

**Minutes of the Meeting of the
Board of University and School Lands
October 29, 2015**

The October 29, 2015 meeting of the Board of University and School Lands was called to order in the Governor's Conference Room at 9:03 AM by Chairman Jack Dalrymple.

Members Present:

Jack Dalrymple	Governor
Alvin A. Jaeger	Secretary of State
Wayne Stenehjem	Attorney General
Kelly Schmidt	State Treasurer (via telephone)
Kirsten Baesler	Superintendent of Public Instruction

Department of Trust Lands Personnel present during open session:

Lance D. Gaebe	Land Commissioner
Jeff Engleson	Director, Investment Division
Allisen Bement	Land Professional
Drew Combs	Director, Minerals Division
Gerry Fisher	Director, Grants and Claims
Linda Fisher	Deputy Commissioner of Operations
Mike Humann	Director, Surface Division
Taylor Lee	Director, Revenue Compliance
Catelin Newell	Office Manager
Rick Owings	Assistant Energy Impact Director

Others in Attendance during open session:

Nick Smith	Bismarck Tribune
Jason Nisbet	Governor's Legal Counsel
Hope Hogan	North Dakota Office of the Attorney General
Jennifer Verleger	North Dakota Office of the Attorney General
Mike Nowatski	Forum Communications
Jared Wingo	ND Aeronautics Commission
Patrick McGarry	Missouri Ridge Township
Rep. Patrick Hatlestad	State Legislator Missouri Ridge Township
Garry Chilcott	Missouri Ridge Township
Ken Sisk	Assistance State Fire Marshal
Mary Korsmo	ND Association of Counties – LPHU
Joel Quanbeck	KLJ

A P P R O V A L O F M I N U T E S

A motion to approve the minutes of the September 24, 2015 meeting was made by Secretary of State Al Jaeger and seconded by Attorney General Wayne Stenehjem and the motion carried on a voice vote.

Disputed Mineral Claims to the Riverbed of the Missouri and Yellowstone Rivers

Motion: Under the authority of North Dakota Century Code Sections 44-04-19.1 and 44-04-19.2, it was moved that the Board close the meeting to the public and enter executive session for purposes of attorney consultation.

The purpose of the executive session will be to consult with the Board's attorneys to discuss pending litigation that challenge the state's claim to sovereign lands' minerals, including:

- Brigham Oil & Gas LP v. the Board;
- Wilkinson, et. al. v. the Board;
- EEE Minerals, LLC, et. al. v. the Board;
- Whitetail Wave LLC v. XTO Energy, et.al (including the Board);
- Statoil Oil & Gas, LP v. Abaco Energy, LLC, et.al (including the Board)
- Estate of Bruno Herman Weyrauch v. Kelly Schmidt, State Treasurer, as Trustee for State of North Dakota, et.al.

Action Record	Motion	Second	Aye	Nay	Absent
Secretary Jaeger		X	X		
Superintendent Baesler			X		
Treasurer Schmidt			X		
Attorney General Stenehjem	X		X		
Governor Dalrymple			X		

At 9:05 AM the Board entered executive session for purposes of attorney consultation regarding disputed mineral claims to the riverbed of the Missouri and Yellowstone rivers.

EXECUTIVE SESSION

Members Present:

Jack Dalrymple	Governor
Alvin A. Jaeger	Secretary of State
Kelly Schmidt	State Treasurer (via telephone)
Kirsten Baesler	Superintendent of Public Instruction
Wayne Stenehjem	Attorney General

Department of Trust Lands Personnel Present:

Lance D. Gaebe	Land Commissioner
Jeff Engleson	Director, Investment Division
Allisen Bement	Land Professional
Drew Combs	Director, Minerals Division
Linda Fisher	Deputy Commissioner of Operations
Taylor Lee	Director, Revenue Compliance
Catelin Newell	Office Manager

Others in Attendance:

Jason Nisbet	Governor's Legal Counsel
Hope Hogan	North Dakota Office of the Attorney General
Jennifer Verleger	North Dakota Office of the Attorney General

The sale of a 15-acre parcel to Central Power Cooperative, Inc. will leave 107 acres more or less in the SW4 of section 36.

Motion: The Board 1) approved the appraised value of \$109,000 per acre for the 15 acres of land within Burleigh County, Township 139 North, Range 80 West, Section 36: SW4 required for public purposes and 2) authorized the Commissioner to advertise the proposed sale, conduct a public hearing, and complete the sale to Central Power Cooperative on the Board's behalf.

