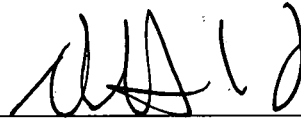


AUGUST 23, 2010

THE DIRECTOR OF THE SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION TOOK FORMAL ACTION ON AUGUST 23, 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 BECOME EFFECTIVE AT 6:00 P.M. ON AUGUST 23, 2010.

THESE MINUTES INCLUDE MINERAL ACTIONS AS LISTED ON PAGES 1 TO 8; SURFACE ACTIONS AS LISTED ON PAGES 8 TO 14; DEVELOPMENT ACTIONS AS LISTED ON PAGES 15 TO 18; AND ACTIONS CONTAINING FEE WAIVERS AS LISTED ON PAGES 18 TO 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 TUESDAY, SEPTEMBER 7, 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

MATERIALS PERMIT NO. 337 (DEAF: 120.00; RES: 120.00) - ASSIGNMENT

Upon recommendation of Mr. Harden, the Director approved the assignment of 100% interest in Materials Permit No. 337 from Harper Contracting, Inc., P.O. Box 18400, Kearns, UT 84118, to Harper-Kilgore, LLC, P.O. Box 189, Magna, UT 84044. The assignment fee of \$250 has been submitted. Tooele County.

MATERIALS PERMIT NO. 399 –EXPIRATION

The following Materials Permit, No. 399, expired on July 1, 2010. The Permittee no longer has any rights relevant to this permit.

PERMITTEE:

BHI
826 SOUTH 1500 EAST
P.O. BOX 1848
VERNAL, UT 84078

AFFECTED LANDS:

TOWNSHIP 5 SOUTH, RANGE 22 EAST, SLB&M.
SEC. 36: SE¼NW¼

COUNTY: UINTAH

ACRES: 40.0±

FUND: SCH

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

This item was submitted by Mr. Harden for record-keeping purposes only.

MATERIALS PERMIT NO. 447 –EXPIRATION

The following Materials Permit, No. 447, expired on August 17, 2010. The Permittee no longer has any rights relevant to this permit.

PERMITTEE:

BOX ELDER COUNTY ROAD DEPARTMENT
3730 WEST 8800 NORTH
TREMONTON, UT 84337

AFFECTED LANDS:

TOWNSHIP 13 NORTH, RANGE 18 WEST, SLB&M.
SEC. 16: SW¼SE¼SW¼SW¼

COUNTY: BOX ELDER

ACRES: 2.50±

FUND: SCH

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

This item was submitted by Mr. Harden for record-keeping purposes only.

MATERIALS PERMIT NO. 474 – APPROVAL

APPLICANT:

BHI
826 SOUTH 1500 EAST
P.O. BOX 1848
VERNAL, UT 84078

AFFECTED LANDS:

TOWNSHIP 5 SOUTH, RANGE 22 EAST, SLB&M.
SEC. 36: SE $\frac{1}{4}$ NW $\frac{1}{4}$

COUNTY: UINTAH

ACRES: 40.0±

FUND: SCH

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

Pursuant to R850-23-1400, the subject lands have been predesignated (PRED 706) for sand and gravel sales. Applicant has requested a three (3) year permit term to maximize utilization of a significant amount of reject material stockpiled on the site. Applicant has a current agreement with adjacent landowners to coordinate mining on the affected land and those adjacent lands. Royalty rate is set at \$0.70 per cubic yard. Annual rental is \$400 at the rate of \$10 per acre.

Upon recommendation of Mr. Harden, the Director approved Materials Permit No. 474 for a permit term of three (3) years.

MATERIALS PERMIT NO. 475 - APPROVAL

APPLICANT:

BOX ELDER COUNTY ROAD DEPARTMENT
5730 WEST 8800 NORTH
TREMONTON, UT 84337

AFFECTED LANDS:

TOWNSHIP 13 NORTH, RANGE 18 WEST, SLB&M.
SEC. 16: SW $\frac{1}{4}$ SE $\frac{1}{4}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$

COUNTY: BOX ELDER

ACRES: 2.50±

FUND: SCH

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

Pursuant to R850-23-1400, the subject lands have been predesignated (PRED 733) for sand and gravel sales. Applicant has requested a one (1) year permit term. Royalty is set at \$0.25 per cubic yard.

Upon recommendation of Mr. Harden, the Director approved Materials Permit No. 475 for a permit term of one (1) year.

MATERIALS PERMIT NO. 436 – FIRST AMENDMENT

PERMITTEE:

DAGGETT COUNTY
 95 NORTH 1ST WEST
 P.O. BOX 219
 MANILA, UT 84046

AFFECTED LANDS:

ORIGINAL PERMIT DESCRIPTION:

TOWNSHIP 3 NORTH, RANGE 18 EAST, SLB&M.
 SEC. 26: SW¹/₄SW¹/₄NE¹/₄, NW¹/₄NW¹/₄SE¹/₄, NE¹/₄NW¹/₄SE¹/₄

COUNTY: DAGGETT

ACRES: 30.0±

FUND: SCH

AMENDED PERMIT DESCRIPTION:

TOWNSHIP 3 NORTH, RANGE 18 EAST, SLB&M.
 SEC. 26: SE¹/₄NE¹/₄NW¹/₄, E¹/₂SE¹/₄NW¹/₄, SW¹/₄NW¹/₄NE¹/₄, W¹/₂SW¹/₄NE¹/₄, NE¹/₄NE¹/₄SW¹/₄,
 N¹/₂NW¹/₄SE¹/₄

COUNTY: DAGGETT

ACRES: 90.0±

FUND: SCH

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

Permittee has requested an additional 60 acre parcel be added to Materials Permit No. 436 to increase the permit premises to a total of 90 acres. The parcel added to the permit premises has been previously impacted by historic sand and gravel operations and are contiguous with existing pit operations. Annual rental shall be increased from \$300 to \$900, such amount representing \$10 per acre. Minimum royalties are to be increased from no minimum royalties to 1,000 cubic yards each year at a rate of \$0.54 per cubic yard (\$540 per year.) All other terms of Materials Permit No. 436 shall remain the same. The permit expires on March 31, 2014.

