


FEBRUARY 8, 2010

THE DIRECTOR OF THE SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION TOOK FORMAL ACTION ON FEBRUARY 8, 2010, IN THE TRUST LANDS ADMINISTRATION OFFICE, 675 EAST 500 SOUTH, SUITE 500, SALT LAKE CITY, UTAH 84102-2818, ON THE MINERAL, SURFACE, DEVELOPMENT, FEE WAIVER, AND TRUST ACCOUNTING BUSINESS MATTERS AS INDICATED AND WHICH BECOME EFFECTIVE AT 6:00 P.M. ON FEBRUARY 8, 2010.

THESE MINUTES INCLUDE MINERAL ACTIONS AS LISTED ON PAGES 1 TO 11; SURFACE ACTIONS AS LISTED ON PAGES 11 TO 24; DEVELOPMENT ACTIONS AS LISTED ON PAGES 24 TO 25; ACTIONS CONTAINING FEE WAIVERS AS LISTED ON PAGE 25; AND TRUST ACCOUNTING ACTIONS AS LISTED ON PAGES 25 TO 26.

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 22, 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. 456 (APPROVAL)

APPLICANT:

Bill Barrett Corporation
1099 18th 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 lease administrator has had this legal description reviewed by the GIS Group.

Applicant will utilize excess materials from well pad construction and mud pit excavations to maintain well pads and access roads in an operating natural gas field. Royalty rate is \$0.50 per banked cubic yard of ordinary sand and gravel. The permit term is one (1) year.

Upon recommendation of Mr. Harden, the Director approved the issuance of Materials Permit No. 456 for a term of one year.

EXPIRATION OF METALLIFEROUS MINERALS LEASES

The following Metalliferous Minerals Leases have reached the end of their ten (10) year primary term without achieving production and without satisfaction of the diligent development requirement as provided for under part Four of Article VI of the lease agreement. Therefore, the leases have expired on their own terms at the end of the ten (10) year primary term on January 31, 2010. The land included under the referenced leases will be offered for lease through the sealed-bid, competitive lease offering.

ML 48420 (SCH)

Lawrence Fahn
204 Elkin Court
Delmar, NY 12054

T8S, R18W, SLB&M.

SEC. 36: LOTS 1(17.53), 2(5.88), 3(38.29), 4(40.02),
5(30.37), 6(30.17), 7(35.32), 8(34.45),
9(10.62), 10(2.78), SW¹/₄NE¹/₄, NW¹/₄,
N¹/₂SW¹/₄, SW¹/₄SW¹/₄

Tooele

565.43 Acres

ML 48421 (SCH)

Lawrence Fahn
204 Elkin Court
Delmar, NY 12054

T11S, R6W, SLB&M.

SEC. 32: LOTS 2(39.55), 3(39.73), 4(39.91),
W¹/₂SW¹/₄, SW¹/₄NW¹/₄

Juab

239.19 Acres

EXPIRATION OF METALLIFEROUS MINERALS LEASES (CONTINUED)

<u>ML 48423 (SCH)</u>	<u>T33S, R20W, SLB&M.</u>	Iron
Lawrence Fahn	SEC. 36: S½NW¼	80.00 Acres
204 Elkin Court		
Delmar, NY 12054		

This item is submitted by Mr. Stokes for record-keeping purposes only.

METALLIFEROUS MINERALS LEASE APPLICATIONS - APPROVED – COMPETITIVE BID OFFERING

Upon recommendation of Mr. Stokes, the applications listed below were approved for Metalliferous Minerals Lease on lands offered on the December 31, 2009, Competitive Bid Offering. Bids were opened January 25, 2010, at 10:00 a.m. The Director approved the high bids for the first year's rental at a minimum annual rental rate of \$500 per lease or \$1 per acre, whichever is greater, as provided in the lease form approved by the Director of the Trust Lands Administration. The lease administrator has had these legal descriptions reviewed by the GIS Group. These applications have been checked by the Minerals Section and found to be in order.

The Director rejected the non-prevailing bids and ordered the advance rentals returned to the applicants and filing fees forfeited to the Trust Lands Administration.

<u>Mineral Lease No. 51717</u>	<u>T25S, R18E, SLB&M.</u>	Grand
William R. Henkle, Jr.	SEC. 16: ALL	640.00 Acres
230 Finch Way		
Carson City, NV 89704		

FUND: SCH UNIT NO. 27

ONLY BID: \$643.00

<u>Mineral Lease No. 51718</u>	<u>T34S, R11E, SLB&M.</u>	Garfield
William R. Henkle, Jr.	SEC. 16: S½	320.00 Acres
230 Finch Way		
Carson City, NV 89704		

FUND: SCH UNIT NO. 41

ONLY BID: \$323.00

<u>Mineral Lease No. 51719</u>	<u>T9S, R12W, SLB&M.</u>	Tooele
Floyd Douglas Cannon	SEC. 32: ALL	640.00 Acres
2642 Hartford Street		
Salt Lake City, UT 84106		

FUND: SCH UNIT NO. 43

ONLY BID: \$650.00

POTASH LEASE APPLICATIONS – APPROVED – COMPETITIVE BID OFFERING

Upon recommendation of Mr. Stokes, the applications listed below were approved for Potash Leases on lands offered on the December 31, 2009, Competitive Bid Offering. Bids were opened January 25, 2010, at 10:00 a.m. The Director approved the high bids with annual rentals for the first five (5) lease years at \$4 per acre. Commencing with the sixth 6th lease year, the annual rental will be increased by \$1 per acre for each year succeeding the fifth (5th) lease year. The leases shall be issued for a primary term of ten (10) years. The lease administrator has had these legal descriptions reviewed by the GIS Group. These applications have been checked by the Minerals Section and found to be in order.

The Director rejected the non-prevailing bids and ordered the advance rentals returned to the applicants and filing fees forfeited to the Trust Lands Administration.

<u>Mineral Lease No. 51720</u>	<u>T21S, R19E, SLB&M.</u>	Grand
Sabine International, Inc.	SEC. 32: ALL	10,830.91 Acres
111 Congress Avenue, Suite 2020	SEC. 33: W½E½, W½, SE¼SE¼	
Austin, TX 78701		

	<u>T22S, R19E, SLB&M.</u>	
FUND: SCH UNIT NO. 47	SEC. 3: LOTS 1(54.40), 2(54.35), 3(54.32), 4(54.26), S½N½, S½ [ALL]	
ONLY BID: \$232,973.00	SEC. 4: LOTS 1(54.27), 2(54.35), SW¼NE¼	
	SEC. 9: E½E½	
	SEC. 10: ALL	
	SEC. 11: ALL	
	SEC. 14: ALL	
	SEC. 15: ALL	
	SEC. 16: ALL	
	SEC. 21: E½	
	SEC. 22: ALL	
	SEC. 23: ALL	
	SEC. 24: ALL	
	SEC. 25: ALL	
	SEC. 26: ALL	
	SEC. 27: ALL	
	SEC. 36: ALL	

