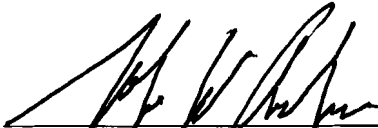


APRIL 19, 2010

THE DIRECTOR OF THE SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION TOOK FORMAL ACTION ON APRIL 19, 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 19, 2010.

THESE MINUTES INCLUDE MINERAL ACTIONS AS LISTED ON PAGES 1 TO 3; SURFACE ACTIONS AS LISTED ON PAGES 3 TO 16; DEVELOPMENT ACTIONS AS LISTED ON PAGES 17 TO 19; AND ACTIONS CONTAINING FEE WAIVERS AS LISTED ON PAGE 19.

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, MAY 3, 2010. APPEALS NOT FILED BY THAT TIME WILL NOT BE ACCEPTED AND THE MATTERS WILL BE CONSIDERED UNAPPEALABLE.


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


LESLIE M. WARNER, RECORDS OFFICER

ARCHIVES APPROVAL NO. 7990209

MINERAL ACTIONS

TOTAL ASSIGNMENT – OIL, GAS, AND HYDROCARBON LEASE

Upon recommendation of Ms. Garrison, the Director approved the assignment of the lease listed below to Quantum Energy L.L.C., 34900 Chardon Road, Suite 209, Willoughby Hills, OH 44094, by Greg Klurfeld, who reserves 7.5% of 8/8th overriding royalty. 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:

GREG KLURFELD – 100%

QUANTUM ENERGY L.L.C. - 100%

....ML 50607 (SCH)....

INTEREST ASSIGNMENTS – OIL, GAS, AND HYDROCARBON LEASES

Upon recommendation of Ms. Garrison, the Director approved the assignment of 30% interest in and to the leases listed below to El Paso E&P Company, L.P., 1099 18th Street, Suite 1900, Denver, CO 80202, by Flying J Oil & Gas Inc. No override, but subject to previous overriding royalties 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:

VITRUVIAN EXPLORATION LLC – 70%,
FLYING J OIL & GAS INC. – 30%

VITRUVIAN EXPLORATION LLC – 70%,
EL PASO E&P COMPANY, L.P. – 30%

....ML 47562 (SCH)....ML 47563 (SCH)....ML 47564 (SCH)....ML 47565 (SCH)....ML 47566 (SCH)....

....ML 47567 (SCH)....ML 47572 (SCH)....ML 47573 (SCH)....

Upon recommendation of Ms. Garrison, the Director approved the assignment of 30% interest in part of lands: All Sec. 24; All Sec. 25; NW¹/₄NE¹/₄, S¹/₂NE¹/₄, S¹/₂, NW¹/₄ Sec. 26, T16S, R22E, SLB&M., 1880.00 acres, in and to the lease listed below to El Paso E&P Company, L.P., 1099 18th Street, Suite 1900, Denver, CO 80202, by Flying J Oil & Gas Inc. No override, but subject to previous overriding royalties 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:

T16S, R22E, SLB&M. 1880.00 ACRES

T16S, R22E, SLB&M. 1880.00 ACRES

SEC. 24: ALL

SEC. 24: ALL

SEC. 25: ALL

SEC. 25: ALL

SEC. 26: NW¹/₄NE¹/₄, S¹/₂NE¹/₄, S¹/₂, NW¹/₄

SEC. 26: NW¹/₄NE¹/₄, S¹/₂NE¹/₄, S¹/₂, NW¹/₄

VITRUVIAN EXPLORATION LLC – 70%,
FLYING J OIL & GAS INC. – 30%

VITRUVIAN EXPLORATION LLC – 70%,
EL PASO E&P COMPANY, L.P. – 30%

INTEREST ASSIGNMENTS – OIL, GAS, AND HYDROCARBON LEASES (CONTINUED)

T16S, R22E, SLB&M. 600.00 ACRES
 SEC. 23: N½, W½SE¼, NE¼SE¼, SW¼
 VITRUVIAN EXPLORATION LLC – 100%

T16S, R22E, SLB&M. 600.00 ACRES
 SEC. 23: N½, W½SE¼, NE¼SE¼, SW¼
 VITRUVIAN EXPLORATION LLC – 100%

....ML 47570 (SCH)....