Action Record	Motion	Second	Aye	Nay	Absent
Secretary Jaeger	X		X		
Superintendent Baesler		X	X		
Treasurer Schmidt			X		
Attorney General Stenehjem			X		
Governor Dalrymple			X		

Minot Park District Request to Purchase Trust Land within Ward County, Township 155 North, Range 83 West, Section 16: NW4 and N2 of the SW4

The Minot Park Board applied under N.D.C.C. Chapter 15-09 to purchase 240 acres more or less within Ward County, Township 155 North, Range 83 West, Section 16: NW4 and N2 of the SW4 from the Common Schools Trust Fund for the purposes of developing a public golf course and park.

Two appraisals were conducted:

Boulder Appraisal \$3 million

Point Value Appraisal and Consulting \$5.52 million

Because of the wide range between the two appraisals, Dakota Appraisal and Consulting was contracted to review the appraisals. This firm concurred with the basis of the appraisal which estimated the land value at \$3 million.

Department staff met with the Minot Park Board on January 6, 2015 in an informational session. The Park Board renewed its application with the intent to proceed with the purchase in late 2015, but it had several issues to resolve before moving forward. The land was tested for sufficient irrigation ground water and an architect was hired for planning and exploring funding options. The Minot Park Board has finalized its planning and has requested that the Land Board proceed with the sale.

The sale of 240 acres would convey the entire School Trust surface in this parcel, however all minerals will be reserved in accordance with state law.

Motion: The Board 1) approved the appraised value of \$3,000,000 (\$12,500 per acre) for the 240 acres of land within Ward County, Township 155 North, Range 80 West, Section 16: NW4, N2SW4 required for public purposes and 2) authorized the Commissioner to advertise the proposed sale, conduct a hearing, and complete the sale on the Board's behalf.

Action Record	Motion	Second	Aye	Nay	Absent
Secretary Jaeger	X		X		
Superintendent Baesler			X		
Treasurer Schmidt			X		
Attorney General Stenehjem		X	X		
Governor Dalrymple			X		

ENERGY INFRASTRUCTURE AND IMPACT OFFICE

Of the \$139.3 million appropriated by the 2015 Legislature for energy impact grants during FY 2016, the Board has approved \$1.3 million to airports; \$3.7 million to emergency medical services; \$15 million to K-12 schools and \$7.8 million to law enforcement agencies.

The following table provides details of the awarded and remaining allocations:

2015-2017 Biennium Breakdown (Combining like FY Rounds)					
Round or Award	#Applications	Amt of Projects	Amt Requested	#Awards	Amt Awarded
Airports FY 2016	11	\$7,491,991	\$1,306,037	11	\$1,306,037
EMS FY 2016	43	\$9,859,855	\$7,467,128	32	\$3,696,195
K-12 FY 2016	62	\$15,000,193	\$15,000,193	62	\$15,000,193
Law Enforcement FY 2016	59	\$22,102,479	\$19,853,329	54	\$7,842,580
	175	\$54,454,518	\$43,626,687	159	\$27,845,005
				Admin	\$700,000
				Remaining Allocation	
				Airports	\$46,693,962
				K-12 Schools	\$14,999,807
				Law Enforcement Agencies	\$1,157,420
				Human Trafficking	\$750,000
				Sexual Assault Examiner	\$250,000
				Critical Access Hospitals	\$10,000,000
				Bowman & Divide Counties	\$8,000,000
				EMS	\$2,303,805
				Eligible General	\$5,000,000
				Nursing Homes, Basic Care	\$4,000,000
				Fire Districts	\$3,000,000
				Developmentally Disabled	\$2,000,000
				Domestic Violence	\$2,000,000
				District Health Units	\$2,000,000
				City of Stanley	\$1,700,000
				City of Kenmare	\$500,000
				City of Berthold	\$200,000
				City of Burlington	\$100,000
				Contingency	\$6,800,000
				Total	\$140,000,000
				Appropriated for Grants	\$139,300,000
				FY 60% Max for Awards	\$83,580,000
				As of July 30, 2015	
				Awarded FY 2016	\$27,845,005
				Awarded FY 2017	\$0

- \$9,471,588.72 was received by the Oil and Gas Impact Fund from July and August 2015 Gross Production Tax collections
- As of October 20th 2015, \$4,197,726.18 has been reimbursed to grantees
- \$4 million is reserved for the January 2016 distributions of \$6 million to Critical Access Hospitals and service providers to the developmentally disabled

Fire Department Impact Grants

The 2015 Legislature assigned \$3 million of oil and gas impact funds for grants to fire protection districts in producing counties.