	<u>T23S, R19E, SLB&M.</u>	
	SEC. 2: LOTS 1(46.27), 2(46.25), 3(46.23), 4(46.21), S½N½, S½ [ALL]	
<u>Mineral Lease No. 51721</u>	<u>T21S, R18E, SLB&M.</u>	Grand
Sabine International, Inc.	SEC. 36: ALL	640.00 Acres
111 Congress Avenue, Suite 2020		
Austin, TX 78701		

FUND: SCH UNIT NO. 48

ONLY BID: \$13,776.40

POTASH LEASE APPLICATIONS – APPROVED – COMPETITIVE BID OFFERING (CONTINUED)

<u>Mineral Lease No. 51722</u>	<u>T22S, R20E, SLB&M.</u>	Grand
Sabine International, Inc.	SEC. 32: ALL	640.00 Acres
111 Congress Avenue, Suite 2020		
Austin, TX 78701		

FUND: SCH UNIT NO. 49

ONLY BID: \$13,766.40

<u>Mineral Lease No. 51723</u>	<u>T23S, R20E, SLB&M.</u>	Grand
Sabine International, Inc.	SEC. 16: ALL	640.00 Acres
111 Congress Avenue, Suite 2020		
Austin, TX 78701		

FUND: SCH UNIT NO. 50

ONLY BID: \$13,766.40

<u>Mineral Lease No. 51724</u>	<u>T24S, R18E, SLB&M.</u>	Grand
Sabine International, Inc.	SEC. 36: ALL	640.00 Acres
111 Congress Avenue, Suite 2020		
Austin, TX 78701		

FUND: SCH UNIT NO. 51

ONLY BID: \$7,000.00

<u>Mineral Lease No. 51725</u>	<u>T28S, R21E, SLB&M.</u>	San Juan
K20 Utah, LLC	SEC. 32: ALL	640.00 Acres
P.O. Box 249		
Village Mills, TX 77663		

FUND: SCH UNIT NO. 52

ONLY BID: \$14,144.00

<u>Mineral Lease No. 51726</u>	<u>T28S, R21E, SLB&M.</u>	San Juan
K20 Utah, LLC	SEC. 36: NE $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$, S $\frac{1}{2}$	560.00 Acres
P.O. Box 249		
Village Mills, TX 77663		

FUND: SCH UNIT NO. 53

ONLY BID: \$19,880.00

POTASH LEASE APPLICATIONS – APPROVED – COMPETITIVE BID OFFERING (CONTINUED)

<u>Mineral Lease No. 51727</u>	<u>T28S, R22E, SLB&M.</u>	San Juan
K20 Utah, LLC	SEC. 32: ALL	640.00 Acres
P.O. Box 249		
Village Mills, TX 77663		

FUND: SCH UNIT NO. 54

ONLY BID: \$14,144.00

<u>Mineral Lease No. 51728</u>	<u>T29S, R21E, SLB&M.</u>	San Juan
K20 Utah, LLC	SEC. 2: LOTS 1(40.31), 2(40.34), 3(40.36), 4(40.39),	641.40 Acres
P.O. Box 249	S½N½, S½ [ALL]	
Village Mills, TX 77663		

FUND: SCH UNIT NO. 55

ONLY BID: \$24,437.34

<u>Mineral Lease No. 51729</u>	<u>T29S, R21E, SLB&M.</u>	San Juan
K20 Utah, LLC	SEC. 16: ALL	640.00 Acres
P.O. Box 249		
Village Mills, TX 77663		

FUND: SCH UNIT NO. 56

ONLY BID: \$24,384.00

<u>Mineral Lease No. 51730</u>	<u>T29S, R21E, SLB&M.</u>	San Juan
K20 Utah, LLC	SEC. 32: ALL	640.00 Acres
P.O. Box 249		
Village Mills, TX 77663		

FUND: SCH UNIT NO. 57

ONLY BID: \$24,384.00

<u>Mineral Lease No. 51731</u>	<u>T29S, R21E, SLB&M.</u>	San Juan
K20 Utah, LLC	SEC. 36: ALL	640.00 Acres
P.O. Box 249		
Village Mills, TX 77663		

FUND: SCH UNIT NO. 58

ONLY BID: \$24,384.00

POTASH LEASE APPLICATIONS – APPROVED – COMPETITIVE BID OFFERING (CONTINUED)Mineral Lease No. 51737

K20 Utah, LLC

P.O. Box 249

Village Mills, TX 77663

T30S, R22E, SLB&M.SEC. 2: LOTS 1(39.71), 2(39.63), 3(39.53), 4(39.45), 638.32 Acres
S½N½, S½ [ALL]

San Juan

FUND: SCH UNIT NO. 65

ONLY BID: \$24,319.99

Mineral Lease No. 51738

K20 Utah, LLC

P.O. Box 249

Village Mills, TX 77663

T30S, R22E, SLB&M.

SEC. 16: ALL

San Juan

640.00 Acres

FUND: SCH UNIT NO. 66

ONLY BID: \$14,144.00

GEMSTONE/FOSSIL LEASE APPROVAL - COMPETITIVE BID OFFERING

Upon recommendation of Mr. Stokes, the Director approved the Gemstone/Fossil Lease on lands offered on the December 31, 2009, Competitive Bid Offering. Bids were opened January 25, 2010, at 10:00 a.m. The Director approved the only bid for the first year annual lease rental of \$500 or \$10 per acre whichever is greater. Annual advanced minimum royalty payment of \$900 is based on a minimum production of three (3) tons per year. Production royalty rate of three hundred dollars (\$300.00) per ton or ten percent (10%) of the gross market value of the leased substances mined or extracted from the leased premises, whichever is greater. Annual rentals and annual minimum royalties can be deducted from actual production royalties for the year in which production royalties accrue. The lease shall be issued for a primary term of ten (10) years. The lease administrator has had this legal description reviewed by the GIS Group. The application has been checked for completeness and found to be in proper order. The business system and plat books have been updated to show the lease application as an existing contract on the lands described below.

Mineral Lease No. 51739

Jake Skabelund and

Dan Cooper

10496 Raining Sky Street

Las Vegas, NV 89178

T18S, R13W, SLB&M.

SEC. 2: LOT 1(39.84), S½NE¼, NW¼SE¼

Millard

159.84 Acres

FUND: SCH UNIT NO. 67

ONLY BID: \$2,498.40

**OIL, GAS, AND ASSOCIATED HYDROCARBON LEASE APPLICATIONS - APPROVED – COMPETITIVE
BID OFFERING**

Upon recommendation of Mr. Bonner, the applications listed below were for Oil, Gas, and Associated Hydrocarbon Leases on lands offered on the December 31, 2009, Competitive Bid Offering. Bids were opened January 25, 2010, at 10:00 a.m. Upon recommendation of Mr. Bonner, the Director approved the high bids and only bids for the first year's rental, \$2 per acre per annum thereafter; 16-2/3% royalty rate, with a five (5) year term, unless otherwise specified for the individual leasing unit, as provided in the lease form approved by the Director of the Trust Lands Administration. These applications have been checked by the Minerals Section and found to be in order. The lease administrator has had these legal descriptions reviewed by the GIS Group. The land status has been examined and the lands found to be open and available.