Upon recommendation of Mr. Harden, the Director approved the First Amendment of Materials Permit No. 436 to include an additional 60 acres to the permit premises.

WITHDRAWAL OF METALLIFEROUS MINERALS LEASE APPLICATION, ML 51869 - REFUND OF FIRST YEAR RENTAL

By letter dated August 10, 2010, Joyce Palmer, the applicant under Metalliferous Minerals Lease Application ML 51869, withdrew the application prior to the approval by the Director. As per administrative rule, R850-3-500(4), should an applicant desire to withdraw the application, the applicant must make a written request. If the request is received prior to the time the application is considered for formal action, all monies tendered by the applicant, except the application fee and any amounts expended on advertising or appraisals prior to the receipt of the withdrawal request, will be refunded.

ML 51869

Joyce Palmer
770 East 330 South
Lehi, UT 84043

T8S, R5W, SLB&M.

SEC. 36: ALL

Tooele

640.00 Acres

Fund: SCH

Annual Rental: \$640.00

Upon recommendation of Mr. Stokes, the Director approved the withdrawal of Metalliferous Minerals Lease application ML 51869 and the **refund of the \$640 first year annual rental to the applicant at the address as shown above.** The application fee of \$30 will be forfeited to the Trust Lands Administration.

METALLIFEROUS MINERALS LEASE APPROVAL

Upon recommendation of Mr. Stokes, the Director approved the Metalliferous Minerals Lease Application as listed below at a minimum annual rental rate of \$500 per lease or \$1 per acre, whichever is greater. The production royalty as provided in the lease form, approved by the Director of the Trust Lands Administration, is eight percent (8%) for fissionable minerals and four percent (4%) for non-fissionable minerals - based on the gross value of the ore. The land status has been examined utilizing both the plat books and the business system and the lands were found to be open and available. The application has been checked for completeness and found to be in proper order. The lease administrator has had this legal description reviewed by the GIS Group. The business system and digital plat books have been updated to show this lease application as an existing contract on the lands described below:

ML 51871

North American Exploration, Inc.
447 North 300 West, Suite 3
Kaysville, UT 84037-4203

T32S, R5W, SLB&M.

SEC. 32: ALL

Garfield

640.00 Acres

Annual Rental: \$640

FUND: SCH

TOTAL ASSIGNMENT – METALLIFEROUS MINERALS LEASES

Upon recommendation of Mr. Stokes, the Director approved the assignment of the leases listed below to AGR Minerals, LLC, 8985 S. Eastern Ave., Suite 1100, Las Vegas, NV 89123, by Anasazi Gold Reserves. No override.

OWNERSHIP BEFORE ASSIGNMENT:

RECORD TITLE:

ANASAZI GOL RESERVES – 100%

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

AGR MINERALS, LLC – 100%

...ML 50377 (SCH)...ML 50855 (SCH)....

TOTAL ASSIGNMENTS – OIL, GAS, AND HYDROCARBON LEASES

Upon recommendation of Ms. Garrison, the Director approved the assignment of the leases listed below to Jas. O. Breene, Jr., 1700 Broadway, Suite 1518, Denver, CO 80290, by Vern Jones. No override.

OWNERSHIP BEFORE ASSIGNMENT:

RECORD TITLE:

VERN JONES – 100%

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

JAS. O. BREENE, JR. – 100%

...ML 49185 (SCH)...ML 49186 (SCH)...ML 49187 (SCH)...ML 49188 (USH)...ML 49880 (SCH)....

...ML 49881 (SCH)...ML 49883 (SCH)...ML 49884 (SCH)....

Upon recommendation of Ms. Garrison, the Director approved the assignment of the leases listed below to Winona Oil Company, 1700 Broadway, Suite 1518, Denver, CO 80290, by Vern Jones. No override.

OWNERSHIP BEFORE ASSIGNMENT:

RECORD TITLE:

VERN JONES – 100%

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

WINONA OIL COMPANY – 100%

...ML 51042 (USU)...ML 51043 (USU)....

Upon recommendation of Ms. Garrison, the Director approved the assignment of the leases listed below to Newfield Production Company, 1001 17th Street, Suite 2000, Denver, CO 80202, by Jas. O. Breene, Jr., who reserves 3% of 8/8ths overriding royalty. Effective June 1, 2004, the Trust Lands Administration assumes no responsibility in reviewing, collecting, or distributing overriding royalty.

OWNERSHIP BEFORE ASSIGNMENT:

RECORD TITLE:

JAS. O. BREENE, JR. – 100%

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

NEWFIELD PRODUCTION COMPANY – 100%

...ML 49185 (SCH)...ML 49186 (SCH)...ML 49187 (SCH)...ML 49188 (USH)...ML 49880 (SCH)....

