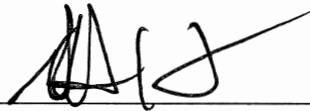


JANUARY 24, 2011

THE DIRECTOR OF THE SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION TOOK FORMAL ACTION ON JANUARY 24, 2011, 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 JANUARY 24, 2011.

THESE MINUTES INCLUDE MINERAL ACTIONS AS LISTED ON PAGES 1 TO 2; SURFACE ACTIONS AS LISTED ON PAGES 2 TO 9; DEVELOPMENT ACTIONS AS LISTED ON PAGE 9; AND ACTIONS CONTAINING FEE WAIVERS AS LISTED ON PAGE 10.

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, FEBRUARY 7, 2011. 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

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**MINERAL ACTIONS**

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**MATERIALS PERMIT NO. 479 SAND AND GRAVEL (APPROVAL)**

**APPLICANT:**

Bill Barrett Corporation  
1099 18<sup>th</sup> Street, Suite 2300  
Denver, CO 80202

**AFFECTED LANDS:**

Township 12 South, Range 15 East, SLB&M,  
Section 16: All

COUNTY: Carbon

ACRES: 640.0±

FUND: SCH

The

**PROPOSED ACTION:**

Applicant proposes to mine common sand and gravel on the subject lands to maintain well pads and access roads to support a natural gas field in the area.

**RELATIVE FACTUAL BACKGROUND:**

This is an ongoing use of the subject lands. Applicant has agreed to pay a royalty rate of \$0.50 per cubic yard for material produced from this permit area. The legal description of the permitted area was checked by the Agency GIS Group. Excess materials from well pad construction and mud pit excavation will be mined.

**EVALUATION OF FACTS:**

R850-23-200 states that the Trust Lands Administration may issue materials permits or convey profits a prendre or similar interests on trust lands where the Trust Lands Administration deems it consistent with land use plans and Trust responsibilities. The royalty rates set for commodities from this site are consistent with royalty rates for other material permit sites on trust lands in Southeastern Utah. These rates reflect fair market value for the materials and meet the requirements of R850-23-300(2)(a). The term of the permit is one year which is consistent with the requirements of R850-23-400.

Upon recommendation of Mr. Tom Faddies, the Director approved the issuance of Materials Permit No. 479 for a term of one year.

**AMENDMENT OF ADJUSTMENT OF SPECIAL WARRANTY DEED ML 48729-OBA (SCH)**

On December 27, 2010, the Director approved Grantee’s ten-year adjustment in the royalty rate for Royalty Deed ML 48729-OBA, to take effect January 1, 2011, on the basis of a recommendation from the Minerals Group. The recommendation was based upon generalized market information available from the United States Geological Survey (“USGS”). The USGS data takes into account a variety of crushed stone commodities and minerals operations and is not specific to any one operation, such as the Grantor’s limestone operations in the Cricket Mountains, Millard County, under ML 48729-OBA. The Special Warranty Deed provides that if Grantor disagrees with the Grantee’s royalty adjustment, then Grantor may initiate arbitration within 30 days of the Final Agency Action.

By letter dated January 17, 2011, the Grantor proposes an alternative basis for adjusting the royalty rate; short of going into arbitration. The Grantor proposes that the adjustment be based upon the arms length sales price, FOB crusher, of the actual quarry operations for year 2010. The terms and conditions of the Special Warranty Deed enable the use of such information in adjusting the contract. The weighted average selling price is reported by the Grantor to be \$5.24. The Grantor accordingly proposes a 5% royalty of \$0.2625 per short ton. The Minerals Group believes that this weighted average selling price at the quarry, FOB crusher, more closely represents the true market value of the substances produced under the contract and should be accepted for purposes of adjusting the contract.

The adjustment to ML 48729-OBA, approved by the Director on December 27, 2010, should be amended to enable a new base royalty amount of \$0.2625 per short ton commencing January 1, 2011. The new base royalty amount is subject to indexing to the PPI index on January 1 of each year, in accordance with the contract.

Upon recommendation of Mr. Blake, the Director approved the above-listed amendment.

