly N/A line of Interstate 15), and running along said line the following three (3) courses: N 70°48'04" E 269.28 feet; thence N 64°55'15" E 231.55 feet; thence 219.22 feet along the arc of a non-tangent curve to the left (chord bears N 70°22'41" E 219.22 feet) through a central angle of 00°54'20" and radius of 13870.99 feet; thence S 29°39'07" E 298.58 feet to the 1/16 section line; thence S 89°56'29" W along said line 818.23 feet to the point of beginning.

Containing 2.414 acres, more or less.

The legal description has been reviewed by the GIS Group.

Lands conveyed by State of Utah Patent No. 20136 dated: December 23, 2009.

LIST MINERAL RESERVATIONS:

Excepting and reserving to the State of Utah all coal, oil, gas, hydrocarbons and other mineral deposits, along with the right for the State or other authorized persons to prospect for, mine, and remove the deposits.

LIST SURFACE RESERVATIONS:

Excepting and reserving to the State of Utah any water rights associated with this parcel, including Water Right No. 73-1295; also,

Subject to any valid, existing rights of way of any kind and any right, interest, reservation or exception appearing of record, subject to all matters which an accurate survey and physical inspection of the parcel would disclose, 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 transmission lines that have been or may be constructed by the United States as provided by statute.

LEGAL DESCRIPTION OF LANDS RECEIVED:

Township 36 South, Range 11 West, SLB&M
Section 32: (within) S½S½N½NE¼

BOWEN-LEAVITT PARCEL (0.708 acre)

Beginning at a point N 89°56'29" E along the 1/16 section line 1435.27 feet from the NW corner of the South ½ of the NE ¼ of Section 32, T36S, R11W, SLB&M and running thence N 89°56'29" E along said 1/16 line 359.05 feet to the Northerly R.O.W. line of Old Hwy. 91; thence Southwesterly along said line along the arc of a non-tangent curve to the right 312.70 feet (chord bears S 57°34'11" W 312.58 feet) through a central angle of 05°33'25" and radius of 3224.20 feet; thence departing said R.O.W. line, N 29°39'07" W 192.47 to the point of beginning.

Containing 0.708 acre, more or less.

The legal description has been reviewed by the GIS Group.

Lands conveyed by General Warranty Deed No. 000211 dated: January 15, 2010.

CORRECTION - DEVELOPMENT REAL PROPERTY EXCHANGE NO. 333 - BOWEN-LEAVITT REAL ESTATE, INC. (CONTINUED)

LIST MINERAL RESERVATIONS:

Excepting and reserving to BOWEN-LEAVITT REAL ESTATE, INC., a Utah corporation, all coal, oil, gas, hydrocarbons and other mineral deposits along with the right for BOWEN-LEAVITT REAL ESTATE, INC., or other authorized persons to prospect for, mine, and remove the deposits. Any water rights associated with this parcel are also hereby reserved to BOWEN-LEAVITT REAL ESTATE, INC.

LIST SURFACE RESERVATIONS:

Subject to reservations of record and all matters which an accurate survey and physical inspection of the parcel would disclose.

Upon recommendation of Ms. Andrea James, the Director approved the correction to report for this exchange/sale.

CORRECTION - DEVELOPMENT SALE - CANYON RIDGE HOME OWNERS ASSOCIATION OPEN SPACE PARCEL (PS 8462)

IN THE DIRECTOR'S MINUTES OF MARCH 29, 2010, PAGES 11 - 12, THE **PATENT ISSUED DATE** AND THE **CERTIFICATE DATE** WERE NOT REPORTED. THE CORRECT ISSUE DATES ARE NOW SHOWN BELOW IN BOLD:

CERTIFICATE NO.:	26503
CERTIFICATE DATE:	February 18, 2010
PRE SALE NO.:	8462
PATENT NO.:	20157
PATENT DATE:	February 23, 2010
PROJECT:	Cedar City Golf Course
PROJECT CODE:	CDCGC 000 00
PROJECT MANAGER:	Rodger Mitchell
PRICE:	\$13,154.50
FUND:	School
DEVELOPMENT AGREEMENT NO.:	710

BUYER:

CANYON RIDGE HOMEOWNERS ASSOCIATION INC.
P.O. Box 146
Cedar City, UT 84721

LEGAL DESCRIPTION:

Township 36 South, Range 11 West, SLB&M
Sections 1 & 2 (within):

BEGINNING AT THE NORTHWEST CORNER OF SECTION 1, TOWNSHIP 36 SOUTH, RANGE 11 WEST, OF THE SALT LAKE BASE MERIDIAN; THENCE N89°35'25"E, ALONG THE SECTION LINE, 141.29 FEET TO THE SOUTHWEST CORNER OF SECTION 36, TOWNSHIP 35 SOUTH, RANGE 11 WEST; THENCE N89°47'49"E, ALONG THE SECTION LINE, 2,500.59 FEET TO THE NORTH QUARTER CORNER OF SAID SECTION 1; THENCE S00°22'11"E, ALONG THE NORTH-SOUTH CENTER SECTION LINE, 2,280.61 FEET TO THE CENTER QUARTER CORNER; THENCE N89°55'42"W, ALONG THE EAST-WEST CENTER SECTION LINE, 937.86 FEET TO THE SOUTHEAST CORNER OF THE CANYON RIDGE

**CORRECTION - DEVELOPMENT SALE - CANYON RIDGE HOME OWNERS ASSOCIATION OPEN SPACE
PARCEL (PS 8462) (CORRECTION)**

PHASE 4 P.U.D.; THENCE ALONG THE BOUNDARY LINE OF SAID P.U.D. THE FOLLOWING COURSES: N09°40'16"W, 442.37 FEET; THENCE S73°58'21"W, 325.08 FEET; THENCE N12°39'52"W, 103.07 FEET; THENCE N86°13'42"W, 303.61 FEET; THENCE N28°58'04"W, 244.83 FEET; THENCE N61°30'34"E, 65.88 FEET; THENCE N22°24'54"E, 126.62 FEET; THENCE N33°07'56"E, 133.29 FEET; THENCE N25°36'36"E, 94.90 FEET; THENCE N51°43'51"W, 154.63 FEET; THENCE N82°26'42"W, 487.47 FEET; THENCE S84°57'16"W, 287.29 FEET; THENCE S37°02'11"W, 133.22 FEET; THENCE S57°24'13"W, 160.38 FEET; THENCE S00°04'33"E, 22.56 FEET TO A POINT LOCATED ON THE NORTH BOUNDARY LINE OF THE CANYON RIDGE PHASE 2 P.U.D.; THENCE ALONG THE BOUNDARY LINE OF SAID PHASE 2 P.U.D. THE FOLLOWING COURSES: N62°30'24"W, 807.73 FEET; THENCE N45°19'21"W, 810.58 FEET; THENCE N58°53'13"W, 137.54 FEET; THENCE N54°59'50"W, 25.52 FEET; THENCE N64°40'20"W, 24.48 FEET; THENCE DEPARTING SAID PHASE 2 BOUNDARY AND RUNNING N89°37'42"E, 122.57 FEET; THENCE N00°14'35"W, 274.19 FEET TO A POINT LOCATED ON THE NORTH LINE OF SAID SECTION 1; THENCE N89°35'25"E, 1,330.57 FEET TO THE POINT OF BEGINNING.

Containing 133.42 acre(s), more or less.

This legal description has been reviewed by the GIS Group.

MINERAL LEASES GIVEN UP: None

SURFACE LEASES GIVEN UP: None

LIST MINERAL RESERVATIONS:

Excepting and reserving to the State of Utah, for the benefit of the State and its successor 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 State or other authorized persons or entities to prospect for, mine, and remove the deposits.

LIST SURFACE RESERVATIONS:

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 transmission lines that have been or may be constructed by the United States as provided by statute; also,

Subject to an express covenant that the conveyed property shall be held and shall not be used for any purposes other than as private open space and for non-motorized pedestrian and equestrian recreation and for the benefit of the homeowners of Canyon Ridge Development and that the only features that may be constructed on the conveyed property are those incidental or reasonably related to the use of the conveyed property for those purposes, which covenants shall run with the land and shall be enforceable by the State of Utah, its successors and assigns.

Upon recommendation of Ms. Andrea James, the Director approved this correction to reporting of sale.

ACTIONS CONTAINING FEE WAIVERS

NONE