Upon recommendation of Ms. Garrison, the Director approved the assignment of 30% interest in part of lands: All Sec. 35, T16S, R22E, SLB&M., 640.00 acres, in and to the lease listed below to El Paso E&P Company, L.P., 1099 18th Street, Suite 1900, Denver, CO 80202, by Flying J Oil & Gas Inc. No override, but subject to previous overriding royalties as reserved. Effective June 1, 2004, the Trust Lands Administration assumes no responsibility in reviewing, collecting, or distributing overriding royalty.

OWNERSHIP BEFORE ASSIGNMENT:

RECORD TITLE:

T16S, R22E, SLB&M. 640.00 ACRES

SEC. 35: ALL

VITRUVIAN EXPLORATION LLC – 70%,

FLYING J OIL & GAS INC. – 30%

T16S, R22E, SLB&M. 1280.00 ACRES

SEC. 33: ALL

SEC. 34: ALL

VITRUVIAN EXPLORATION LLC – 100%

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

T16S, R22E, SLB&M. 640.00 ACRES

SEC. 35: ALL

VITRUVIAN EXPLORATION LLC – 70%,

EL PASO E&P COMPANY, L.P. – 30%

T16S, R22E, SLB&M. 1280.00 ACRES

SEC. 33: ALL

SEC. 34: ALL

VITRUVIAN EXPLORATION LLC – 100%

....ML 47571 (SCH)....

CORRECTION OF DIRECTOR'S MINUTES OF ML 48443 (SCH) – OIL, GAS, AND HYDROCARBON

The Director, on April 5, 2010, noted the expiration of the above-numbered lease. Part of the description was listed in error. The description was listed as: T1N, R4E, SLB&M., Sec. 8: Lots 1(27.51), 2(27.61), 3(27.71), 4(27.81), NW¼SW¼, SE¼SW¼, NW¼SE¼, SE¼SE¼. The correct description is as follows: T1N, R4E, SLB&M., Sec. 8: Lots 1(27.51), 2(27.61), 3(27.71), 4(27.81), NW¼SW¼, S½SW¼, NW¼SE¼, SE¼SE¼.

Upon recommendation of Ms. Garrison, the Director approved the above-listed correction.

ADDITIONAL INFORMATION FOR MINUTE ENTRY ON MARCH 22, 2010 - TERMINATION OF ML 11124 (SCH) – OIL, GAS & HYDROCARBON

The State of Utah School & Institutional Trust Lands Administration (“SITLA”) conveyed Township 8 South, Range 25 East, SLB&M, Section 32, to the United States BLM under Exchange 119 (Syntana), State Patent 18787 dated April 6, 1983. The exchange agreement gave SITLA the oil and gas mineral rights as long as the Oil, Gas & Hydrocarbon Lease ML 11124 remained active. Once the lease terminated, the oil and gas mineral rights would be conveyed to the United States BLM. The March 22, 2010, Director’s Minutes indicated the lease was terminated due to the plugging and abandonment of the Conoco State 32-2 (API 43 047 30100) Well. Termination effective date of ML 11124 was November 12, 2009, which is the same effective date of the oil and gas mineral rights being conveyed to the United States BLM.

Refer to Exchange 119 (Syntana) file for more information.

This item was submitted by Ms. Wells for record-keeping purposes only.

SURFACE ACTIONS

GRAZING PERMITS

RENEWAL OF GRAZING PERMITS

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

<u>Permit #</u>	<u># Acres</u>	<u># AUMs</u>	<u>County(s)</u>	<u>Fund(s)</u>
GP 20446-10	149.10	20.00	San Juan	School
GP 20450-10	160.49	16.00	San Juan	School
GP 20466-10	1,920.00	52.00	Wayne	School
GP 20473-10	630.24	50.00	Tooele	School
GP 20493-10	960.00	108.00	Beaver, Millard	School
GP 20538-10	40.00	12.00	Rich	School
GP 20565-10	320.80	12.00	Kane	School
GP 20588-10	319.75	11.00	Washington	School
GP 20615-10	1,284.27	64.00	Juab	School
GP 20626-10	2,258.00	125.00	Iron	School
GP 20632-10	1,920.00	82.00	Iron	School
GP 22594-10	5,102.48	418.00	Millard	School
GP 22603-10	3,325.83	214.00	Juab	School
GP 22892-F10	17,553.88	18.00	Millard	Reservoirs, School
GP 22981-10	760.14	49.00	Iron	School
GP 23325-10	40.00	3.00	Washington	School
GP 23051-10	194.36	16.00	Tooele	School, Reservoirs
GP 23327-A10	4,677.28	38.00	Tooele	School
GP 23332-B10	893.20	58.00	Tooele	School

Upon recommendation of Ms. Paula Lane, the Director approved the renewal of these permits.