The Director rejected the non-prevailing bids and ordered the advance rentals returned to the applicants and filing fees forfeited to the Trust Lands Administration.

****ALL LEASES ARE THE STANDARD 5 YEAR LEASE AT 16-2/3% ROYALTY RATE UNLESS SPECIFIED****

<u>Mineral Lease No. 51713</u>	<u>T15S, R23E, SLB&M.</u>	Uintah
Vern Jones	SEC. 35: ALL	640.00 Acres
P.O. Box 753		
Salt Lake City, UT 84110		

FUND: SCH UNIT NO. 18

HIGH BID: \$51,840.00

OTHER BIDS:	ROBERT L. BAYLESS, PRODUCER LLC	-	\$ 20,172.80
	NATIONAL FUEL CORPORATION	-	3,840.00
	GREG KLURFELD	-	1,997.00

<u>Mineral Lease No. 51714</u>	<u>T15S, R23E, SLB&M.</u>	Uintah
Robert L. Bayless, Producer LLC	SEC. 36: N½, SW¼, N½SE¼, SW¼SE¼	600.00 Acres
621 17 th Street, Suite 2300		
Denver, CO 80293		

FUND: SCH UNIT NO. 19

HIGH BID: \$21,300.60

OTHER BIDS:	VERN JOES	-	\$ 12,600.00
	NATIONAL FUEL CORPORATION	-	3,600.00
	GREG KLURFELD	-	1,692.00

<u>Mineral Lease No. 51715</u>	<u>T23S, R18E, SLB&M.</u>	Grand
Greg Klurfeld	SEC. 2: LOTS 1(46.04), 2(46.14), 3(46.22), 4(46.32), 664.72 Acres	
111 East 85th Street, Apt. 11-D	S½N½, S½ [ALL]	
New York, NY 10028		

FUND: SCH UNIT NO. 20

ONLY BID: \$2,840.00

INTEREST ASSIGNMENTS – OIL, GAS, AND HYDROCARBON LEASES

Upon recommendation of Ms. Garrison, the Director approved the assignment of 40% interest in and to the lease listed below to El Paso E&P Company, L.P., 1099 18th Street, Suite 1900, Denver, CO 80202, by Flat Rock Gas LLC. No override, but subject to previous overrides as reserved. Effective June 1, 2004, the Trust Lands Administration assumes no responsibility in reviewing, collecting, or distributing overriding royalty.

OWNERSHIP BEFORE ASSIGNMENT:

RECORD TITLE:

WHITING OIL AND GAS CORPORATION – 50%
FLAT ROCK GAS, LLC – 40%,
 QUESTAR EXPLORATION AND PRODUCTION
 COMPANY – 10%

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

WHITING OIL AND GAS CORPORATION – 50%,
EL PASO E&P COMPANY, L.P. – 40%,
 QUESTAR EXPLORATION AND PRODUCTION
 COMPANY – 10%

....ML 50734 (SCH)....

Upon recommendation of Ms. Garrison, the Director approved the assignment of 15% interest in part of lands: SE¹/₄SE¹/₄ SEC. 18, T1S, R4W, SLB&M., 40.00 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 overrides 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:

T1S, R4W, USB&M. 40.00 ACRES
SEC. 18: SE¹/₄SE¹/₄

EL PASO E&P COMPANY, L.P. – 85%,
FLYING J OIL & GAS INC. – 15%

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

T1S, R4W, USB&M. 40.00 ACRES
SEC. 18: SE¹/₄SE¹/₄

EL PASO E&P COMPANY, L.P. – 100%

....ML 27912 (SCH)....

OPERATING RIGHTS ASSIGNMENTS – OIL, GAS, AND HYDROCARBON LEASES

Upon recommendation of Ms. Garrison, the Director approved the assignment of 21.5% interest in operating rights from surface to 16,238 feet 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 overrides 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:

FLYING J OIL & GAS INC. – 100%

OPERATING RIGHTS:**SURFACE TO 16,238 FEET**

MIC PETROLEUM INC. – 56%,
FLYING J OIL & GAS INC. – 21.5%,
 WHITE TIGER LIMITED PARTNERSHIP - 10%,
 WARREN K. KOURT & ASSOC. – 5%,
 AMERICAN PETROLEUM DRILLING PROGRAM
 1982-A-LTD. – 5%,
 BMI/OKLAHOMA 1982-I – 2.5%

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

FLYING J OIL & GAS INC. – 100%

OPERATING RIGHTS:**SURFACE TO 16,238 FEET**

MIC PETROLEUM INC. – 56%,
EL PASO E&P COMPANY, L.P. – 21.5%,
 WHITE TIGER LIMITED PARTNERSHIP – 10%,
 WARREN K. KOURT & ASSOC. – 5%,
 AMERICAN PETROLEUM DRILLING PROGRAM
 1982-A-LTD. – 5%,
 BMI/OKLAHOMA 1982-I – 2.5%

....ML 39760 (SCH)....

OPERATING RIGHTS ASSIGNMENTS – OIL, GAS, AND HYDROCARBON LEASES (CONTINUED)

Upon recommendation of Ms. Garrison, the Director approved the assignment of 100% interest in operating rights below the stratigraphic equivalent of 16,238 feet 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 overrides 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:

FLYING J OIL & GAS INC. – 100%

OPERATING RIGHTS:

ALL DEPTHS BELOW 16,238 FEET

FLYING J OIL & GAS INC. – 100%

OWNERSHIP AFTER ASSIGNMENT:

RECORD TITLE:

FLYING J OIL & GAS INC. – 100%

OPERATING RIGHTS:

ALL DEPTHS BELOW 16,238 FEET

EL PASO E&P COMPANY, L.P. – 100%

....ML 39760 (SCH)....

CORRECTION OF DIRECTOR’S MINUTES OF FEBRUARY 1, 2010 – ML 51035 – OIL, GAS, AND HYDROCARBON (SCH)

The Director, on February 1, 2010, approved the assignment of several leases to NAE, LLC (60%) and Tidewater Oil and Gas Company (40%) by Parowan Valley Venture LLC. One of the leases was listed as ML 51035. This lease was listed in error; the correct lease number is ML 50135.

