

112TH CONGRESS
2D SESSION

H. R. 4027

IN THE SENATE OF THE UNITED STATES

JUNE 19, 2012

Received; read twice and referred to the Committee on Energy and Natural
Resources

AN ACT

To clarify authority granted under the Act entitled “An Act to define the exterior boundary of the Uintah and Ouray Indian Reservation in the State of Utah, and for other purposes”.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

1 **SECTION 1. CLARIFICATION OF AUTHORITY.**

2 The Act entitled “An Act to define the exterior
3 boundary of the Uintah and Ouray Indian Reservation in
4 the State of Utah, and for other purposes”, approved
5 March 11, 1948 (62 Stat. 72), as amended by the Act
6 entitled “An Act to amend the Act extending the exterior
7 boundary of the Uintah and Ouray Indian Reservation in
8 the State of Utah so as to authorize such State to ex-
9 change certain mineral lands for other lands mineral in
10 character” approved August 9, 1955, (69 Stat. 544), is
11 further amended by adding at the end the following:

12 “SEC. 5. In order to further clarify authorizations
13 under this Act, the State of Utah is hereby authorized to
14 relinquish to the United States, for the benefit of the Ute
15 Indian Tribe of the Uintah and Ouray Reservation, State
16 school trust or other State-owned subsurface mineral
17 lands located beneath the surface estate delineated in Pub-
18 lic Law 440 (approved March 11, 1948) and south of the
19 border between Grand County, Utah, and Uintah County,
20 Utah, and select in lieu of such relinquished lands, on an
21 acre-for-acre basis, any subsurface mineral lands of the
22 United States located beneath the surface estate delin-
23 eated in Public Law 440 (approved March 11, 1948) and
24 north of the border between Grand County, Utah, and
25 Uintah County, Utah, subject to the following conditions:

1 “(1) RESERVATION BY UNITED STATES.—The
2 Secretary of the Interior shall reserve an overriding
3 interest in that portion of the mineral estate com-
4 prised of minerals subject to leasing under the Min-
5 eral Leasing Act (30 U.S.C. 171 et seq.) in any min-
6 eral lands conveyed to the State.

7 “(2) EXTENT OF OVERRIDING INTEREST.—The
8 overriding interest reserved by the United States
9 under paragraph (1) shall consist of—

10 “(A) 50 percent of any bonus bid or other
11 payment received by the State as consideration
12 for securing any lease or authorization to de-
13 velop such mineral resources;

14 “(B) 50 percent of any rental or other
15 payments received by the State as consideration
16 for the lease or authorization to develop such
17 mineral resources;

18 “(C) a 6.25 percent overriding royalty on
19 the gross proceeds of oil and gas production
20 under any lease or authorization to develop
21 such oil and gas resources; and

22 “(D) an overriding royalty on the gross
23 proceeds of production of such minerals other
24 than oil and gas, equal to 50 percent of the roy-

1 alty rate established by the Secretary of the In-
2 terior by regulation as of October 1, 2011.

3 “(3) RESERVATION BY STATE OF UTAH.—The
4 State of Utah shall reserve, for the benefit of its
5 State school trust, an overriding interest in that por-
6 tion of the mineral estate comprised of minerals sub-
7 ject to leasing under the Mineral Leasing Act (30
8 U.S.C. 181 et seq.) in any mineral lands relin-
9 quished by the State to the United States.

10 “(4) EXTENT OF OVERRIDING INTEREST.—The
11 overriding interest reserved by the State under para-
12 graph (3) shall consist of—

13 “(A) 50 percent of any bonus bid or other
14 payment received by the United States as con-
15 sideration for securing any lease or authoriza-
16 tion to develop such mineral resources on the
17 relinquished lands;

18 “(B) 50 percent of any rental or other
19 payments received by the United States as con-
20 sideration for the lease or authorization to de-
21 velop such mineral resources;

22 “(C) a 6.25 percent overriding royalty on
23 the gross proceeds of oil and gas production
24 under any lease or authorization to develop
25 such oil and gas resources; and

1 “(D) an overriding royalty on the gross
2 proceeds of production of such minerals other
3 than oil and gas, equal to 50 percent of the roy-
4 alty rate established by the Secretary of the In-
5 terior by regulation as of October 1, 2011.

6 “(5) NO OBLIGATION TO LEASE.—Neither the
7 United States nor the State shall be obligated to
8 lease or otherwise develop oil and gas resources in
9 which the other party retains an overriding interest
10 under this section.

11 “(6) COOPERATIVE AGREEMENTS.—The Sec-
12 retary of the Interior is authorized to enter into co-
13 operative agreements with the State and the Ute In-
14 dian Tribe of the Uintah and Ouray Reservation to
15 facilitate the relinquishment and selection of lands
16 to be conveyed under this section, and the adminis-
17 tration of the overriding interests reserved here-
18 under.

19 “(7) TERMINATION.—The overriding interest
20 reserved by the Secretary of the Interior under para-
21 graph (1), and the overriding interest reserved by
22 the State under paragraph (3), shall automatically

1 terminate 30 years after the date of enactment of
2 this section.”.

Passed the House of Representatives June 18, 2012.

Attest:

KAREN L. HAAS,
Clerk.