GRAZING PERMIT NO. 20794-09 (RELINQUISHMENT)

Evans Family Trust, c/o Alma Evans, P.O. Box 181, Parowan, UT 84761, has requested to have the above grazing permit relinquished as of June 30, 2010. The above permit has been combined into GP 22981-10 which will become effective July 1, 2010. School Fund. Iron County.

Upon recommendation of Mr. Ron Torgerson, the Director approved the relinquishment of GP 20794-09.

GRAZING PERMIT NO. 22210-08 (RELINQUISHMENT)

Edward C. Roberts, 396 East Main Street, Grantsville, UT 84029, has requested to have the above grazing permit relinquished as of June 30, 2010. The above permit has been combined into GP 23332-B10 which will become effective July 1, 2010. School Fund. Tooele County.

Upon recommendation of Mr. Scott Chamberlain, the Director approved the relinquishment of GP 22210-08.

RANGE IMPROVEMENT PROJECTS

RANGE IMPROVEMENT PROJECT NO. 377 - ONE YEAR EXTENSION OF TERM FOR GP 23299 (APPROVAL)

APPLICANT'S NAME AND ADDRESS:

Johnson Mountain Ranch, LLC
P.O. Box 275
Aurora, UT 84620

LEGAL DESCRIPTION OF LANDS DIRECTLY AFFECTED:

T25S, R12E, SLB&M
Section 2: Lots 1 and 8 (within)

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

COUNTY: Emery FUND: School

REQUESTED/PROPOSED ACTION:

The proposed action is to install a 10,000 gallon water storage tank, 100 feet of pipeline, and one water trough. The permittee proposes to haul water in a truck to the storage tank on a weekly basis where the water will flow into a floated trough for watering livestock on the Iron Wash Allotment. An existing two track road provides access to this site from State Highway 24.

RELEVANT FACTUAL BACKGROUND:

On December 17, 2009, 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 23299, which is the applicant. There are no other records in this area.

The Resource Development Coordinating Committee ("RDCC") was informed of this project on December 17, 2009. No comments have been received from RDCC to date. The Southeastern Association of Local Governments submitted a favorable comment.

RANGE IMPROVEMENT PROJECT NO. 377 - ONE YEAR EXTENSION OF TERM FOR GP 23299 (APPROVAL) (CONTINUED)

A cultural resource survey was conducted by the Agency's Archaeology staff. No cultural resources will be affected.

Funding of this project will be provided by the applicant (\$2,800.00). The \$2,800.00 will be amortized as shown below. Following is a flat rate amortization schedule (NRCS Schedule) for these projects if the Trust Lands Administration 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 his failure, then the amortization schedule will be canceled.

Project	Project Cost	Project Life	Year Completed	Yearly Amortized Deduction	Year Fully Amortized
Storage Tank	\$1,600.00	10 years	2010	\$160.00/year	2020
Trough	\$1,000.00	10 years	2010	\$100.00/year	2020
Pipe	\$200.00	20 years	2010	\$10.00/year	2030

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 water development project fills a critical need for livestock management and will enhance the value of the range. Pursuant to Rule R850-50-600, the expiration date for GP 23299 will be extended one year to June 30, 2024.

Based on the above information and upon recommendation by Mr. Ron Torgerson, the Director approved Range Improvement Project No. 377. This summary will constitute the Record of Decision.

RIGHTS OF ENTRY

RIGHT OF ENTRY NO. 5456 (APPROVAL)

On April 7, 2010, the School and Institutional Trust Lands Administration received an application from Coyote Land Tours, 731 Mulberry Lane, 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: May 1, 2010. Expiration date: April 30, 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. 5456 for a one-year term.