Grant applications were accepted through August 2015, with a total of 67 applications requesting \$16,837,094 received. The applications represent \$22,745,202 of total proposed projects.

A detailed list of applications received is available at the Department.

In June 2015 the Board made appointments to the Fire Department Impact Grants Advisory Committee. The purpose of the advisory committee is to assist in formulating recommendations of grants for Board consideration. The committee includes:

Robert (Bob) Sivak, Fire Chief, Dickinson
Ryan Olson, Ray Fire Department
Cody Reis, Former Deputy Chief, Fairfield

Oscar Knudtson, Fire Chief, Watford City
Jamie Germundson, Fire Chief, Stanley
Ken Sisk, State Fire Marshal's Office, Bismarck

The Advisory Committees met in Watford City on October 6, 2015. The committees evaluated all applications based upon:

- Critical and immediate needs
- Projects enhancing safety of firefighters as well as public safety
- Projects supporting enhanced readiness, quality and responsiveness of fire departments.
- Enhanced review of the scoring criteria including: safety improvement; financial need; result of energy activity; project readiness; and contribution to long-term service/department viability.

The following list of recommended awards was developed by the Fire Department Impact Grants Advisory Committees and the Energy Infrastructure and Impact Office:

POLITICAL SUB NAME	CITY	Award is For	Recommended Award
ALEXANDER RURAL FIRE DISTRICT	ALEXANDER	Rescue Truck	\$225,000
AMIDON RURAL FIRE DISTRICT	AMIDON	Air Packs	\$5,500
ARNEGARD RURAL FIRE DISTRICT	ARNEGARD	SCBA Upgrade	\$54,000
BILLINGS CO. RURAL FIRE PROTECTION DIST.	BELFIELD	Helmet Lights and Extrication Suites	\$26,740
BILLINGS CO. RURAL FIRE PROTECTION DIST.	BELFIELD	Rescue Pumper	\$225,000
BURLINGTON RURAL FIRE DEPARTMENT	BURLINGTON	Water tank with a pump and equipment on an Argo Trailer	\$10,422
CITY OF BEACH	BEACH	Extrication Equipment & additions to existing rescue unit	\$35,000
CITY OF BOWMAN	BOWMAN	Rescue Truck	\$225,000
CITY OF CROSBY	CROSBY	Pumper Tanker	\$128,000
CITY OF NEW TOWN	NEW TOWN	Air Bottles and Thermal Imagers	\$30,180
CITY OF TIOGA	TIOGA	SCBA'S, Radios, Pagers	\$68,265
CITY OF WILLISTON	WILLISTON	Heavy Rescue Truck and Training	\$198,000
DICKINSON RURAL FIRE DISTRICT	DICKINSON	Radios and Personal Protective Gear	\$83,709
EPPING RURAL FIRE DISTRICT	EPPING	SCBA Upgrade and Radios	\$37,260
GOLDEN VALLEY RURAL FIRE PROT. DISTRICT	GOLDEN VALLEY	SCBA'S	\$19,184
GOLDEN VALLEY RURAL FIRE PROT. DISTRICT	GOLDEN VALLEY	Turnout Gear	\$22,077
GOLVA RURAL FIRE DISTRICT	GOLVA	SCBA Upgrade	\$58,500
GRASSY BUTTE FIRE DISTRICT	GRASSY BUTTE	Rescue Truck	\$115,200