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

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

GRAZING PERMITS

GRAZING PERMIT NO. 20315-A09 (APPROVAL)

Robert L. Stoll
David K. Stoll
H.C. 65 Box 152
Green River, WY 82935

1580.52 Acres 137 AUMs School Fund Summit County

First Year's Rental: \$542.52

Application Fee: \$50.00

T3N, R16E, SLB&M

Section 14: Lots 1-4, S½ (ALL)

Section 15: Lots 1-4, S½ (ALL)

Section 23: ALL

GRAZING PERMIT NO. 20315-A09 (APPROVAL) (CONTINUED)

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

The term of this permit begins July 1, 2009, and expires June 30, 2024. The season of use is spring and late fall. The type of livestock is cattle. This permit is not within a BLM allotment.

Upon recommendation of Mr. Scott Chamberlain, the Director approved Grazing Permit No 20315-A09.

GRAZING PERMIT NO. 57 (PARTIAL ASSIGNMENT OF GP 57 TO GP 23252)

Georgia Monroe, HR 70 Box 8, Ophir, Utah 84071, has requested the Trust Lands Administration's permission to assign the following acreage and the associated 200 AUMs held in GP 57 to GP 23252 in the name of Gillmor Ranching LLC, c/o Luke Gillmor, 617 East 1650 South, Bountiful, UT 84010.

<u>T5S, R4W, SLB&M</u>	<u>Acres</u>
Section 19: Lot 4, (PORTION SOUTH OF HWY 73)	32.00
SE $\frac{1}{4}$ SW $\frac{1}{4}$, (PORTION SOUTH OF HWY 73)	14.00
Section 30: Lots 1 & 2, E $\frac{1}{2}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ (PORTION SOUTH OF HWY 73)	291.00

<u>T5S, R5W, SLB&M</u>	
Section 14: SW $\frac{1}{4}$ SW $\frac{1}{4}$ (PORTION SOUTH OF HWY 73)	23.00
SE $\frac{1}{4}$ SW $\frac{1}{4}$ (PORTION SOUTH OF HWY 73)	4.60
Section 15: S $\frac{1}{2}$	320.00
Section 22: E $\frac{1}{2}$, NW $\frac{1}{4}$	480.00
Section 23: E $\frac{1}{2}$ (PORTION SOUTH OF HWY 73)	275.00
Section 24: S $\frac{1}{2}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ (PORTION SOUTH OF HWY 73)	322.00
Section 25: N $\frac{1}{2}$ N $\frac{1}{2}$	160.00
Section 26: N $\frac{1}{2}$ N $\frac{1}{2}$ N $\frac{1}{2}$	80.00
Section 27: W $\frac{1}{2}$	320.00
Section 28: E $\frac{1}{2}$ E $\frac{1}{2}$, NW $\frac{1}{4}$ NE $\frac{1}{4}$	200.00
Section 33: E $\frac{1}{2}$, E $\frac{1}{2}$ W $\frac{1}{2}$	480.00
Section 34: W $\frac{1}{2}$	320.00

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

GP 57 will now contain 1758.45 acres and 106 AUMs. GP 23252 will now contain 5,042.18 acres and 334 AUMs.

The assignment fee in the amount of \$200.00 has been submitted. Tooele County. School Fund.

Upon recommendation of Mr. Chamberlain, the Director approved the partial assignment of GP 57.

GRAZING PERMIT NO. 22619 (ASSIGNMENT)

Arthur F. Lyman, P.O. Box 291, Loa, UT 84747, has requested the Trust Lands Administration's permission to assign 100% interest in the above referenced grazing permit to Ronnie Albrecht and Tracy Albrecht, P.O. Box 39, Hanksville, UT 84734. The assignment fee in the amount of \$369.00 has been submitted. Wayne County. School Fund.

Upon recommendation of Mr. Ron Torgerson, the Director approved the assignment of GP 22619.

RIGHTS OF ENTRY**RIGHT OF ENTRY NO. 5415 (APPROVAL)**

The School and Institutional Trust Lands Administration has received a right of entry application from Robert Bliss and Highline Dairy, 818 Bristlecone Lane, Delta, UT 84624, to occupy the following described trust land located in Millard County for the temporary use of drilling a test well. If the well is successful, they anticipate applying for a long-term lease on the site, and transferring privately owned water rights to the well.

Township 18 South, Range 5 West, SLB&M

Sec 6: Within NW $\frac{1}{4}$ NW $\frac{1}{4}$

This item was submitted for review to the Resource Development Coordinating Committee ("RDCC") and no comments were received.

An archeological review indicated no cultural resource survey would be required because the well site is located on ground that has already been disturbed from past uses (Old Harding Jct. Railroad Depot).

The fee for this right of entry is \$200.00 plus a \$50.00 application and a \$50.00 processing fee, totaling \$300.00. Reservoirs Fund. Washington County. Beginning Date: February 1, 2010. Expiration Date: January 30, 2011.

Upon recommendation of Mr. Lou Brown, the Director approved ROE 5415 for a term of one year.

EASEMENTS**EASEMENT NO. 1509 (APPROVAL)****APPLICANT'S NAME AND ADDRESS:**

PacifiCorp, DBA Rocky Mountain Power
Right of Way Services
1407 West North Temple, Suite 110
Salt Lake City, Utah 84116

LEGAL DESCRIPTION:Township 13 South, Range 9 East, SLB&M

Section 24: SE $\frac{1}{4}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$ (within)

Township 14 South, Range 10 East, SLB&M

Section 3: W $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$ (within)

Section 4: Lots 1 & 2, NE $\frac{1}{4}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ (within)

Section 10: SE $\frac{1}{4}$ SW $\frac{1}{4}$ (within)

A 60 foot wide easement for the Helper - Columbia #2 power line, said easement being 30 feet on either side of the following described centerline. The power line itself is the monument that is identified by its physical presence on the land. The following description closely approximates the centerline of the physical monument based on Global Positioning System ("GPS") data:

Beginning at a point on the east line of the SE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 10, T14S, R10E, SLB&M, said point of beginning being located on the centerline of the existing Helper - Columbia #2 distribution power line and being located N 86°57'32" W 2,670 feet more or less from the southeast corner of said Section 10; thence running along said centerline N 52°23'30" W 816.24 feet more or less; thence N 11°25'01" W 654.94 feet more or less to a point located on the north line of the SE $\frac{1}{4}$ SW $\frac{1}{4}$ of said Section 10.

EASEMENT NO. 1509 (APPROVAL) (CONTINUED)

Excluding that portion lying within the boundaries of a public road dedicated to Price Municipal Corporation (Entry #116638, Book #616, Page #67 and Entry #116638, Book #5, Page #123, Carbon County Recorder's Office).

Total length of centerline is 1,239.95 feet more or less. Containing 1.71 acres, more or less.

Also, beginning at a point on the south line of Section 3, T14S, R10E, SLB&M, said point of beginning being located on the centerline of the existing Helper - Columbia #2 power line and being located east 1,028 feet more or less along said south line from the southwest corner of said Section 3; thence running along said centerline N 10°47'11" W 584.21 feet more or less; thence N 26°42'31" W 4,531.22 feet more or less; thence N 53°25'30" W 1,092.98 feet more or less to a point located on the north line of Section 4, T14S, R10E, SLB&M.