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**SURFACE ACTIONS**

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**SPECIAL USE LEASE AGREEMENTS**

**SPECIAL USE LEASE AGREEMENT NO. 1693 (APPROVAL)**

**APPLICANT'S NAME AND ADDRESS:**

Searle Gas Company, Inc.  
1150 West 500 North  
P.O. Box 1760  
Vernal, Utah 84078

APPLICATION TYPE: Industrial  
TERM: 10 years  
BEGINNING DATE: October 1, 2010  
ENDING DATE: September 30, 2020  
NEXT REVIEW DATE: October 1, 2015

FIRST YEAR RENTAL: \$ 1,200.00  
APPLICATION FEE: \$ 250.00  
PROCESSING FEE: \$ 700.00  
ADVERTISING FEE: \$ 150.51  
TOTAL SUBMITTED: \$ 2,300.51

**LEGAL DESCRIPTION:**

Township 15 South, Range 11 East, SLB&M  
Section 18: Lot 4 (Within)

**SPECIAL USE LEASE AGREEMENT NO. 1693 (APPROVAL) (CONTINUED)**

Beginning at a point located S 00°03'30" W 1111.83 feet from the Northeast Corner of Lot 4 of Section 18, T15S, R11E, SLB&M, said point of beginning being located at the intersection of the East boundary line of said Lot 4 with the North right-of-way line of Ridge Road, thence running N 00°03'30" E 450 feet along said east boundary line of Lot 4; thence West 491.35 feet; thence S 00°03'30" W 542.11 feet to the Northwest right-of-way line of Ridge Road; thence N 79°23'02" E 500 feet along said Northwest right-of-way line to the point of beginning. Containing 5.60 acres, more or less.

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

COUNTY: Carbon

ACRES: 5.60

FUND: School

**PROPOSED ACTION:**

The applicant proposes to operate, repair, and maintain an existing propane storage and distribution facility located in Carbon County, approximately 1 mile south of Wellington. The applicant has previously held SULA 1299, which authorized this facility. SULA 1299 expired on September 30, 2010; therefore, the applicant has applied for a new special use lease in order to continue operating the facility. The site contains a 30,000 gallon above-ground propane storage tank, from which distribution trucks load propane gas for delivery to residents and businesses throughout the area. This site is also used for temporary storage of smaller, residential size, propane tanks during times when they are not actively being used by the applicant's customers. The proposed lease footprint is approximately 500' x 500' and contains 5.60 acres. The applicant has requested a 10-year lease term.

**RELEVANT FACTUAL BACKGROUND:**

The subject lease application was received on September 2, 2010. It was submitted for Agency review on September 13, 2010, and was accepted by the Director on September 30, 2010.

The proposed lease was exempt from review by the Resource Development Coordinating Committee ("RDCC"), as it will be a reauthorization of an existing use and will involve no new ground disturbance.

An environmental site inspection of the property was completed by Agency staff on September 8, 2010.

**EVALUATION OF FACTS:**

The Agency's Archaeology staff has reviewed the proposed lease and has determined that since this is a reauthorization of an existing use with no new ground disturbance, a cultural resources survey would not be required.

The lease premises were inspected and reviewed for environmental compliance on September 8, 2010. There is one 30,000 gallon above-ground propane storage tank located on the premises. The tank appears to be in good working condition. The applicant has stated that the tank has been installed to NFPA 58 standards as required by the Utah State Fire Marshall's office. As per State requirements, the site is secured with a 6-foot chain link fence surrounding the premises. There is no evidence of underground petroleum storage tanks, stained soil, 55-gallon drums/containers of any size, unauthorized uses, or solid waste on the premises. The site appears clean and orderly. The Environmental Site Inspection Form is in the file.

Competing applications were solicited pursuant to R850-30-500(2), and no competing applications were received. Pursuant to R850-30-510, the applicant was required to submit a sealed bid proposal for lease of the subject property. The applicant submitted a bid proposal of an annual rental payment of \$1,200.00. It is estimated the market value of this property is approximately \$700.00-\$1,000.00 per acre. The applicant's proposed annual rental of \$1,200.00 per year meets or exceeds the lease rate that would be charged based upon the market value of the property, as required pursuant to R850-30-400(1)(a). Pursuant to R850-30-400(5), the lease will have a clause providing for escalation of the annual rental at the end of each five-year period.

**SPECIAL USE LEASE AGREEMENT NO. 1693 (APPROVAL) (CONTINUED)**

This action qualifies as an exclusion to the narrative Record of Decision process because it does not warrant the time and expense necessary to complete a full narrative record. Therefore, this summary will constitute the Record of Decision.