RIGHT OF ENTRY NO. 5458 (APPROVAL)

On April 7, 2010, the School and Institutional Trust Lands Administration received an application from Elite Motorcycle Tours, 1310 Murphy Lane, 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. 5458 for a one-year term.

RIGHT OF ENTRY NO. 5459

On April 8, 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 Moab Mountain Relay Race, P.O. Box 1, Monticello, UT 84535, to occupy the following described trust land located within Grand and San Juan Counties to conduct a commercial relay race:

T26S, R22E, SLB&M

Sec. 36: Within

T25S, R24E, SLB&M

Sec. 32: Within

T25S, R23E, SLB&M

Sec's 9, 14, 15, 23, 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. 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/participants, whichever is greater, within 30 days of permit expiration date. Grand County. School Fund. Beginning date: May 8, 2010. Expiration date: May 9, 2010.

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

RIGHT OF ENTRY NO. 5460 (APPROVAL)

On April 8, 2010, the School and Institutional Trust Lands Administration received an application from Outward Bound, 2400 South Highway 191, 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. 5460 for a one-year term.

RIGHT OF ENTRY NO. 5461 (APPROVAL)

On April 8, 2010, the School and Institutional Trust Lands Administration received an application from Western Spirit Cycling, 478 Mill Creek Drive, 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. 5461 for a one-year term.

RIGHT OF ENTRY NO. 5463

On April 12, 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 Gone Moab, 16550 Greenlee Way, Truckee, CA 86161, to occupy the following described trust land located within Grand and San Juan Counties to conduct a recreational event:

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

T22S, R20E, SLB&M

Sec. 36: Within

RIGHT OF ENTRY NO. 5463 (CONTINUED)

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, 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, 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. 5463 (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

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 number of vehicles, number of vehicle days, and percentage of time spent on trust land, or \$4.00/vehicle, whichever is greater, within 30 days of permit expiration date. Grand and San Juan Counties. School & USU Funds. Beginning date: May 24, 2010. Expiration date: May 28, 2010.

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

EASEMENTS

RIGHT OF WAY NO. 1983 (TRANSFER OF EASEMENT TO PRIVATE LANDOWNER)

GRANTEE'S NAME AND ADDRESS:

C.P. National
c/o Rocky Mountain Power
Right of Way Services
1407 West North Temple, Suite 110
Salt Lake City, Utah 84116

LEGAL DESCRIPTION:

Township 42 South, Range 15 West, SLB&M
Section 8: Lots 14, 15, 16 (within)
Section 16: Lots 1, 2, 4, NE $\frac{1}{4}$ SW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$ (within)

RIGHT OF WAY NO. 1983 (TRANSFER OF EASEMENT TO PRIVATE LANDOWNER) (CONTINUED)

An easement for a power line, 100 feet wide, 50 feet on either side of the following described centerline:

Beginning at a point N 61°48'40" E, 1618.2 feet from the ~~SE~~-SW corner of Section 8, T42S, R15W; thence S 04° 31' E, 740 feet; thence N 89°56'05" E, 5062 feet; thence S 25°46'10" E, 5530 feet to a point on an existing power line designated as P.I. 115+17.6, containing 26.01 acres, more or less.

Township 42 South, Range 15 West, SLB&M

Section 8: Lot 13 (within)

An easement for a power line, 50 feet wide, 25 feet on either side of the following described centerline:

Beginning at a point N 28°21'15" E, 972.1 feet from the ~~SE~~-SW corner of Section 8, T42S, R15W; thence ~~S-N~~ 85°29'-W E, 827.4 feet to a point N 54°24'45" E, 1581.9 feet from the ~~SE~~-SW corner of said Section 8, containing 0.95 acre, more or less.

The easement administrator has had this legal description reviewed by the GIS Group. During this review, it was discovered that certain elements of the legal description as contained in the right-of-way contract are in error. The legal description is shown with the corrections noted.

COUNTY: Washington

ACRES: 26.96

FUND: School

On January 29, 1990, the Agency sold the property underlying Right-of-Way No. 1983. Patent No. 18899-A was issued for the property. The property was sold subject to all valid existing the rights-of-way. As there is no other property included in the right-of-way, records should be noted to show that this right-of-way has been transferred to the private landowner.