Total length of centerline is 6,208.41 feet more or less. Containing 8.55 acres, more or less.

Also, beginning at a point on the north line of the SE¼NW¼ of Section 24, T13S, R9E, SLB&M, said point of beginning being located on the centerline of the existing Helper - Columbia #2 power line and being located S 50°26'12" E 2,166 feet more or less from the northwest corner of said Section 24; thence running along said centerline S 05°35'44" E 1,207.04 feet more or less; thence S 51°44'08" E 1,036.97 feet more or less to a point on the east line of the NE¼SW¼ of said Section 24.

Total length of centerline is 2,244.01 feet more or less. Containing 3.09 acres, more or less.

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

COUNTY: Carbon

ACRES: 13.35

FUND: School

PROPOSED ACTION:

The applicant has requested a non-exclusive easement to operate, repair, and maintain an existing overhead power transmission line located between Price and Helper in Carbon County. The power line is known as the Helper-Columbia #2 transmission line. The proposed easement corridor is 9,692.37 feet long and 60 feet wide, containing 13.35 acres. The requested term of the easement is 30 years.

RELEVANT FACTUAL BACKGROUND:

The subject "Application to Purchase an Easement" was received on July 9, 2009. It was submitted for the Agency review on July 16, 2009, and was accepted by the Director on July 30, 2009.

The power line was originally authorized under BLM Right of Way UTU-002283 on November 1, 1950, for a term of 50 years, expiring December 31, 2000. Administration of the BLM right of way grant was transferred to the Trust Lands Administration as a result of in-lieu selections involving the lands underlying the easement corridor which were completed in 1960 and 1965. The applicant recently discovered that this right of way had expired several years ago and is seeking to reauthorize this portion of the power line under a new easement agreement with the Trust Lands Administration.

EVALUATION OF FACTS:

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

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

EASEMENT NO. 1509 (APPROVAL) (CONTINUED)

As compensation for the period of time that the power line was in operation from the expiration of BLM UTU-002283 on December 31, 2000, to the effective date of this new easement, the applicant has paid an easement rental in the amount of \$3,172.05. This amount has been incorporated into the total easement rental assessment of \$13,745.54.

Upon recommendation of Mr. Chris Fausett, the Director approved the applicant's request for a non-exclusive easement. The term of the easement will be for 30 years beginning January 1, 2010, and expiring December 31, 2039. The application fee of \$750.00 and the easement rental assessment of \$13,745.54 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. 1510 (APPROVAL)**APPLICANT'S NAME AND ADDRESS:**

PacifiCorp, DBA Rocky Mountain Power
Right of Way Services
1407 West North Temple, Suite 110
Salt Lake City, Utah 84116

LEGAL DESCRIPTION:

Township 13 South, Range 9 East, SLB&M
Section 24: SE $\frac{1}{4}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$ (within)

Township 14 South, Range 10 East, SLB&M
Section 4: Lots 3 & 4, SE $\frac{1}{4}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ (within)
Section 9: N $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ (within)
Section 10: SE $\frac{1}{4}$ SW $\frac{1}{4}$ (within)

A 100 foot wide easement for the Helper - Moab 138 kV power transmission line, said easement being 50 feet on either side of the following described centerline. The power line itself is the monument that is identified by its physical presence on the land. The following description closely approximates the centerline of the physical monument based on Global Positioning System ("GPS") data:

Beginning at a point on the east line of the SE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 10, T14S, R10E, SLB&M, said point of beginning being located on the centerline of the existing Helper - Moab power transmission line and also being located N 89°38'57" W 2,668 feet more or less from the southeast corner of said Section 10; thence running along said centerline N 52°39'32" W 873.81 feet more or less; thence N 35°52'46" W 903.87 feet more or less to a point located on the north line of the SE $\frac{1}{4}$ SW $\frac{1}{4}$ of said Section 10.

Excluding that portion lying within the boundaries of a public road dedicated to Price Municipal Corporation (Entry #116638, Book #616, Page #67 and Entry #116638, Book #5, Page #123, Carbon County Recorder's Office).

Total length of centerline is 1,696.25 feet more or less. Containing 3.89 acres, more or less.

Also, beginning at a point on the east line of Section 9, T14S, R10E, SLB&M, said point of beginning being located on the centerline of the existing Helper - Moab power transmission line and also being located south 2,176 feet more or less along said east line from the northeast corner of said Section 9; thence running along said centerline N 37°23'36" W 2,017.10 feet more or less; thence N 44°43'23" W 2,123.64 feet more or less; thence N 16°01'43"W 4,507.30 feet more or less to a point located on the north line of Section 4, T14S, R10E, SLB&M.

EASEMENT NO. 1510 (APPROVAL) (CONTINUED)

Total length of centerline is 8,648.04 feet more or less. Containing 19.85 acres, more or less.

Also, beginning at a point on the north line of the SE¹/₄NW¹/₄ of Section 24, T13S, R9E, SLB&M, said point of beginning being located on the centerline of the existing Helper - Moab power transmission line and also being located S 49°07'06" W 2,107 feet more or less from the northwest corner of said Section 24; thence running along said centerline S 05°22'59" E 1,261.54 feet more or less; thence S 53°24'18" E 1,107.98 feet more or less to a point located on the east line of the NE¹/₄SW¹/₄ of said Section 24.

Total length of centerline is 2,369.52 feet more or less. Containing 5.44 acres, more or less.

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

COUNTY: Carbon

ACRES: 29.18

FUND: School

PROPOSED ACTION:

The applicant has requested a non-exclusive easement to operate, repair, and maintain an existing overhead power transmission line located between Price and Helper in Carbon County. The power line is known as the Helper – Moab 138 kV transmission line. The proposed easement corridor is 12,713.81 feet long and 100 feet wide, containing 29.18 acres. The requested term of the easement is 30 years.

RELEVANT FACTUAL BACKGROUND:

The subject "Application to Purchase an Easement" was received on July 9, 2009. It was submitted for the Agency review on July 16, 2009, and was accepted by the Director on July 30, 2009.

The power line was originally authorized under BLM Right of Way UTU-015341 on February 24, 1956, for a term of 50 years, expiring December 31, 2006. Administration of the BLM right of way grant was transferred to the Trust Lands Administration as a result of in-lieu selections involving the lands underlying the easement corridor which were completed in 1960 and 1965. The applicant recently discovered that this right of way had expired and is seeking to reauthorize this portion of the power line under a new easement agreement with the Trust Lands Administration.

EVALUATION OF FACTS:

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

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

As compensation for the period of time that the power line was in operation from the expiration of BLM UTU-015341 on December 31, 2006, to the effective date of this new easement, the applicant has paid an easement rental in the amount of \$1,849.28. This amount has been incorporated into the total easement rental assessment of \$20,342.09.