...ML 49881 (SCH)...ML 49883 (SCH)...ML 49884 (SCH)....

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

Upon recommendation of Ms. Garrison, the Director approved the assignment of the leases listed below to Newfield Production Company, 1001 17th Street, Suite 2000, Denver, CO 80202, by Winona Oil Company, who reserves 3% of 8/8ths overriding royalty. Effective June 1, 2004, the Trust Lands Administration assumes no responsibility in reviewing, collecting, or distributing overriding royalty.

OWNERSHIP BEFORE ASSIGNMENT:

RECORD TITLE:

WINONA OIL COMPANY – 100%

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

NEWFIELD PRODUCTION COMPANY – 100%

...ML 51042 (USU)...ML 51043 (USU)....

INTEREST ASSIGNMENTS – OIL, GAS, AND HYDROCARBON LEASES

Upon recommendation of Ms. Garrison, the Director approved the assignment of 7.5% interest in and to the lease listed below to Valiant Exploration, LLC, P.O. Box 691847, Houston, TX 77269-1847, by Rocksource Energy Corporation. No override, but subject to 7.5% 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:

RECORD TITLE:

SIMIPAUG LTD.–55.5%,
NORTH AMERICAN EXPLORATION, LLC–29.5%,
ROCKSOURCE ENERGY CORPORATION–7.5%,
TIDEWATER OIL & GAS COMPANY LLC-7.5%

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

SIMIPAUG LTD.–55.5%,
NORTH AMERICAN EXPLORATION, LLC–29.5%,
VALIANT EXPLORATION, LLC–7.5%,
TIDEWATER OIL & GAS COMPANY LLC-7.5%

...ML 47441 (SCH)....

Upon recommendation of Ms. Garrison, the Director approved the assignment of 7.5% interest in and to the lease listed below to Valiant Exploration, LLC, P.O. Box 691847, Houston, TX 77269-1847, by Rocksource Energy Corporation. No override, but subject to 7.5% 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:

RECORD TITLE:

SIMIPAUG LTD.–42.5%,
NORTH AMERICAN EXPLORATION, LLC–42.5%,
ROCKSOURCE ENERGY CORPORATION–7.5%,
TIDEWATER OIL & GAS COMPANY LLC-7.5%

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

SIMIPAUG LTD.–42.5%,
NORTH AMERICAN EXPLORATION, LLC–42.5%,
VALIANT EXPLORATION, LLC–7.5%,
TIDEWATER OIL & GAS COMPANY LLC-7.5%

...ML 47576 (SCH)....

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

Upon recommendation of Ms. Garrison, the Director approved the assignment of 7.5% interest in and to the lease listed below to Valiant Exploration, LLC, P.O. Box 691847, Houston, TX 77269-1847, by Rocksource Energy Corporation. No override, but subject to 7.5% 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:

RECORD TITLE:

TIDEWATER OIL & GAS COMPANY LLC-50%,
NORTH AMERICAN EXPLORATION, LLC-42.5%,
ROCKSOURCE ENERGY CORPORATION-7.5%

....ML 47721 (SCH)....

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

TIDEWATER OIL & GAS COMPANY LLC-50%,
NORTH AMERICAN EXPLORATION, LLC-42.5%,
VALIANT EXPLORATION, LLC-7.5%

Upon recommendation of Ms. Garrison, the Director approved the assignment of 7.5% interest in and to the lease listed below to Valiant Exploration, LLC, P.O. Box 691847, Houston, TX 77269-1847, by Rocksource Energy Corporation. No override, but subject to 7.5% 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:

RECORD TITLE:

TIDEWATER OIL & GAS COMPANY LLC-50%,
NORTH AMERICAN EXPLORATION, LLC-29.5%,
SIMIPAUG LTD.-13%,
ROCKSOURCE ENERGY CORPORATION-7.5%

....ML 49090 (SCH)....

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

TIDEWATER OIL & GAS COMPANY LLC-50%,
NORTH AMERICAN EXPLORATION, LLC-29.5%,
SIMIPAUG LTD.-13%,
VALIANT EXPLORATION, LLC-7.5%

Upon recommendation of Ms. Garrison, the Director approved the assignment of 50% interest in and to the lease listed below to Valiant Exploration, LLC, P.O. Box 691847, Houston, TX 77269-1847, by Rocksource Energy Corporation. No override, but subject to 7.5% 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:

RECORD TITLE:

ROCKSOURCE ENERGY CORPORATION-50%,
SIMIPAUG LTD.-30%,
NAE, LLC-12.50%,
TIDEWATER OIL & GAS COMPANY LLC-7.5%,

....ML 49085 (SCH)....

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

VALIANT EXPLORATION, LLC-50%,
SIMIPAUG LTD.-30%,
NAE, LLC-12.50%,
TIDEWATER OIL & GAS COMPANY LLC-7.5%

APPROVAL OF THE LA SAL UNIT (SCH)

Stone Energy Corporation, Operator of the La Sal Unit, has furnished the State of Utah School and Institutional Trust Lands Administration (“SITLA”) office with evidence that the unit was approved by the Bureau of Land Management on July 30, 2010, with the same effective date. Total unit acreage is 23,025.33 acres with 3,825.76 acres being SITLA acres.