Upon recommendation of Mr. Chris Fausett, the Director approved the issuance of Special Use Lease No. 1693 for a term of 10 years. The \$250.00 application fee, \$700.00 processing fee, \$150.51 advertising fee and first year's rental of \$1,200.00 have been paid. Pursuant to R850-30-400(5), the lease will have a five-year rental review, with the first review date being October 1, 2015.

**SPECIAL USE LEASE AGREEMENT NO. 1466 (5-YEAR REVIEW)**

SULA 1466 is an industrial special use lease in the name of Newfield Production Company, 1001 17<sup>th</sup> Street, Suite 2000, Denver, Colorado 80202. The lease site is located in Uintah County. School Fund.

**1. ANNUAL BASE RENTAL:**

The 5-year lease rental review date for this industrial lease is March 1, 2011. The authorized use of the subject parcel is a gas compressor facility consisting of up to four compressors, a dehydration unit, and several tanks. The lessee is currently operating one compressor on the leased premises.

**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 \$920.00.

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 \$10,000.00 per year to \$10,950.00 per year, effective March 1, 2011. A certified notice was sent informing the lessee of this action. No response has been received from the lessee.

Annual Base Rental: \$10,950.00

Acres in lease: 1.84

Rental per acre: \$5,951.09

**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.

**SPECIAL USE LEASE AGREEMENT NO. 1466 (5-YEAR REVIEW) (CONTINUED)**

## 5. WATER RIGHTS AND WELLS:

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

## 6. ENVIRONMENTAL COMPLIANCE:

This lease was inspected and reviewed for environmental compliance on October 18, 2010, and has been rated as medium-risk. There are two above-ground condensate storage tanks, one bullet tank for storage of condensate, and small above-ground tanks for storage of glycol, which is used as antifreeze in the various equipment on site. All tanks appear to be in good working order. The large condensate storage tanks and bullet tank do not have a secondary containment system in place. Although not required by current State regulations, the Agency's Environmental Compliance Manager has recommended that a request be made to the lessee to install a secondary containment system. 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 except as noted above. 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. A minor typographical error has been found in the legal description. The lease administrator is in the process of amending the lease to correct this error.

## 8. NEXT ASSESSMENT DATE:

The next assessment date will be March 1, 2016.

Upon recommendation of Mr. Chris Fausett, the Director approved the 5-year review for SULA 1466.

**SPECIAL USE LEASE AGREEMENT NO. 972 - LEASE AMENDMENT NO. 1 (RECISSION OF MINUTE ENTRY DATED JANUARY 10, 2011)**

SULA 972 is issued to John and Polly Quigley, P.O. Box 4041, Bullfrog, Lake Powell, Utah 84533. This lease is for a residential home site. The lessee and the Agency amended the lease to correct and update the legal description for the subject lands. A Director's Agenda item was submitted and approved for this proposed action on December 20, 2010, and again, erroneously, on January 10, 2011.

Upon recommendation of Mr. Bryan Torgerson, the Director rescinded the duplicate entry dated January 10, 2011, for the Amendment No. 1 of SULA 972.

**PREDESIGNATIONS****PREDESIGNATION NO. 773 (SURFACE USE AGREEMENT – RECORD-KEEPING ITEM)**

On April 29, 2010, the School and Institutional Trust Lands Administration ("SITLA") entered into Certificate of Sale No. 26510 (the "Certificate of Sale"), whereby the surface estate of the Sale Property was sold to Ervin Park Guymon and Geraldine Myers Guymon, as Trustees of The Ervin Park Guymon and Geraldine Myers Guymon Family Trust, dated March 1, 1994, 4085 Eccles, Ogden, Utah, 84403; Gary W. Guymon and Sharon L. Guymon, 1106 East 300 South, Blanding, Utah 84511; and Lawrence F. Guymon and Shari C. Guymon, 190 East 300 South, Blanding, Utah 84511 (together the "Guymon Family"). The sale was documented in the Director's Minutes of June 1, 2010, under Pre Sale Number 8422 (Recapture Reservoir).