Upon recommendation of Mr. Chris Fausett, the Director approved the applicant's request for a non-exclusive easement. The term of the easement will be for 30 years beginning January 1, 2010, and expiring December 31, 2039. The application fee of \$750.00 and the easement rental assessment of \$20,342.09 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. 1507 (CORRECTION OF DIRECTOR'S MINUTES DATED JANUARY 11, 2010)

On the Director's Minutes of January 11, 2010, the Director approved Easement No. 1507, issued to Steven B. Olschewski, 4275 Heather Lane, Moab, Utah, 84532. The easement was issued for the purpose of the operation, repair, and maintenance of an existing 6-inch diameter buried irrigation pipeline. The easement was issued for a term of 30 years, beginning January 1, 2010, and expiring December 31, 2039.

It has been discovered that in the legal description the lands were incorrectly listed as:

Township 26 South, Range 21 East, SLB&M
Section 33: SW¹/₄NW¹/₄ (within)

The correct description should read:

Township 26 South, Range 21 East, SLB&M
Section 33: SE¹/₄NW¹/₄ (within)

San Juan County. School Fund.

Upon recommendation of Mr. Chris Fausett, the Director approved the correction to the Director's Minutes dated January 11, 2010.

EASEMENT NO. 1280 (RELEASE OF COLLATERAL ASSIGNMENT)

Royal Bank of Scotland plc, as Agent, 101 Park Avenue, Attn: Robert McClorey, New York, NY 10178, submitted for the Agency's approval on February 3, 2010, a Release of Assignment of Collateral affecting ESMT 1280, in the name of Milford Wind Corridor Phase I, LLC, c/o First Wind Energy, LLC, 179 Lincoln Street, Suite 500, Boston, MA 02111. The release of the collateral assignment is effective on February 9, 2010. Millard and Beaver Counties. School Fund.

Upon recommendation of Mr. Chris Fausett, the Director approved the release of the collateral assignment on ESMT 1280.

EASEMENT NO. 1280 (COLLATERAL ASSIGNMENT)

Milford Wind Corridor Phase I, LLC has requested the Agency's permission to collaterally assign its interest in ESMT 1280 to Southern California Public Power Authority, a joint power agency created pursuant to the laws of the State of California, 225 South Lake Avenue, Pasadena, CA 91101, effective February 9, 2010. The collateral assignment fee in the amount of \$250.00 has been submitted. Beaver County. School Fund.

Upon recommendation of Mr. Chris Fausett, the Director approved the collateral assignment of ESMT 1280.

SPECIAL USE LEASE AGREEMENTS**SPECIAL USE LEASE AGREEMENT NO. 456 (ANNUAL REVIEW AND DEFERRAL OF RENTAL INCREASE)**

SULA 456 is leased to Grand Water Conservancy District, P.O. Box 1046, Moab, UT 84532. This is a government lease in San Juan County. School Fund.

1. ANNUAL RENTAL:

The annual review date for this lease is April 1, 2010. The subject property is used for a reservoir dam and spillway (Ken's Lake). This lease was reviewed last year and the rental increase deferred on the February 2, 2009, Director's Minutes to allow the Trust Lands Administration time to continue its planning on the development opportunity associated with the land and to continue with processing a fund exchange on this property. This planning effort and fund exchange is still in process and will require more time to complete. The deferral on the rental increase will remain in effect for this review cycle to allow for this planning effort and fund exchange to continue through the process. The lessee will continue to pay the annual fee of \$1,285.00.

Annual base rental: \$1,285.00

Acres in lease: 25.14

Rental per acre: \$51.11

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:

Neither a bond nor insurance coverage is presently required by the lease agreement.

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. NEXT ASSESSMENT DATE:

The next assessment date will be April 1, 2011.

8. GIS REVIEW:

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

Upon recommendation of Mr. Lou Brown, the Director approved the annual review and rental increase deferral for SULA 456.

SPECIAL USE LEASE AGREEMENT 1280 (FIVE-YEAR REVIEW)

SULA 1280 is a telecommunications lease issued to PacifiCorp, dba Rocky Mountain Power, Attn. Right of Way Services, 1407 North West Temple, Suite 110, Salt Lake City, UT 84116. The lease site is located in Box Elder County School Fund.

1. ANNUAL BASE RENTAL:

The five-year review date for this telecommunications lease is June 1, 2010. The subject property is used for an internal microwave and mobile radio communication site on trust lands on Hansel Mountain. The agreement provides for periodic increases in the rental amount. Based on Paragraph 4c of the lease agreement, the use of the comparable market lease rentals may be used to help determine rental increases; therefore, it is recommended that the annual base rental be increased from \$2,200.00 per year to \$3,690.00 per year, effective June 1, 2010. A certified notice was sent to inform the lessee of this action. No response has yet been received.

Subleasing: Any subleasing revenue assessed is in addition to the annual base rental amounts discussed above. There are no known sublessees co-located on this facility.

Preliminary Estimate of Land Value: \$100.00 (Based on \$400.00 per acre)

New Annual Base Rental Amount: \$3,690.00

Acres in Lease: 0.23

Rental Amount / Acre: \$16,043.00

The existing communication lease site is considered the highest and best use of a small parcel of this type of land. The difference in the fair market value of the subject parcel and the surrounding lands valued as raw lands vs. the highest and best use return as a communication site is significant.

2. DUE DILIGENCE AND PROPER USE:

The development allowed by the lease has occurred. It is recommended that the lease be kept in force. The leased premises are being used in accordance with the agreement. The lessee reconstructed the tower in the same spot in the summer of 2009. The old tower and building was removed and the new tower and building were constructed to upgrade the site. The construction occurred on the same footprint which has been previously disturbed during the construction of the original site. This upgrade was allowable under terms of the lease. No additional disturbance was required.

3. ADEQUATE INSURANCE AND BOND COVERAGE:

The lessee has current and adequate insurance coverage on the lease site. The lessee has also provided a \$10,000.00 bond on the site as provided for in the lease agreement.

4. ESTABLISHMENT OF WATER RIGHTS:

There are no water rights associated with this lease.

5. 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.

SPECIAL USE LEASE AGREEMENT 1280 (FIVE-YEAR REVIEW) (CONTINUED)

6. LEASE SITE DESCRIPTION:

The lease administrator has reviewed the legal description for this communication site with the GIS Group. The legal description from the existing special use lease is off the actual site, but still on Hansel Mountain. It is currently being reviewed by Agency staff and the lessee. The lessee is working on a correction of the legal description, if needed. It may require inspecting the site again. Staff anticipates the problem can be resolved by May or June 2010, and an amendment shall be completed. The site is currently difficult to access during this time of winter.

7. NEXT REVIEW DATE:

The next review date will be June 1, 2015.

Upon recommendation of Mr. Gary Bagley, the Director approved the five-year review for SULA 1280.