The following SITLA Oil, Gas & Hydrocarbon leases are committed to the La Sal Unit with all formations unitized:

<u>LEASE #</u>	<u>LESSEE</u>
ML 48603	Headington Oil Company, LLC
ML 49976	Robert L. Bayless, Producer, LLC
ML 51126	Stone Energy Corporation
ML 51131	Stone Energy Corporation
ML 51132	Whiting Oil and Gas Corporation
ML 51406	Whiting Oil and Gas Corporation
ML 51772	Whiting Oil and Gas Corporation

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

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

RANGE IMPROVEMENT PROJECTS

RANGE IMPROVEMENT PROJECT NO. 403 (APPROVAL)

APPLICANT’S NAME AND ADDRESS:

Division of Wildlife Resources
1594 W. North Temple
Salt Lake City, UT 84116

LEGAL DESCRIPTION OF LANDS DIRECTLY AFFECTED:

Township 16 South, Range 22 East, SLB&M
Section 16: SW¼SW¼ (Within)

This legal description was reviewed by the GIS Group.

COUNTY: Grand FUND: School

REQUESTED/PROPOSED ACTION:

The applicant proposes to install one 1,800 gallon dome top guzzler tank with a 16 ft. by 32 ft. supplemental metal apron. The tank will be partially buried and the apron will be fenced.

RANGE IMPROVEMENT PROJECT NO. 403 (APPROVAL) (CONTINUED)**RELEVANT FACTUAL BACKGROUND:**

The applicant submitted a proposal for this range improvement project on July 22, 2010. However, there have been discussions about this project since October 2009.

The Utah Division of Wildlife Resources ("UDWR") submitted this project in January to the Resource Development Coordinating Committee ("RDCC") (RDCC Project #21200). Tyler Thompson of UDWR reported that no comments were received regarding this project.

The Agency's cultural staff has verified that clearance was completed and that the project can proceed.

A search of the Agency's records was made to determine the status of the area involved. The grazing permittee of GP 22541-07, Division of Wildlife Resources, is the applicant of this range improvement project. There is one mineral lease (ML 47566) and one other range improvement (RIP 338) within the project area; however, due to the nature of the project, the mineral lease will not be affected.

Following is a flat rate amortization schedule (NRCS Schedule) for this project if the Trust Lands Administration cancels the grazing permit before this project is fully amortized. If the permittee sells or allows the permit to expire or to be canceled due to its own failure, then the amortization schedule will be canceled. Project cost on trust lands is valued at \$7,500.00. Note: The life of the project (the benefit) is 30 years.

Project	Project Cost	Project Life	Year Completed	Yearly Amortized Deduction	Year Fully Amortized
Fence construction	\$7,000.00	15 years	2010	\$466.67/year	2025

EVALUATION OF THE FACTS:

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

Upon recommendation of Mr. Scott Chamberlain, the Director approved Range Improvement Project No. 403. This summary will constitute the Record of Decision.

RANGE IMPROVEMENT PROJECT NO. 404 (APPROVAL)**APPLICANT'S NAME AND ADDRESS:**

Division of Wildlife Resources
1594 W. North Temple
Salt Lake City, UT 84116

LEGAL DESCRIPTION OF LANDS DIRECTLY AFFECTED:

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

This legal description was reviewed by the GIS Group.

COUNTY: Grand

FUND: School

RANGE IMPROVEMENT PROJECT NO. 404 (APPROVAL) (CONTINUED)**REQUESTED/PROPOSED ACTION:**

The applicant proposes to install one 1,800 gallon dome top guzzler tank with a 16 ft. by 32 ft. supplemental metal apron. The tank will be partially buried and the apron will be fenced.

RELEVANT FACTUAL BACKGROUND:

The applicant submitted a proposal for this range improvement project on July 22, 2010. However, there have been discussions about this project since October 2009.

The Utah Division of Wildlife Resources ("UDWR") submitted this project in January to the Resource Development Coordinating Committee ("RDCC") (RDCC Project #21200). Tyler Thompson of UDWR reported that no comments were received regarding this project.

The Agency's cultural staff has verified that clearance was completed and that the project can proceed.

A search of the Agency's records was made to determine the status of the area involved. The grazing permittee of GP 22541-07, Division of Wildlife Resources, is the applicant of this range improvement project. There is one mineral lease (ML 47568) and one other range improvement (RIP 338) within the project area; however, due to the nature of the project, the mineral lease will not be affected.

Following is a flat rate amortization schedule (NRCS Schedule) for this project if the Trust Lands Administration cancels the grazing permit before this project is fully amortized. If the permittee sells or allows the permit to expire or to be canceled due to its own failure, then the amortization schedule will be canceled. Project cost on trust lands is valued at \$7,000.00. Note: The life of the project (the benefit) is 30 years.

Project	Project Cost	Project Life	Year Completed	Yearly Amortized Deduction	Year Fully Amortized
Fence construction	\$7,000.00	15 years	2010	\$466.67/year	2025

EVALUATION OF THE FACTS:

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

Upon recommendation of Mr. Scott Chamberlain, the Director approved Range Improvement Project No. 404. This summary will constitute the Record of Decision.

RIGHTS OF ENTRY**RIGHT OF ENTRY NO. 5443 (APPROVAL)**

The School and Institutional Trust Lands Administration has received a right of entry application from Red Bull North America, c/o Todd Barber, H5 Events, Inc., 359 Madrone Ave., Larkspur, CA 94939, to occupy the following described trust land located within Washington County for a mountain bike free riding film project:

Township 42 South, Range 12 West, SLB&M

Sec 2: Within

This event is in the same location as the event that was permitted in 2008 under ROE 5192. A cultural resource survey was completed for the original permit which indicated that there would be no effect on historic sites.

