Union Calendar No. H.R.356

113TH CONGRESS 1ST SESSION

[Report No. 113-]

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".

IN THE HOUSE OF REPRESENTATIVES

JANUARY 23, 2013

Mr. BISHOP of Utah (for himself, Mr. MATHESON, Mr. CHAFFETZ, and Mr. STEWART) introduced the following bill; which was referred to the Committee on Natural Resources

May --, 2013

Committed to the Committee of the Whole House on the State of the Union, and ordered to be printed

A BILL

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".

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

3 SECTION 1. SHORT TITLE.

4 This Act may be cited as the "Hill Creek Cultural5 Preservation and Energy Development Act".

6 SEC. 2. CLARIFICATION OF AUTHORITY.

The Act entitled "An Act to define the exterior 7 8 boundary of the Uintah and Ouray Indian Reservation in 9 the State of Utah, and for other purposes", approved 10 March 11, 1948 (62 Stat. 72), as amended by the Act entitled "An Act to amend the Act extending the exterior 11 12 boundary of the Uintah and Ouray Indian Reservation in 13 the State of Utah so as to authorize such State to exchange certain mineral lands for other lands mineral in 14 15 character" approved August 9, 1955, (69 Stat. 544), is further amended by adding at the end the following: 16

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

f:\VHLC\050213\050213.026.xml May 2, 2013 (11:13 a.m.)

acre-for-acre basis, any subsurface mineral lands of the 1 2 United States located beneath the surface estate delineated in Public Law 440 (approved March 11, 1948) and 3 4 north of the border between Grand County, Utah, and 5 Uintah County, Utah, subject to the following conditions: 6 "(1) RESERVATION BY UNITED STATES.—The 7 Secretary of the Interior shall reserve an overriding 8 interest in that portion of the mineral estate com-9 prised of minerals subject to leasing under the Min-10 eral Leasing Act (30 U.S.C. 171 et seq.) in any min-11 eral lands conveyed to the State. "(2) EXTENT OF OVERRIDING INTEREST.—The 12 13 overriding interest reserved by the United States 14 under paragraph (1) shall consist of— 15 "(A) 50 percent of any bonus bid or other 16 payment received by the State as consideration 17 for securing any lease or authorization to de-18 velop such mineral resources; 19 "(B) 50 percent of any rental or other 20 payments received by the State as consideration 21 for the lease or authorization to develop such 22 mineral resources; 23 "(C) a 6.25 percent overriding royalty on

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the gross proceeds of oil and gas production

1	under any lease or authorization to develop
2	such oil and gas resources; and
3	"(D) an overriding royalty on the gross
4	proceeds of production of such minerals other
5	than oil and gas, equal to 50 percent of the roy-
6	alty rate established by the Secretary of the In-
7	terior by regulation as of October 1, 2011.
8	"(3) Reservation by state of utah.—The
9	State of Utah shall reserve, for the benefit of its
10	State school trust, an overriding interest in that por-
11	tion of the mineral estate comprised of minerals sub-
12	ject to leasing under the Mineral Leasing Act (30)
13	U.S.C. 181 et seq.) in any mineral lands relin-
14	quished by the State to the United States.
15	"(4) EXTENT OF OVERRIDING INTEREST.—The
16	overriding interest reserved by the State under para-
17	graph (3) shall consist of—
18	"(A) 50 percent of any bonus bid or other
19	payment received by the United States as con-
20	sideration for securing any lease or authoriza-
21	tion to develop such mineral resources on the
22	relinquished lands;
23	"(B) 50 percent of any rental or other
24	payments received by the United States as con-

1	sideration for the lease or authorization to de-
2	velop such mineral resources;
3	"(C) a 6.25 percent overriding royalty on
4	the gross proceeds of oil and gas production
5	under any lease or authorization to develop
6	such oil and gas resources; and
7	"(D) an overriding royalty on the gross
8	proceeds of production of such minerals other
9	than oil and gas, equal to 50 percent of the roy-
10	alty rate established by the Secretary of the In-
11	terior by regulation as of October 1, 2011.
12	"(5) NO OBLIGATION TO LEASE.—Neither the
13	United States nor the State shall be obligated to
14	lease or otherwise develop oil and gas resources in
15	which the other party retains an overriding interest
16	under this section.
17	"(6) COOPERATIVE AGREEMENTS.—The Sec-
18	retary of the Interior is authorized to enter into co-
19	operative agreements with the State and the Ute In-
20	dian Tribe of the Uintah and Ouray Reservation to
21	facilitate the relinquishment and selection of lands
22	to be conveyed under this section, and the adminis-
23	tration of the overriding interests reserved here-
24	under.".