SPECIAL USE LEASE AGREEMENT NO. 1599-A (RELEASE OF COLLATERAL ASSIGNMENT)

Royal Bank of Scotland plc, as Agent, 101 Park Avenue, Attn: Robert McClorey, New York, NY 10178, submitted for the Agency's approval on February 3, 2010, a Release of Assignment of Collateral affecting SULA 1599-A, in the name of Milford Wind Corridor Phase I, LLC, c/o First Wind Energy, LLC, 179 Lincoln Street, Suite 500, Boston, MA 02111. The Release of the Collateral Assignment is effective on February 9, 2010. Beaver County. School Fund.

Upon recommendation of Mr. Lou Brown, the Director approved the release of the collateral assignment on SULA 1599-A.

SPECIAL USE LEASE AGREEMENT NO. 1599-A (COLLATERAL ASSIGNMENT)

Milford Wind Corridor Phase I, LLC has requested the Agency's permission to collaterally assign SULA 1599-A to Southern California Public Power Authority, a joint power agency created pursuant to the laws of the State of California, 225 South Lake Avenue, Pasadena, CA 91101, effective February 9, 2010. The collateral assignment fee in the amount of \$250.00 has been submitted. Beaver County. School Fund.

Upon recommendation of Mr. Lou Brown, the Director approved the collateral assignment of SULA 1599-A.

SALES

CERTIFICATE OF SALE NO. 26324; PRE SALE NO. 8193 (FORFEITURE)

The following property was purchased by BC-UT, LLC on May 25, 2005, under Certificate of Sale No. 26324 (Pre Sale No. 8193):

Township 37 South, Range 3 West, SLB&M
Section 2: S½SE¼

Garfield County
School Fund

Containing 80.00 acres, more or less

CERTIFICATE OF SALE NO. 26324; PRE SALE NO. 8193 (FORFEITURE) (CONTINUED)

The purchaser failed to make the annual payment due on June 1, 2009, and was notified by certified mail that the certificate was in default. The certified mailing provided opportunity for the default to be cured within the timeframe allowed by statute, which timeframe expired on July 9, 2009. Payment was not received; therefore, the certificate of sale was canceled for non-payment effective July 9, 2009 (see the Director's Minutes of September 21, 2009), and the Trust Lands Administration declared the property forfeited. The principle balance remaining at the time of forfeiture was \$187,911.53.

Notice of Forfeiture, dated November 16, 2009, was filed with Garfield County on January 8, 2010, as Entry No. 256010 in Book 447, Pages 159-160. A Quit Claim Deed from BC-UT, LLC, dated August 22, 2005, and given the number of 1469 for Agency record-keeping purposes, was also filed as Entry No. 256014 in Book 447, Pages 167-168.

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

CERTIFICATE OF SALE NO. 26325; PRE SALE NO. 8194 (FORFEITURE)

The following property was purchased by BC-UT, LLC on May 25, 2005, under Certificate of Sale No. 26325 (Pre Sale No. 8194):

Township 37 South, Range 3 West, SLB&M
Section 2: W $\frac{1}{2}$ SW $\frac{1}{4}$

Garfield County
School Fund

Containing 80.00 acres, more or less

The purchaser failed to make the annual payment due on June 1, 2009, and was notified by certified mail that the certificate was in default. The certified mailing provided opportunity for the default to be cured within the timeframe allowed by statute, which timeframe expired on July 9, 2009. Payment was not received; therefore, the certificate of sale was canceled for non-payment effective July 9, 2009 (see the Director's Minutes of September 21, 2009), and the Trust Lands Administration declared the property forfeited. The principle balance remaining at the time of forfeiture was \$208,790.59.

Notice of Forfeiture, dated November 16, 2009, was filed with Garfield County on January 8, 2010, as Entry No. 256011 in Book 447, Pages 161-162. A Quit Claim Deed from BC-UT, LLC, dated August 22, 2005, and given the number of 1470 for Agency record-keeping purposes, was also filed as Entry No. 256013 in Book 447, Pages 165-166.

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

CERTIFICATE OF SALE NO. 26326; PRE SALE NO. 8195 (FORFEITURE)

The following property was purchased by BC-UT, LLC on May 25, 2005, under Certificate of Sale No. 26326 (Pre Sale No. 8195):

Township 37 South, Range 3 West, SLB&M
Section 2: E $\frac{1}{2}$ SW $\frac{1}{4}$

Garfield County
School Fund

Containing 80.00 acres, more or less

CERTIFICATE OF SALE NO. 26326; PRE SALE NO. 8195 (FORFEITURE) (CONTINUED)

The purchaser failed to make the annual payment due on June 1, 2009, and was notified by certified mail that the certificate was in default. The certified mailing provided opportunity for the default to be cured within the timeframe allowed by statute, which timeframe expired on July 9, 2009. Payment was not received; therefore, the certificate of sale was canceled for non-payment effective July 9, 2009 (see the Director's Minutes of September 21, 2009), and the Trust Lands Administration declared the property forfeited. The principle balance remaining at the time of forfeiture was \$167,032.47.

Notice of Forfeiture, dated November 16, 2009, was filed with Garfield County on January 8, 2010, as Entry No. 256012 in Book 447, Pages 163-164. A Quit Claim Deed from BC-UT, LLC, dated August 22, 2005, and given the number of 1471 for Agency record-keeping purposes, was also filed as Entry No. 256015 in Book 447, Pages 169-170.

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

CERTIFICATE OF SALE NO. 26478; PRE SALE NO. 8421 (FORFEITURE)

The following property was purchased by Jerry L. Cross on May 27, 2008, under Certificate of Sale No. 26478 (Pre Sale No. 8421):

<u>Township 36 South, Range 4 West, SLB&M</u>	Garfield County
Section 1: Lot 2 (NW ¹ / ₄ NE ¹ / ₄)	School Fund

Containing 40.24 acres, more or less

The purchaser failed to make the annual payment due on June 1, 2009, and was notified by certified mail that the certificate was in default. The certified mailing provided opportunity for the default to be cured within the timeframe allowed by statute, which timeframe expired on July 9, 2009. Payment was not received; therefore, the certificate of sale was canceled for non-payment effective July 9, 2009 (see the Director's Minutes of September 21, 2009), and the Trust Lands Administration declared the property forfeited. The principle balance remaining at the time of forfeiture was \$139,500.95.

Notice of Forfeiture, dated November 16, 2009, was filed with Garfield County on January 8, 2010, as Entry No. 256016 in Book 447, Pages 171-172. A Quit Claim Deed from Jerry L. Cross, dated June 16, 2008, and given the number of 1472 for Agency record-keeping purposes, was also filed as Entry No. 256017 in Book 447, Pages 173-174.