In consideration of SITLA's agreement to enter into the Certificate of Sale, the Guymon Family entered into a Surface Use Agreement with SITLA, under which the Guymon Family agreed to grant unto SITLA and its mineral lessees the following:

1. A perpetual right to access and use so much of the surface estate of the Split Estate Property and the Sale Property as is reasonably necessary to prospect for, explore, develop, and produce the minerals underlying the Split Estate Property, the Sale Property, and the SITLA Property.
2. A perpetual right of access across the Combined Estate Property to prospect for, explore, develop, and produce the minerals underlying the Split Estate Property, the Sale Property, and the SITLA property.

**LEGAL DESCRIPTION:****The "Sale Property":**

Township 36 South, Range 22 East, SLB&M  
Section 2: Lots 1-6 (All)

Containing 210.66 acres, more or less.

**The "SITLA Property":**

Township 35 South, Range 22 East, SLB&M  
Section 36: W $\frac{1}{2}$ , S $\frac{1}{2}$ SE $\frac{1}{4}$ , NW $\frac{1}{4}$ SE $\frac{1}{4}$ , SW $\frac{1}{4}$ NE $\frac{1}{4}$

Containing 480.00 acres, more or less.

**The "Combined Estate Property":**

Township 36 South, Range 22 East, SLB&M  
Section 1: Lot 3

Township 36 South, Range 22 East, SLB&M  
Section 11: W $\frac{1}{2}$ NE $\frac{1}{4}$ , SE $\frac{1}{4}$ NE $\frac{1}{4}$  (Within)

A parcel of land described as 80.7 acres within the W $\frac{1}{2}$ NE $\frac{1}{4}$  and within the SE $\frac{1}{4}$ NE $\frac{1}{4}$ , more specifically described as the following:

**PREDESIGNATION NO. 773 (SURFACE USE AGREEMENT – RECORD-KEEPING ITEM) (CONTINUED)**

Beginning at a point 1342 feet Westerly on an azimuth of 261°34' from the Northeast Corner of Section 11, Township 36 South, Range 22 East, Salt Lake Meridian, and running thence Westerly on the same azimuth 1342 feet; thence South 887 feet to the cliff line; thence Southeasterly along the cliff line at 133.5° 3124 feet; thence East 380 feet; thence North 1320 feet; thence West 1320 feet; thence North 1881 feet to the point of beginning. Containing 80.7 acres, more or less.

**Township 36 South, Range 22 East, SLB&M**

Section 12: NW¼NW¼ (Within)

The NW¼NW¼ of Section 12, less approximately 8.0 acres that was deeded to the San Juan County Water Conservancy District, more specifically described as:

BEGINNING at a point 2083.05 feet South 89°13'10" East of the Northwest Corner of Section 12, Township 36 South, Range 22 East, Salt Lake Base and Meridian, thence 205.60 feet South 9°45'38" West, thence 73.44 feet North 83°44'45" West, thence 108.17 feet South 70°33'36" West, thence 51.09 feet South 40°14'11" West, thence 88.10 feet South 26°16'27" East, thence 73.11 feet South 3°08'11" West, thence 111.02 feet North 88°58'04" West, thence 174.03 feet South 33°52'55" West, thence 69.66 feet South 38°10'23" West, thence 138.13 feet South 2°29'22" West, thence 156.24 feet South 17°30'26" East, thence 111.52 feet South 39°32'33" East, thence 103.81 feet South 35°59'12" West, thence 86.01 feet South 0°39'58" East, thence 155.36 feet South 10°00'29" East, thence 97.12 feet South 16°45'20" East, thence 97.12 feet South 16°45'20" East, thence 190.52 feet South 7°14'13" East, thence 61.72 feet South 26°58'49" West, thence 94.07 feet South 43°42'28" West, thence 39.29 feet South 14°44'37" East, thence 146.63 feet South 30°45'46" West, thence 121.02 feet South 54°04'37" West, thence 220.00 feet South 89°44'22" West, thence 172.05 feet North 72°24'27" West, thence 101.79 feet North 79°14'31" West, thence 41.77 feet South 42°05'21" West, thence 184.05 feet North 70°58'28" West, thence 230.29 feet North 48°41'49" West, thence 30.87 feet North 24°54'17" West, thence 41.04 feet South 43°01'30" West, thence 129.00 feet North 90°00'00" West, thence 73.54 feet North 45°00'00" West, thence 116.04 feet North 1°28'53" East, thence 44.29 feet North 61°41'57" West, thence 253.31 feet South 67°29'04" West, thence 113.46 feet South 34°57'02" West, thence 95.64 feet North 71°03'12" West to the Section Line, thence 53.50 feet South 0°27'13" West along the Section Line, thence 181.83 feet South 81°36'09" East, thence 131.03 feet South 38°10'54" East, thence 202.97 feet South 21°22'55" East, thence 103.17 feet South 86°38'58" East, thence 95.72 feet North 57°48'15" East, thence 172.36 feet South 58°31'23" East, thence 71.25 feet South 4°49'49" West, thence 79.12 feet North 69°16'28" East, thence 157.81 feet South 33°53'29" East, thence 57.87 feet South 9°57'02" West, thence 35.51 feet North 57°39'09" East, thence 356.72 feet South 39°18'43" East, thence 161.83 feet South 77°30'34" East, thence 123.46 feet South 54°53'38" East, thence 55.19 feet South 19°14'44" West, thence 1348.19 feet South 81°01'12" East to the Southeast Corner of the Northwest 1/4 of Section 12, Township 36 South, Range 22 East, Salt Lake Base and Meridian, thence 882.30 feet North 0°04'17" East along the east boundary of the Northwest 1/4 of Section 12, Township 36 South, Range 22 East, Salt Lake Base & Meridian, thence 95.54 feet North 37°03'12" West, thence 38.33 feet North 15°07'26" East, thence 33.12 feet North 61°06'48" East, thence 140.60 feet North 84°41'42" West, thence 110.54 feet North 28°39'06" West, thence 158.42 feet North 56°59'36" West, thence 139.52 feet North 56°59'36" West, thence 193.21 feet North 39°32'23" West, thence 56.01 feet North 1°01'23" East, thence 141.77 feet North 40°59'45" West, thence 83.05 feet North 2°04'12" East, thence 104.24 feet North 28°02'24" East, thence 277.96 feet North 14°35'10" East, thence 367.78 feet North 55°44'53" West, thence 63.66 feet North 46°16'23" East, thence 150.21 feet North 3°03'10" West, thence 209.91 feet North 59°02'10" East, thence 94.89 feet North 28°59'45" East, thence 94.92 feet North 11°32'48" West, thence 109.57 feet South 63°26'06" East, thence 181.25 feet North 28°41'10" East, thence 74.20 feet North 37°19'59" West, thence 142.70 feet North 10°58'01" West to the Section line, thence 39.00 feet North 89°13'10" West along the Section Line to the point of BEGINNING. Containing approximately 56.00 acres.

Containing 154.57 acres, more or less.

**PREDESIGNATION NO. 773 (SURFACE USE AGREEMENT – RECORD-KEEPING ITEM) (CONTINUED)****The "Split Estate Property":**Township 36 South, Range 22 East, SLB&MSection 11: NE $\frac{1}{4}$ NE $\frac{1}{4}$ Township 36 South, Range 22 East, SLB&MSection 12: NW $\frac{1}{4}$ NW $\frac{1}{4}$ , S $\frac{1}{2}$ NW $\frac{1}{4}$  (Within)

The NW $\frac{1}{4}$ NW $\frac{1}{4}$ , S $\frac{1}{2}$ NW $\frac{1}{4}$  less approximately 48.0 acres that was deeded to the San Juan County Water Conservancy District, more specifically described as:

BEGINNING at a point 2083.05 feet South 89°13'10" East of the Northwest Corner of Section 12, Township 36 South, Range 22 East, Salt Lake Base and Meridian, thence 205.60 feet South 9°45'38" West, thence 73.44 feet North 83°44'45" West, thence 108.17 feet South 70°33'36" West, thence 51.09 feet South 40°14'11" West, thence 88.10 feet South 26°16'27" East, thence 73.11 feet South 3°08'11" West, thence 111.02 feet North 88°58'04" West, thence 174.03 feet South 33°52'55" West, thence 69.66 feet South 38°10'23" West, thence 138.13 feet South 2°29'22" West, thence 156.24 feet South 17°30'26" East, thence 111.52 feet South 39°32'33" East, thence 103.81 feet South 35°59'12" West, thence 86.01 feet South 0°39'58" East, thence 155.36 feet South 10°00'29" East, thence 97.12 feet South 16°45'20" East, thence 97.12 feet South 16°45'20" East, thence 190.52 feet South 7°14'13" East, thence 61.72 feet South 26°58'49" West, thence 94.07 feet South 43°42'28" West, thence 39.29 feet South 14°44'37" East, thence 146.63 feet South 30°45'46" West, thence 121.02 feet South 54°04'37" West, thence 220.00 feet South 89°44'22" West, thence 172.05 feet North 72°24'27" West, thence 101.79 feet North 79°14'31" West, thence 41.77 feet South 42°05'21" West, thence 184.05 feet North 70°58'28" West, thence 230.29 feet North 48°41'49" West, thence 30.87 feet North 24°54'17" West, thence 41.04 feet South 43°01'30" West, thence 129.00 feet North 90°00'00" West, thence 73.54 feet North 45°00'00" West, thence 116.04 feet North 1°28'53" East, thence 44.29 feet North 61°41'57" West, thence 253.31 feet South 67°29'04" West, thence 113.46 feet South 34°57'02" West, thence 95.64 feet North 71°03'12" West to the Section Line, thence 53.50 feet South 0°27'13" West along the Section Line, thence 181.83 feet South 81°36'09" East, thence 131.03 feet South 38°10'54" East, thence 202.97 feet South 21°22'55" East, thence 103.17 feet South 86°38'58" East, thence 95.72 feet North 57°48'15" East, thence 172.36 feet South 58°31'23" East, thence 71.25 feet South 4°49'49" West, thence 79.12 feet North 69°16'28" East, thence 157.81 feet South 33°53'29" East, thence 57.87 feet South 9°57'02" West, thence 35.51 feet North 57°39'09" East, thence 356.72 feet South 39°18'43" East, thence 161.83 feet South 77°30'34" East, thence 123.46 feet South 54°53'38" East, thence 55.19 feet South 19°14'44" West, thence 1348.19 feet South 81°01'12" East to the Southeast Corner of the Northwest 1/4 of Section 12, Township 36 South, Range 22 East, Salt Lake Base and Meridian, thence 882.30 feet North 0°04'17" East along the east boundary of the Northwest 1/4 of Section 12, Township 36 South, Range 22 East, Salt Lake Base & Meridian, thence 95.54 feet North 37°03'12" West, thence 38.33 feet North 15°07'26" East, thence 33.12 feet North 61°06'48" East, thence 140.60 feet North 84°41'42" West, thence 110.54 feet North 28°39'06" West, thence 158.42 feet North 56°59'36" West, thence 139.52 feet North 56°59'36" West, thence 193.21 feet North 39°32'23" West, thence 56.01 feet North 1°01'23" East, thence 141.77 feet North 40°59'45" West, thence 83.05 feet North 2°04'12" East, thence 104.24 feet North 28°02'24" East, thence 277.96 feet North 14°35'10" East, thence 367.78 feet North 55°44'53" West, thence 63.66 feet North 46°16'23" East, thence 150.21 feet North 3°03'10" West, thence 209.91 feet North 59°02'10" East, thence 94.89 feet North 28°59'45" East, thence 94.92 feet North 11°32'48" West, thence 109.57 feet South 63°26'06" East, thence 181.25 feet North 28°41'10" East, thence 74.20 feet North 37°19'59" West, thence 142.70 feet North 10°58'01" West to the Section line, thence 39.00 feet North 89°13'10" West along the Section Line to the point of BEGINNING. Containing approximately 56.00 acres.

Containing 112.00 acres, more or less.

**PREDESIGNATION NO. 773 (SURFACE USE AGREEMENT – RECORD-KEEPING ITEM) (CONTINUED)**

The lease administrator has had these legal descriptions reviewed by the GIS Group.

Agency records should be noted to reflect that this Surface Use Agreement has been assigned the reference number Predesignation No. 773 for record-keeping and tracking purposes.

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

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**DEVELOPMENT ACTIONS**

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**DEVELOPMENT SUBDIVISION SALE**

THE FOLLOWING SALE HAS BEEN EXECUTED AND A PATENT ISSUED FOR:

SUBD 18.0 Estates at Hidden Valley Phase 4

This transaction has been executed pursuant to Development Lease DEVL 754.

LEGAL DESCRIPTION: (SUBDIVISION)

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 160	26470-18-160	01/05/11	20119-18-160	11/09/09	\$40,062.27	\$0.00	0.19	SCH	18

The legal description has 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 James.*

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**ACTIONS CONTAINING FEE WAIVERS**

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**NONE**