This item was submitted by Mr. Chris Fausett for record-keeping purposes.

RIGHT OF WAY NO. 2217 (RELINQUISHMENT)

PacifiCorp, DBA Rocky Mountain Power, 1407 West North Temple, Suite 110, Salt Lake City, Utah, 84116, submitted a letter dated March 30, 2010, stating that they desire to relinquish Right of Way No. 2217.

Right of Way No. 2217 was issued on April 22, 1982, for an underground power distribution line. The right-of-way was granted for a perpetual term. The grantee has stated that this line has never been constructed and that the right-of-way is no longer required. The grantee now desires to relinquish all of their rights and responsibilities held under this right-of-way and have requested that the Agency terminate the right-of-way.

LEGAL DESCRIPTION:

Township 11 North, Range 5 East, SLB&M

Section 36: S½SE¼ (within)

A 10 foot wide easement being 5 feet on either side of the following described centerline:

Beginning on the south boundary line of the Grantor's land at a point 1240 feet west, more or less, from the southeast corner of Section 36, T11N, R5E, SLB&M; thence N 75°29' W 50 feet, more or less; thence S 85°58' W 200 feet, more or less, to the south boundary line of said land, and being in the S½ of the SE¼ of said Section 36. Containing 0.06 acre, more or less.

RIGHT OF WAY NO. 2217 (RELINQUISHMENT) (CONTINUED)

Township 11 North, Range 6 East, SLB&M
Section 32: S½S½ (within)

A 10 foot wide easement being 5 feet on either side of the following described centerline:

Beginning on the south boundary line of the Grantor's land at a point 100 feet east, more or less, from the southwest corner of Section 32, T11N, R6E, SLB&M; thence N 74°02' E 625 feet, more or less; thence N 86°17' E 660.9 feet; thence N 83°54' E 926.5 feet; thence N 83°12' E 1618.7 feet; thence N 75°53' E 140.5 feet; thence N 56°11' E 1469.5 feet; thence N 76°30' E 120 feet, more or less, to the east boundary of said land and being in the S½ of the S½ of said Section 32. Containing 1.28 acres, more or less.

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

COUNTY: Rich

ACRES: 1.34

FUND: School

Upon recommendation of Mr. Chris Fausett, the Director approved the relinquishment and termination of Right of Way No. 2217.

SPECIAL USE LEASE AGREEMENTS

SPECIAL USE LEASE AGREEMENT NO. 1439 (RELINQUISHMENT OF LEASE AND RELEASE OF RECLAMATION BOND)

Kerr-McGee Oil & Gas Onshore LP, P.O. Box 173779, Denver, CO 80217-3779, has requested that Special Use Lease Agreement No. 1439 be relinquished. The site was never constructed and is not needed at this time or for future development.

Corporate Surety Bond No. 6353846, effective January 7, 2008, in the amount of \$5,000.00 was submitted by Kerr-McGee Oil & Gas Onshore as a reclamation bond for this site. This bond is now being released. Uintah County. School Fund.

Upon recommendation of Mr. Kurt Higgins, the Director approved the relinquishment of SULA 1439 and release of the \$5,000.00 bond being held for this lease.

SPECIAL USE LEASE AGREEMENT NO. 1044 (FIVE-YEAR REVIEW)

SULA 1044 is leased to Utah Division of Wildlife Resources, P.O. Box 146301, Salt Lake City, UT 84114-6301. This is a government lease for an administrative cabin site in Garfield County. School Fund.

1. ANNUAL RENTAL:

The five-year review date for this lease is July 1, 2010. The subject property is used for an administrative cabin site. Based on an analysis of the lease rental pursuant to Board policy, it has been determined that an appraisal is not warranted. The CPI adjusted rental is greater than the preliminary market value rental estimate. Therefore, it is recommended that the CPI index be used to adjust the annual rental from \$1,120.00 per year to \$1,240.00 per year, effective July 1, 2010. A certified notice was sent to inform the lessee of the date of this action and the right to oppose and/or appeal the action. No response was received.

New lease fee: \$1,240.00

Acres in lease: 1.00

Rental per acre: \$1,240.00

2. DUE DILIGENCE:

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:

The lessee is insured under the State of Utah Risk Management, which covers liability on this lease. The lease allows for a bond to be required any time during the lease at the discretion of the Agency. It has been determined that a bond is not required at this time.