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

CERTIFICATE OF SALE NO. 26322; PRE SALE NO. 8182A (FORFEITURE)

The following property was purchased by Thomas Alan Jackson and Patricia Jackson on May 25, 2005, under Certificate of Sale No. 26322 (Pre Sale No. 8182A):

Township 33 South, Range 23 East, SLB&M
Section 16: E½NE¼

San Juan County
School Fund

Containing 80.00 acres, more or less

The purchaser failed to make the annual payment due on June 1, 2009, and was notified by certified mail that the certificate was in default. The certified mailing provided opportunity for the default to be cured within the timeframe allowed by statute, which timeframe expired on July 9, 2009. Payment was not received; therefore, the certificate of sale was canceled for non-payment effective July 9, 2009 (see the Director's Minutes of October 5, 2009), and the Trust Lands Administration declared the property forfeited. The principle balance remaining at the time of forfeiture was \$75,164.63.

Notice of Forfeiture, dated November 16, 2009, was filed with San Juan County on January 11, 2010, as Entry No. 109441 in Book 915, Pages 738-739. A Quit Claim Deed from Thomas Alan Jackson and Patricia Jackson, dated August 17, 2005, and given the number of 1473 for Agency record-keeping purposes, was also filed as Entry No. 109442 in Book 915, Pages 740-741.

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

CERTIFICATE OF SALE NO. 26323; PRE SALE NO. 8182B (FORFEITURE)

The following property was purchased by Thomas Alan Jackson and Patricia Jackson on May 25, 2005, under Certificate of Sale No. 26323 (Pre Sale No. 8182B):

Township 33 South, Range 23 East, SLB&M
Section 16: W½NE¼

San Juan County
School Fund

Containing 80.00 acres, more or less

The purchaser failed to make the annual payment due on June 1, 2009, and was notified by certified mail that the certificate was in default. The certified mailing provided opportunity for the default to be cured within the timeframe allowed by statute, which timeframe expired on July 9, 2009. Payment was not received; therefore, the certificate of sale was canceled for non-payment effective July 9, 2009 (see the Director's Minutes of October 5, 2009), and the Trust Lands Administration declared the property forfeited. The principle balance remaining at the time of forfeiture was \$104,395.30.

Notice of Forfeiture, dated November 16, 2009, was filed with San Juan County on January 11, 2010, as Entry No. 109443 in Book 915, Pages 742-743. A Quit Claim Deed from Thomas Alan Jackson and Patricia Jackson, dated July 22, 2005, and given the number of 1474 for Agency record-keeping purposes, was also filed as Entry No. 109444 in Book 915, Pages 744-745.

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

TIMBER SALES

TIMBER SALE NO. 850 (RESULTS OF REQUEST FOR PROPOSALS)

On January 21, 2010, a request for proposals on TA 850 (Timberlane II) was sent to three parties known to be interested in the sale or logging in the vicinity of the sale. The deadline for submitting proposals was on or before 5:00 P.M. on February 1, 2010. Only one of the parties submitted a proposal. The proposal has been determined to be satisfactory and was submitted by Ed Tibke, Box 437, Wellington, Utah 84542, with a bid of \$12.00/ton for the estimated 1,488 tons in the sale, which equals a total value of the sale at \$17,856.00. The expiration date of the sale will be December 31, 2010. Prior to the execution of the contract, the successful bidder will also be required to submit the application fee. There were no advertising costs.

Upon recommendation of Mr. Adam Robison, the Director ratified the selection of the Ed Tibke bid for TA 850.

DEVELOPMENT ACTIONS

CORAL CANYON TOWN CENTER II, L.L.C. (DEVL 763 LLC) MEMBERSHIP INTEREST ACQUISITION AND OPERATING AGREEMENT

SEE DIRECTOR'S MINUTES OF AUGUST 4, 2006, FOR DETAILS OF ORIGINAL OPERATING AGREEMENT.

DEVELOPMENT ACQUISITION AGREEMENT NO.:	763 LLC
DEVELOPMENT ACQUISITION DATE:	January 27, 2010
DATE OF ORIGINAL OPERATING AGREEMENT:	June 30, 2006
ORIGINAL MEMBERSHIP PERCENTAGES:	SunCor Development Company – 50%
	Trust Lands Administration – 50%
NEW MEMBERSHIP PERCENTAGE:	Trust Lands Administration – 100%
PROJECT MANAGER:	Rodger Mitchell
PROJECT:	Coral Canyon Town Center II
PROJECT CODE:	SUNCR 002 03
FUND:	Miners Hospital
REMAINING PERCENTAGE ACQUISITION AMOUNT:	\$600,000.00
BOARD APPROVED:	December 8, 2009

DESCRIPTION OF THE TRANSACTION:

The Trust Lands Administration (the "Trust") and SunCor Utah, Inc. formed Coral Canyon Town Center II, LLC, for the purpose of acquiring the property described below, constructing an office building, and leasing the building to third parties. The Trust contributed 2.38 acres of land, and owned 50% of the interest in the 27,000 square foot office building.

The Trust has purchased the remaining 50% interest in the office building from SunCor Utah Inc. (SunCor), and will replace SunCor as the managing member of the LLC.

LEGAL DESCRIPTION:

Township 42 South, Range 14 West, SLB&M
Section 5:

CORAL CANYON TOWN CENTER II, L.L.C. (DEVL 763 LLC) MEMBERSHIP INTEREST ACQUISITION AND OPERATING AGREEMENT (CONTINUED)

All of Parcel A-2 of the Parcel A Plat Amendment in the Coral Canyon Phase 1 Subdivision, Recording Number 20060025787, dated June 15, 2006, of the Official Records of Washington County, Utah.

Containing 2.38 acres, more or less.

NUMBER OF ACRES BY COUNTY: 2.38 acres - Washington County

NUMBER OF ACRES BY FUND: 2.38 acres - Miners Hospital

MINERAL RESERVATIONS

Subject to a reservation to the State of all coal and other mineral deposits (other than oil and gas, which was previously reserved to the United States) 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 easement or 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 authority of the United States as provided by Statute.

Upon recommendation of Rodger Mitchell, the Director approved this transaction.

ACTIONS CONTAINING FEE WAIVERS

NONE

TRUST ACCOUNTING ACTIONS

REFUND REQUESTED – ML 48405

The above-mentioned lease expired on January 31, 2010. The 2010 rental for this lease was paid in the amount of \$160.00 on December 9, 2009. Since the lease has expired, this amount is not due. Fidelity Exploration is requesting a refund of the amount overpaid. The refund should be sent to Fidelity Exploration and Production Company – ATTN: Shirley McLain – 1700 Lincoln, Suite 2800 – Denver, CO 80203. FUND: SCH

Upon recommendation of Mr. Gritzmacher, Budget Manager, the Director approved the above-mentioned refund.

PAID CERTIFICATE OF SALE

<u>CERT #</u>	<u>NAME</u>	<u>BENE</u>	<u>COUNTY</u>	<u>DATE PAID</u>
C 26429	Brent and Kathleen Jackson	SCH	UINT	1/27/2010

INTEREST RATES

Following are the current and past year prime rates:

CURRENT YEAR: 3.25%
ONE YEAR AGO: 3.25%