POLITICAL SUB NAME	CITY	Award is For	Recommended Award
KRAMER FIRE DISTRICT	KRAMER	Pagers and Programming	\$9,000
LANSFORD FIRE DISTRICT	LANSFORD	Multi-Use Pumper Truck	\$20,000
LIGNITE FIRE DISTRICT	LIGNITE	Bunker Gear and Boots	\$14,317
MAX RURAL FIRE DISTRICT	BENEDICT	Rescue Truck	\$85,000
MCKENZIE COUNTY	WATFORD CITY	Personal Protective Gear	\$31,500
MCKENZIE COUNTY RURAL FIRE PROT. DIST.	WATFORD CITY	Wildfire truck	\$103,500
MINOT RURAL FIRE DISTRICT	MINOT	Light Rescue Truck	\$99,000
MOHALL RURAL FIRE DISTRICT	MOHALL	New Quick Response Unit	\$27,924
NEW ENGLAND RURAL FIRE DISTRICT	NEW ENGLAND	Wildland/Extrication Gear	\$14,985
PARSHALL RURAL FIRE DISTRICT	PARSHALL	Tanker/Pumper Truck	\$130,917
PLAZA FIRE DISTRICT	PLAZA	Rescue Truck	\$225,000
POWERS LAKE RURAL FIRE DISTRICT	POWERS LAKE	Rescue Truck	\$153,000
RAY FIRE DISTRICT	RAY	First Response Truck	\$119,000
RHAME RURAL FIRE DISTRICT	RHAME	Truck Tank Replacement	\$5,400
RHAME RURAL FIRE DISTRICT	RHAME	Turnout Gear	\$9,000
STANLEY RURAL FIRE DISTRICT	PALERMO	Truck and Air Packs	\$130,000
TRENTON TOWNSHIP	TRENTON	Extrication Equipment, SCBA's & radios	\$52,200
ZAP RURAL FIRE PROTECTION DISTRICT	ZAP	Mini Pumper/Quick attack Truck	\$203,220
36 Recommended Awards			\$3,000,000

These 36 recommended awards total \$3 million for fire districts as specified by the 2015 Legislature.

Motion: The Board awarded \$3,000,000 from the Oil and Gas Impact Grant Fund to the 33 political subdivisions identified in the 36 award recommendations in the preceding list. With this action the Board affirmed that \$3 million designated for Fire Protection Districts by the 2015 Legislative Assembly is satisfied.

Action Record	Motion	Second	Aye	Nay	Absent
Secretary Jaeger			X		
Superintendent Baesler		X	X		
Treasurer Schmidt			X		
Attorney General Stenehjem	X		X		
Governor Dalrymple			X		

Airport Grant Recommendations, Grant Reduction, and Change of Purpose

The EIIO utilizes the policies of the Aeronautics Commission related to applying state grant funding at 50% of local share of project costs and if a higher funding level is needed, the airport indicates the level required and provides justification for the cost-share increase. Federal cost share is always pursued as a priority.

Grant Reduction

A July 2015 grant was provided to the Garrison Municipal Airport in Grant Number G160007. This grant included \$58,678 to reconstruct a fueling apron. Bids received on the project which resulted in a savings of \$12,677 compared to the estimate. It was recommended that the Board reduce the

award amount on Grant Number G160007 to a revised award amount of \$46,001 reserving the \$12,677 for future awards to airports.

Grant Recommendations

The Aeronautics Commission reviewed applications and developed grant recommendations for airport projects. A list of recommended awards totaling \$2,225,460 was reviewed by the Board.