5. ESTABLISHMENT OF WATER RIGHTS:

There are no water rights associated with this lease.

6. POLLUTION AND SANITATION REGULATIONS:

The Trust Lands Administration is unaware of any violations of valid sanitation and pollution regulations as prescribed by any governmental agency having jurisdiction. There is no evidence of underground storage tanks on the premises.

7. LEGAL DESCRIPTION:

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

8. NEXT ASSESSMENT DATE:

The next assessment date will be on July 1, 2015.

Upon recommendation of Mr. Lou Brown, the Director approved the five-year review for SULA 1044.

SPECIAL USE LEASE AGREEMENT NO. 1081 (ANNUAL REVIEW)

SULA 1081 is a governmental lease issued to Utah Division of Wildlife Resources, P.O. Box 146301, Salt Lake City, UT 84114-6301. The lease is for an administrative cabin site in the LaSal Mountains. Grand County. School Fund.

1. ANNUAL RENTAL:

The annual review date for this lease is August 1, 2010. The subject property is used for an administrative cabin site in the LaSal Mountains. Based on an analysis of the lease rental pursuant to Board policy, it has been determined that an appraisal is not warranted. The CPI adjusted rental is greater than the preliminary market value rental estimate. Therefore, it is recommended that the CPI index be used to adjust the annual rental from \$1,460.00 per year to \$1,470.00 per year, effective August 1, 2010. A certified notice was sent to inform the lessee of the date of this action and the right to oppose and/or appeal the action. No response was received.

New lease fee: \$1,470.00

Acres in lease: 2.50

Rental per acre: \$588.00

2. DUE DILIGENCE:

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:

Insurance coverage is not presently required by the lease agreement. The lessee is insured under the State of Utah Risk Management, which covers liability of this lease. The lease allows for a bond to be required any time during the lease at the discretion of the Agency. It has been determined that a bond is not required at this time.

5. ESTABLISHMENT OF WATER RIGHTS:

A portion of Water Right No. 05-3094 is associated with the lease. This water right is in the name of the Trust Lands Administration.

6. POLLUTION AND SANITATION REGULATIONS:

The Trust Lands Administration is unaware of any violations of valid sanitation and pollution regulations as prescribed by any governmental agency having jurisdiction. There is no evidence of underground storage tanks on the premises.

7. LEGAL DESCRIPTION:

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

8. NEXT ASSESSMENT DATE:

The next assessment date will be on August 1, 2011.

Upon recommendation of Mr. Lou Brown, the Director approved the annual review for SULA 1081.

SPECIAL USE LEASE AGREEMENT NO. 1270 (ANNUAL REVIEW)

SULA 1270 is leased to University of Utah, Seismograph Stations, 135 South 1460 East, Room 705 WBB, Salt Lake City, UT 84112-0111. This is a government lease for a seismic monitoring equipment site in Wasatch County School Fund.

1. ANNUAL RENTAL:

The annual review date for this lease is July 1, 2010. The subject property is used for a seismic monitoring station. Based on an analysis of the lease rental pursuant to Board policy, it has been determined that an appraisal is not warranted. A CPI review indicated that no adjustment is warranted for this annual review. Therefore, it is recommended that the rental remain at \$600.00. A certified notice was sent to inform the lessee of the date of this action and the right to oppose and/or appeal the action. No response was received.

New lease fee: \$600.00

Acres in lease: 0.72

Rental per acre: \$833.33

2. DUE DILIGENCE:

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:

The lessee has provided proof of insurance as required by the lease. The lease allows for a bond to be required any time during the lease at the discretion of the Agency. It has been determined that a bond is not required at this time.

5. ESTABLISHMENT OF WATER RIGHTS:

There are no water rights associated with this lease.

6. POLLUTION AND SANITATION REGULATIONS:

The Trust Lands Administration is unaware of any violations of valid sanitation and pollution regulations as prescribed by any governmental agency having jurisdiction. There is no evidence of underground storage tanks on the premises.

7. LEGAL DESCRIPTION:

The lease administrator has had the legal description reviewed by the GIS Group. This review indicated a potential problem with the coordinate location. We are working with the lessee to clarify the coordinate location and resolve this issue.