The assessment for this right of entry is \$9,450.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$9,550.00. School Fund. Washington County. Beginning Date: September 2, 2010. Expiration Date: October 5, 2010.

Upon recommendation of Mr. Lou Brown, the Director approved Right of Entry No. 5443.

RIGHT OF ENTRY NO. 5509 (APPROVAL)

On August 9, 2010, the School and Institutional Trust Lands Administration received an application from W. M. Gregg Masonry Inc., 1083 South, 180 West, Hurricane, UT 84737, to occupy the following described trust land located within Grand County near Castle Valley:

T25S, R23E, SLB&M

Sec. 24: SE $\frac{1}{4}$, W $\frac{1}{2}$ SW $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ SW $\frac{1}{4}$

The purpose of this right of entry permit is for the contracted removal of a hydrological monitoring gauge that was installed previously by the U.S. Geological Survey approximately 20 years ago. The contractor will be using a backhoe and will be staying within the previously disturbed areas (approximately 1 acre) to remove the gauge and its associated fixtures.

The Agency's Archaeology staff has reviewed this proposal and gave clearance on the condition that the permittee stay on the previously disturbed area.

The assessment for this right of entry is \$200.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$300.00. Grand County. School Fund. Beginning date: September 1, 2010. Expiration date: September 31, 2010.

Upon recommendation of Mrs. Tamra Colyar, the Director approved Right of Entry No. 5509.

EASEMENTS**EASEMENT NO. 1551 (APPROVAL)****APPLICANT'S NAME AND ADDRESS:**

Questar Pipeline Company
1140 West 200 South
P.O. Box 45360
Salt Lake City, Utah 84145-0360

LEGAL DESCRIPTION OF THE EASEMENT LANDS:

Township 9 South, Range 25 East, SLB&M
Section 29: Lot 2 (Within)

A strip of land 50.00 feet in width, situated in the SW¹/₄ of Section 29, Township 9 South, Range 25 East, SLB&M, Uintah County, Utah, being 25.00 feet left and 25.00 feet right of the described centerline, being more particularly described as follows:

Commencing at the Southwest Corner of Section 29, T9S, R25E, SLB&M, a found brass cap; thence N 01°32'29" W along the West line of the said Southwest Quarter of said Section 29, a distance of 690.27 feet to the centerline of a 50.00 foot easement for the ML-103 extension pipeline project, said point also lies on the West line of the Southwest Quarter of Section 29, said point being the true point of beginning; thence along the said centerline the following (1) course: S 57°40'43" E a distance of 1240.71 feet to the point of terminus of said centerline, lying on the South line of the Southwest Quarter of Section 29, said point lies N 88°31'03" E along the South line of the said Southwest Quarter of said Section 29, a distance of 1030.25 feet from the Southwest Corner of Section 29, T9S, R25E, SLB&M, a found brass cap.

The total length of a gas pipeline easement across trust lands, as described above, is 1240.71 feet or 75.20 rods or 0.24 miles in length and contains 62,036 sq. ft. or 1.42 acres, more or less.

Township 9 South, Range 25 East, SLB&M
Section 30: Lots 3, 4, 7, 8 (Within)

A strip of land 50.00 feet in width, situated in Section 30, Township 9 South, Range 25 East, SLB&M, Uintah County, Utah, being 25.00 feet left and 25.00 feet right of the described centerline, being more particularly described as follows:

Commencing at the Northeast Corner of Section 30, T9S, R25E, SLB&M, a found brass cap; thence S 68°18'56" W a distance of 4731.72 feet to the centerline of a 50.00 foot easement for the ML-103 extension pipeline project, said point also lies on an existing fence line of the Questar parcel, said point being the true point of beginning; thence along the said centerline the following (7) seven courses: S 01°53'45" E a distance of 50.00 feet; thence S 29°45'02" E a distance of 342.32 feet; thence S 07°44'40" E a distance of 109.71 feet; thence S 68°08'53" E a distance of 489.89 feet; thence S 39°01'08" E a distance of 428.28 feet; thence S 78°39'09" E a distance of 506.38 feet; thence S 57°40'43" E a distance of 3681.57 feet to the point of terminus of said centerline, lying on the East line of the Southeast Quarter of Section 30, said point lies N 01°32'29" W along the East line of the said Southeast Quarter of said Section 30, a distance of 690.27 feet from the Southeast Corner of Section 30, T9S, R25E, SLB&M, a found brass cap.

The total length of a gas pipeline easement across trust lands, as described above, is 5608.15 feet or 339.89 rods or 1.06 miles in length and contains 280,408 sq. ft. or 6.44 acres, more or less.

EASEMENT NO. 1551 (APPROVAL) (CONTINUED)

Township 9 South, Range 25 East, SLB&M

Section 32: Lots 3, 4, 5, SE $\frac{1}{4}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$ (Within)

A strip of land 50.00 feet in width, situated in the West $\frac{1}{2}$ of Section 32, Township 9 South, Range 25 East, SLB&M, Uintah County, Utah, being 25.00 feet left and 25.00 feet right of the described centerline, being more particularly described as follows:

Commencing at the Northwest Corner of Section 32, T9S, R25E, SLB&M, a found brass cap; thence S 88°31'03" E along the North line of the said Northwest Quarter of said Section 32, a distance of 1030.25 feet to the centerline of a 50.00 foot easement for the ML-103 extension pipeline project, said point also lies on the North line of the Northwest Quarter of Section 32, said point being the true point of beginning; thence along the said centerline the following (16) sixteen courses: S 57°40'43" E a distance of 130.97 feet; thence S 19°58'05" E a distance of 254.46 feet; thence S 15°40'21" W a distance of 486.21 feet; thence S 29°19'39" E a distance of 597.53 feet; thence S 52°14'38" E a distance of 660.17 feet; thence S 06°28'29" E a distance of 1859.56 feet; thence S 09°07'51" W a distance of 359.43 feet; thence S 17°25'29" W a distance of 531.38 feet; thence S 14°25'30" W a distance of 27.56 feet; thence S 00°44'06" E a distance of 48.82 feet; thence S 12°49'24" E a distance of 32.82 feet; thence S 34°11'57" E a distance of 119.31 feet; thence S 51°18'26" E a distance of 166.90 feet; thence S 43°12'38" E a distance of 333.86 feet; thence S 33°00'04" E a distance of 159.42 feet; thence S 41°34'51" E a distance of 193.09 feet to the point of terminus of said centerline, lying on the South line of the Southwest Quarter of Section 32, said point lies S 88°32'02" W along the South line of the said Southwest Quarter of said Section 32, a distance of 226.81 feet from the South Quarter Corner of Section 32, T9S, R25E, SLB&M, a found brass cap.

The total length of a gas pipeline easement across trust lands, as described above, is 5961.39 feet or 361.30 rods or 1.13 miles in length and contains 298,070 sq. ft. or 6.84 acres, more or less.

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

COUNTY: Uintah

ACRES: 14.70

FUND: School

PROPOSED ACTION:

The applicant has requested a non-exclusive easement to construct, operate, repair, and maintain a buried 20 inch diameter natural gas pipeline located in T9S, R25E, Sections 29, 30, and 32 in Uintah County. This new pipeline is intended to replace an existing 16 inch line operated by the applicant. The existing line has been in place for nearly 50 years and is beginning to deteriorate; therefore, the applicant intends to replace it with this new line. The new line will also allow for increased capacity over the existing line. The new pipeline will generally be located within the existing right of way with the exception of some required reroutes. Upon completion of the new pipeline, the old pipeline will be decommissioned and all rights for the existing line will be relinquished. It is anticipated that construction on the new line will begin in August 2010. The term of the new easement will be 30 years.

RELEVANT FACTUAL BACKGROUND:

The proposed easement was submitted for the Agency's review on February 24, 2010, and was accepted by the Director on March 15, 2010.

The proposed easement was sent to the Resource Development Coordinating Committee ("RDCC"), the Uintah Basin Association of Governments, and the Uintah County Commission for review on March 1, 2010. No comments were received from the RDCC. The Uintah County Commission submitted the following comments:

"Uintah County supports this action, keeping ground disturbance during construction, increase in traffic, dust, and noise emissions during construction at a minimum.

EASEMENT NO. 1551 (APPROVAL) (CONTINUED)

"We ask that Questar Pipeline Company contact Uintah County's Planning & Zoning Department for the necessary county permits and the Uintah County Road Department for permits and regulations when crossing County roads.

"We have no further comments at this time but reserve the right to comment at a later date, if warranted."

The project area has been surveyed for paleontological resources by SWCA Environmental Consultants (UT09-16018-87).

The project area has been surveyed for cultural resources by SWCA Environmental Consultants (U-08-ST-0875b, i, p, s).

EVALUATION OF FACTS:

The applicant has been notified of the comments submitted by the Uintah County Commission.

The Agency's staff paleontologist has reviewed the paleontological survey that was conducted for this project. The results of the survey indicate that the project area contains numerous exposures of the fossil rich Uinta and Green River Formations. Due to the close proximity of the project area to known fossil sites and also the identification of new fossils during the survey, it will be required that a paleontology monitor be present during subsurface construction activities that involve digging into bedrock.

The Agency's Archaeology staff has reviewed the cultural resource documents submitted in support of the proposed easement. No significant sites were identified within the project area; therefore, the project has been cleared for cultural resources with a finding of "Historic Properties Not Affected."

RECOMMENDATION:

Upon recommendation of Mr. Andy Bedingfield, the Director approved the applicant's request for a non-exclusive easement. The term of the easement will be 30 years, beginning September 1, 2010. The application fee of \$750.00 and the easement rental assessment of \$15,549.22 have been submitted. The administrative fee required pursuant to R850-40-1800 has been paid in a one-time payment of \$1,000.00.

EASEMENT NO. 52 (ASSIGNMENT)

Kerr McGee Oil & Gas Onshore LP, c/o Anadarko Petroleum Corporation, P.O. Box 173779, Denver, Colorado, 80202, has requested permission to assign 100% of its interest in Easement No. 52 to Newfield Production Company, 1001 17th Street, Suite 2000, Denver, Colorado, 80202. Easement No. 52 was issued August 24, 1990, for a 3-inch diameter surface natural gas pipeline.

When this easement was issued, an easement assessment of \$472.80 was paid. The easement assessment at today's rates would be \$1,496.97. Rule R850-40-1600(1)(c) directs that, in order for an assignment to be approved, the difference between what was originally paid for the easement and what would be charged for the same easement at today's rates be paid. The difference in the amount of \$1,024.17 has been paid to the Trust Lands Administration.

The required \$250.00 assignment fee has been paid. The expiration date of the easement remains August 23, 2015. Uintah County. School Fund.

Upon recommendation of Mr. Andy Bedingfield, the Director approved the assignment of Easement No. 52.