8. NEXT ASSESSMENT DATE:

The next assessment date will be on July 1, 2011.

Upon recommendation of Mr. Lou Brown, the Director approved the annual review for SULA 1270.

SPECIAL USE LEASE AGREEMENT NO. 1274 (FIVE-YEAR REVIEW)

Special Use Lease Agreement No. 1274 is an industrial special use lease agreement, in the name of Marathon Oil Company, 1501 Stampede Avenue, Cody, WY 82414. School Fund. Carbon County.

1. ANNUAL BASE RENTAL:

The five-year review date for this lease is April 1, 2010. The subject property is located in Carbon County and used for a central production facility to produce and sell coalbed methane gas. Based on an analysis of the lease rental pursuant to Board policy, it has been determined that an appraisal is not warranted. Therefore, it is recommended that the CPI index be used to adjust the annual rental from \$11,360.00 to \$12,500.00 per year, effective April 1, 2010. A certified notice of the rental increase was sent to the lessee on April 1, 2010. No response was received. In addition to the annual rental, the current royalty payment in the amount of five cents (\$0.05) per barrel will increase to ten cents (\$0.10) per barrel for the produced saltwater injected into the SITLA SWD1 Well from operations in connection with any mineral development activities on federal, fee, or trust lands.

New annual base rental amount: \$12,500.00

Acres in lease: 11.182

Rental per acre: \$1,117.87

2. DUE DILIGENCE AND PROPER USE:

The development allowed by this lease has occurred. It is recommended that the lease be kept in force. The leased premises are being used in accordance with the lease agreement.

3. ADEQUATE BOND COVERAGE:

A surety bond in the amount of \$80,000.00 has been provided by the lessee for this lease and is on file with the Trust Lands Administration.

4. ESTABLISHMENT OF WATER RIGHTS:

There are no water rights owned by the Trust Lands Administration associated with this lease.

5. POLLUTION AND SANITATION REGULATIONS:

The Trust Lands Administration is unaware of any violations of valid sanitation, and pollution regulations. There is no evidence of underground storage tanks on the leased premises.

6. GIS REVIEW:

The lease administrator has had the legal description reviewed by the GIS Group. An error was found in the scanned copy of the lease document; however, the lease document in the file did not contain the error. The lease was rescanned.

7. NEXT REVIEW DATE:

The next assessment will be on April 1, 2015.

Upon recommendation of Mr. Kurt Higgins, the Director approved the five-year review for Special Use Lease Agreement No. 1274.

DEVELOPMENT ACTIONS

DEVELOPMENT SUBDIVISION SALES

THE FOLLOWING SALES HAVE BEEN EXECUTED AND PATENTS ISSUED FOR:

SUBD 14.0 Casitas At Hidden Valley 2nd Amended and Extended.

These transactions have been executed pursuant to Development Lease DEVL 754.

LEGAL DESCRIPTION: (SUBDIVISION)

Section 7, Township 43.0 S, Range 15.0 W, SLBM
Section 18, Township 43.0 S, Range 15.0 W, SLBM

PURCHASER:

IVORY SOUTHERN, LLC
3143 SOUTH 840 EAST
SAINT GEORGE, UT 84790

LOT SALE DESCRIPTION:

Desc /	Certificate #	Cert/Sale Dt	Patent #	Patent Dt	Lot Price	Fee	Acreage	Fund	Section
Lot 97	26419-14-97	03/29/10	19990-14-97	01/31/07	\$17,500.00	\$100.00	0.04	SCH	18
Lot 99	26419-14-99	03/29/10	19990-14-99	01/31/07	\$20,635.00	\$100.00	0.03	SCH	18

The legal descriptions have been reviewed by the GIS Group.

LIST MINERAL RESERVATIONS:

Subject to a reservation to the State of all coal 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:

Subject to an easement across the property for utilities as shown on the recorded plat map; also,

Subject to any valid, existing rights of way of any kind and any right, interest, reservation or exception appearing of record, 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 Covenants, Conditions, and Restrictions that have been recorded for the Subdivision.

This item was submitted for record-keeping purposes by Andrea L. James.

CORRECTION TO CORRECTION - WATER TANK SITE CONVEYANCE (DEVL 809/EXCH 337)

IN THE DIRECTOR'S MINUTES OF MARCH 29, 2010, PAGES 16 - 17, THE CORRECTION REFERENCED THE WRONG DATE OF THE ORIGINAL DIRECTOR'S AGENDA (DA) REPORT, WHICH SHOULD HAVE REFERENCED THE DA MINUTES OF **DECEMBER 15, 2008**, PAGES 16 - 17. ADDITIONALLY, THE INCORRECT **SECTION, ALIQUOT PARTS AND RANGE** DESCRIPTIONS WERE REPORTED UNDER THE **LEGAL DESCRIPTION**, AND HAVE BEEN CORRECTED AS SHOWN BELOW IN BOLD:

PROJECT:	South Block
PROJECT MANAGER:	Brent Bluth
PROJECT CODE:	SOBLK 000 00
FUND:	School
EXCHANGE NO.:	337
DEVELOPMENT AGREEMENT NO.:	809
AGREEMENT DATE:	September 12, 2007
PATENT NO.:	20083
PATENT DATE:	September 30, 2008
AMENDED PATENT NO.:	20083
AMENDED PATENT DATE:	February 23, 2010

CONVEYANCE TO:

City of St. George
175 East 200 North
St. George, Utah 84770

DESCRIPTION OF TRANSACTION:

On September 12, 2007, Development Agreement 2, DEVL 809/EXCH337 ("Agreement 2"), the Southern Parkway Agreement between the School and Institutional Trust Lands Administration ("SITLA") and the City of St. George ("City"), was fully executed. The said agreement obligates the respective parties to specific performance responsibilities in connection with the construction of the Atkinville Interchange and the Southern Parkway (together the "Transportation Project"), as well as the extension of River Road, including utility infrastructure (the "South Block Development Project").

In Agreement 2, SITLA and the City negotiated and reached an agreement with regard to the certain obligations of each party connected thereto, recognizing that the importance of completion of the Transportation Project and the implementation of the South Block Development Project to both parties are of greater benefit in value than the value SITLA would otherwise receive as compensation from the City for the land. Accordingly, the following action, pursuant to Agreement 2, Section 2.(a)(iv), has been taken to dedicate by patent one of the parcels of land to the City for the construction and maintenance of one of the water tank sites that will deliver water to the future development of the South Block area. The City has paid all costs for the surveying of the water tank site as well as the costs of all reports, investigations, and other expenses associated with the City's investigation of the water tank site and the construction of the water tank thereon. Additional supporting information is available in the Planning and Development file.

LEGAL DESCRIPTION:

Township 43 South, Range 16 West, SLB&M
Section 24: S2SW4SW4NE4 & N2NW4NW4SE4 (within)

Commencing at the North ¼ Corner of Section 24, Township 43 South, Range 16 West, Salt Lake Base and Meridian; Thence South 88°50'12" East along the Section line a distance of 492.47 feet; Thence South a distance of 2613.05 feet, to the Point of Beginning;

CORRECTION TO CORRECTION - WATER TANK SITE CONVEYANCE (DEVL 809/EXCH 337)
(CONTINUED)

Thence South 30°50'44" West, a distance of 311.24 feet; Thence North 59°09'16" West, a distance of 307.29 feet; Thence North 30°50'44" East, a distance of 258.07 feet; Thence North 18°42'22" West, a distance of 62.82 feet; Thence North 71°17'38" East, a distance of 35.00 feet; Thence South 29°36'56" East, a distance of 28.85 feet; Thence South 59°09'16" East, a distance of 307.29 feet, to the Point of Beginning.

Containing: 2.24 acres, more or less.

This legal description has been reviewed by the GIS Group.

NUMBER OF ACRES BY COUNTY: 2.24 acres - Washington County

NUMBER OF ACRES BY FUND: 2.24 acres - School

MINERAL RESERVATIONS:

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

SURFACE RESERVATIONS:

Subject to any valid, existing rights of way of any kind and any right, interest, reservation or exception in existence of this date, 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 described and granted premises shall not be used for any purposes other than as a water tank site, which covenants shall run with the land and shall be enforceable by the State of Utah, through the School and Institutional Trust Lands Administration, its successors and assigns.

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

ACTIONS CONTAINING FEE WAIVERS

NONE