DEVELOPMENT ACTIONS

FT. PIERCE AREA "4" STREET DEDICATION (DEVL 872)

PROJECT:	Ft. Pierce Industrial
BENEFICIARY:	School
RECORDING DATE:	April 13, 2010
PLAT DEDICATION NO.:	197

CONVEYANCE TO:
 City of St. George
 175 East 200 North
 St. George, UT 84770

DESCRIPTION OF THE TRANSACTION:

The dedicated road is located within the boundary of Ft. Pierce Business Park and dedicated to St. George City pursuant to Par. 3.1 of the Operating Agreement for Ft. Pierce Business Park, L.C., dated November 1, 1998 (DEVL 21).

LEGAL DESCRIPTION:

Township 43 South, Range 15 West, SLB&M
 Sections 17, 19, and 20

BETWEEN LOTS 74 AND 73:

Beginning at a point South 1°10'51" West 264.80 feet along the Section Line from the Northwest Corner of Section 20, Township 43 South, Range 15 West, Salt Lake Base and Meridian, and running thence North 61°03'35" East 39.74 feet; thence South 42°44'31" East 478.39 feet to the point of a 45.00 foot radius curve to the left; thence Southeasterly through a central angle of 90°00'00" and 70.69 feet along the arc of said curve to a point on the Northwesterly Right of Way Line for Commerce Drive; thence South 47°15'29" West 150.00 feet along said Right of Way Line to the point of cusp of a 45.00 radius curve to the left (bearing to radius point is N 42°44'31" W); thence Northerly through a central angle of 90°00'00" and 70.6 feet along the arc of said curve to a point of tangency; thence North 42°44'31" West 493.13 feet; thence North 61°03'35" East 22.04 feet to the point of beginning. Containing 0.75 acres.

BETWEEN LOTS 11B AND 10:

Beginning at a point North 88°45'22" West 976.25 feet along the Section Line and North 0° 00'00" East 328.79 feet from the South ¼ Corner of Section 17, Township 43 South, Range 15 West, Salt Lake Base and Meridian, and running thence North 7°52'59" West 486.12 feet; thence South 84°50'13" East 61.59 feet; thence South 7°52'59" East 469.20 feet to the point of a 45.00 foot radius curve to the left; thence Southeasterly through a central angle of 88°16'30" and 69.33 feet along the arc of said curve to a point on the North Right of Way Line for Commerce Drive, said point being on a 1450.00 foot radius curve to the left (bearing to radius point is S 6°09'29" E); thence Southwesterly along said Right of Way Line through a central angle of 5°45'08" and 145.58 feet along the arc of said curve to the point of cusp of a 45.00 radius curve to the left (bearing to radius point is N 11°54'38" W); thence Northeasterly through a central angle of 85°58'21" and 67.52 feet along the arc of said curve to the point of beginning. Containing 0.74 acres.

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

FT. PIERCE AREA "4" STREET DEDICATION (DEVL 872) (CONTINUED)

NUMBER OF TRUST ACRES BY COUNTY: 1.49 acres - Washington County

NUMBER OF ACRES BY FUND: 1.49 acres - School

MINERAL RESERVATIONS:

Excepting and reserving to the State all coal, oil and gas, and other mineral deposits.

SURFACE RESERVATIONS:

None

Upon recommendation of Ms. Alexa Wilson, the Director approved the dedication.

ISSUANCE OF AMENDED PATENT - SUN RIVER FIRE STATION (PS 8358)

THE FOLLOWING AMENDED PATENT HAS BEEN ISSUED FOR THE SUN RIVER FIRE STATION PARCEL TO CORRECT AN ERRONEOUS LEGAL DESCRIPTION IN THE ORIGINAL PATENT.

CERTIFICATE OF SALE NO.:	26416
CERTIFICATE/SALE DATE:	November 15, 2006
PATENT NO.:	19972
PATENT DATE:	November 22, 2006
AMENDED PATENT NO.:	19972
AMENDED PATENT DATE:	June 10, 2010
PROJECT CODE:	SOBLK 001 00
PROJECT:	Mile Post 2
PROJECT MANAGER:	Brent Bluth
FUND:	School
SALE PRICE:	\$500,000.00
COUNTY:	Washington
BOARD APPROVED:	August 17, 2006

BUYER:

CITY OF ST. GEORGE
a Utah incorporated municipality
175 East 200 North
St. George, Utah 84770

TRANSACTIONAL CONTEXT:

The City of St. George (the "City") has purchased the property (described more specifically below) for its appraised value - \$500,000.00. The City has also agreed to 1) improve no less than its half of the yet unimproved Bluegrass Way and 2) coordinate site planning issues relative to adjacent trust lands.

CORRECTED LEGAL DESCRIPTION:

Township 43 South, Range 16 West, SLB&M
Section 23:

Beginning at a point being North 01°13'39" East 3,502.94 feet along the extension of the section line and East 4,530.69 feet from the Southeast Corner of Section 22, Township 43 South, Range 16 West, Salt Lake Base & Meridian, said point also being on the northeasterly right-of-way line of a proposed roadway extension of

ISSUANCE OF AMENDED PATENT - SUN RIVER FIRE STATION (PS 8358) (CONTINUED)

Bluegrass Way, and running thence North 33°18'02" East 244.00 feet; thence South 56°41'58" East 443.62 feet; thence South 73°39'45" West 5.89 feet to a point of tangency; thence southwesterly 265.17 feet along an arc of a 605.00 foot radius curve to the left (center bears South 16°20'15" East long chord bears South 61°06'22" West 263.05 feet with a central angle of 25°06'46"); thence westerly 44.14 feet along an arc of a 30.00 foot radius curve to the right (center bears North 41°27'01" West long chord bears North 89°17'50" West 40.27 feet with a central angle of 84°18'22") to a point of tangency to the extension of the northeasterly line of said proposed Bluegrass Way; thence northwesterly along the extension of the northeasterly line of said proposed Bluegrass Way the following 2 courses; thence North 47°08'39" West 19.91 feet; thence northwesterly 138.92 feet along an arc of a 833.00 foot radius curve to the left (center bears South 42°51'21" West long chord bears North 51°55'19" West 138.76 feet with a central angle of 09°33'19"); thence North 56°41'58" West 125.27 feet to the Point of Beginning.

Containing 90,805 square feet or 2.085 acres, more or less.

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

NUMBER OF ACRES BY COUNTY: 2.085 acres - Washington County

NUMBER OF ACRES BY FUND: 2.085 acres - School

MINERAL RESERVATIONS:

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

SURFACE RESERVATIONS:

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.

MINERAL LEASES CANCELED: None

SURFACE LEASES CANCELED: None

Upon recommendation of Ms. Andrea James, the Director approved the above action.

ADJUSTMENT OF ACREAGE

THIS ENTRY SERVES TO ADJUST THE ACREAGE OF A PARCEL OF LAND BASED ON MODERN SURVEY DATA ACQUIRED AS PORTIONS OF THIS PARCEL WERE SOLD.

The legal description based on the Bureau of Land Management ("BLM") survey dated September 30, 1870, was as follows:

Township 42 South, Range 14 West, SLB&M
Section 4: Lot 1, containing 40 acres, more or less.

This parcel was acquired on Miners Hospital Clear List 43, dated May 2, 1986.

Patents have been issued, land subdivided, and road dedication executed as follows:

ADJUSTMENT OF ACREAGE (CONTINUED)

	Transaction	Patent	Acres	Acres within Lot 1
"Walmart" Exchange with Hurricane City	EXCH 209	18970	24.01	24.01
Gateway Business Park Sale	C26310	19755	5.44	4.00
Gateway Business Park Sale	C26309	19754	1.00	1.00
"Orgill" Exchange with Hurricane City	EXCH 393	19712	0.04	0.04
Gateway Business Park Sale	C26314	19798	6.00	2.05
Gateway Business Park Sale	C25796	19796	8.00	4.52
Gateway Industrial Park #2 Subdivision	C26355 C26344 DEVL 879	19903 19904	18.57	1.77
Realignment Highway 91 Road Dedication	DEVL 939		16.83	3.72
		Total acres in Lot 1		41.11

The total acreage received and conveyed will be adjusted to reflect these transactions.

Upon recommendation of Ms. Alexa Wilson, the Director approved the adjustment.

ACTIONS CONTAINING FEE WAIVERS

GRAZING PERMIT NO. 21895-02 (AMENDMENT OF EXPIRATION DATE)

Randolph Land & Livestock, P.O. Box 133, Randolph, UT 84065. The permittee in the above permit has completed Range Improvement Project 341 in a satisfactory manner and meets the requirements to have three (3) years added to the expiration date of GP 21895-02. GP 21895-02 will now expire June 30, 2020. The \$50.00 amendment fee is being waived. Rich County. School Fund.

Upon recommendation of Mr. Scott Chamberlain, the Director approved the extended expiration date for GP 21895-02.

GRAZING PERMIT NO. 22518-10 (AMENDMENT - CORRECTION OF ACREAGE)

When the above grazing permit was renewed May 10, 2010, the following acreage was omitted from the permit:

<u>T19S, R1E, SLB&M</u>	
Section 6: SE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$	80.00 Acres
Section 7: NW $\frac{1}{4}$ NE $\frac{1}{4}$	40.00 Acres

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

GP 22518-10 will now contain 560.70 acres with no change to the AUMs. As this was an Agency error, the \$50.00 amendment fee has been waived. Sanpete County. School Fund.

Upon recommendation of Mr. Scott Chamberlain, the Director approved the correction of acreage for GP 22518-10.

GRAZING PERMIT NO. 22930-09 (AMENDMENT - REDUCTION OF ACREAGE AND AUMS)

To accommodate development of the land in the Price Industrial Large Lots area, the following described acres and associated AUMs are being removed from GP 22930-09:

<u>T15S, R10E, SLB&M</u>	
Section 5: SE $\frac{1}{4}$ SE $\frac{1}{4}$ (That portion of land east of sale parcel (PS8426, C26463, P20101)).	
Total Acres: 29.23	
Section 8: E $\frac{1}{2}$ E $\frac{1}{2}$ NE $\frac{1}{4}$ NE $\frac{1}{4}$ (That portion of land east of sale parcel (PS8426, C26463, P20101)).	
Total Acres: 7.31	
Section 8: E $\frac{1}{2}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$ (That portion of land east of sale parcel (PS7923, C25610, P19523)).	
Total Acres: 19.91	

TOTAL ACRES REMOVED: 56.45

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

GP 22930-09 will now contain 97 AUMs and 2,281.77 acres. The \$50.00 amendment fee has been waived as this is an Agency action. Carbon County. School Fund.

Upon recommendation of Mr. Scott Chamberlain, the Director approved the reduction of acreage and AUMs for GP 22930-09.