Figure A

Airport Energy Impact Award Recommendations - Fall 2015							
COMMERCIAL AIRPORTS	PROJECT DESCRIPTION	TOTAL PROJECT	LOCAL COST SHARE	STATE \$ REQUESTED	GRANT \$ RECOMMEND	% RECOMMEND	
DICKINSON	1. FAA 2015 AIP #33: Runway 32 Safety Area Improvements *	\$518,000.00	\$0.00	\$51,800.00	\$51,800.00	10%	
	2. FAA 2015 AIP #34: Environmental Assessment - Phase I *	\$626,000.00	\$0.00	\$62,600.00	\$62,600.00	10%	
	3. FAA 2015 AIP #35: Taxiway Pavement Maintenance *	\$700,000.00	\$0.00	\$70,000.00	\$70,000.00	10%	
	4. Runway 14/32 Pavement Maintenance	\$35,940.00	\$0.00	\$35,940.00	\$35,940.00	100%	
	5. eALP, Aeronautical Survey, Imagery, & Topography	\$236,750.00	\$0.00	\$236,750.00	\$236,750.00	100%	
	6. BCALOI Application Documentation	\$535,100.00	\$0.00	\$535,100.00	\$535,100.00	100%	
	7. Compatible Land Use Plan	\$98,750.00	\$0.00	\$98,750.00	\$98,750.00	100%	
	* 2015 Federal Grant Awards Totaled \$ 1,659,600.00						
	Sub Total	\$2,750,540.00	\$0.00	\$1,090,940.00	\$1,090,940.00		
MINOT	1. FAA 2015 AIP #51: Detention Pond Design *	\$253,500.00	\$12,675.00	\$12,675.00	\$12,675.00	5%	
	3. New Commercial Terminal Building Furniture (Previous State Grant Award was \$100,000 at 20%)	\$782,917.00	\$548,042.00	\$234,875.00	\$234,875.00	30%	
	* 2015 Federal Grant Awards Totaled \$ 1,880,690.00						
	Sub Total	\$1,036,417.00	\$560,717.00	\$247,550.00	\$247,550.00		
GENERAL AVIATION AIRPORTS	PROJECT DESCRIPTION	TOTAL PROJECT	LOCAL COST SHARE	STATE \$ REQUESTED	GRANT \$ RECOMMEND	% RECOMMEND	
GARRISON	1. FAA 2015 AIP #12 - Runway 13-31 Rehabilitation (Original State Grant Award was \$120,000)	\$2,568,144.00	\$128,408.00	\$8,407.00	\$8,407.00	5%	
	2. Fueling Apron with PCC Hardstand (recommendation to increase project percentage basis of original grant from 70% to 90%)	\$51,112.00	\$5,111.00	\$46,001.00	\$0.00	90%	
	Sub Total	\$2,619,256.00	\$133,519.00	\$54,408.00	\$8,407.00		
MOHALL	1. FAA 2015 AIP #12 - Construct New Apron and Taxiway	\$1,426,113.00	\$59,481.00	\$59,480.00	\$59,480.00	5%	
	2. Construct Access Road	\$236,501.00	\$47,301.00	\$189,200.00	\$189,200.00	80%	
	Sub Total	\$1,662,614.00	\$106,782.00	\$248,680.00	\$248,680.00		
NEW TOWN	1. Construct GA Terminal Building	\$60,764.00	\$18,229.00	\$42,535.00	\$42,535.00	70%	
	Sub Total	\$60,764.00	\$18,229.00	\$42,535.00	\$42,535.00		
TIOGA	1. FAA 2015 AIP # 8 - Construct Apron and Taxiway	\$5,073,986.00	\$253,700.00	\$253,699.00	\$253,699.00	5%	
	2. Construct Access Road	\$284,312.00	\$56,863.00	\$227,449.00	\$227,449.00	80%	
	Sub Total	\$5,358,298.00	\$310,563.00	\$481,148.00	\$481,148.00		
WATFORD CITY	1. Wetland Delineation and Cultural Survey Work	\$38,000.00	\$3,800.00	\$34,200.00	\$34,200.00	90%	
	2. Master Plan Phase V	\$80,000.00	\$8,000.00	\$72,000.00	\$72,000.00	90%	
	Sub Total	\$118,000.00	\$11,800.00	\$106,200.00	\$106,200.00		
	TOTALS	\$13,605,889.00	\$1,141,610.00	\$2,271,461.00	\$2,225,460.00		
Project Turnbacks to be reallocated:							
G160007 - Fueling Apron with PCC Hardstand (Garrison)		\$	12,677.00				
TOTAL:		\$	12,677.00				

Change of Grant Purpose

Grant Number G150284 was approved by the Board in May of 2015 to Williston's Sloulin Airport. This grant was for land acquisition for the relocated airport. Succeeding that award, federal funds were approved for that purpose. The Aeronautics Commission and the EIO recommended that the purpose for Grant Number G150284 be changed for use with the design and bidding of the new terminal building and a fire and rescue and snow removal equipment building be eligible uses of the grant as detailed:

Figure B

Airport Energy Impact Award Reallocations - Fall 2015							
COMMERCIAL AIRPORTS	PROJECT DESCRIPTION	TOTAL PROJECT	LOCAL COST SHARE	STATE \$ REQUESTED	GRANT \$ RECOMMEND	% RECOMMEND	
WILLISTON	1. Design and Bidding Services for New Commercial Terminal Building	\$3,224,000.00	\$322,400.00	\$2,901,600.00	\$2,901,600.00	90%	
	2. Design and Bidding Services for New ARFF/SRE Building	\$1,206,000.00	\$120,600.00	\$1,085,400.00	\$1,085,400.00	90%	
	3. Construct New Commercial Terminal Building - Phase I *	\$15,106,767.00	\$1,510,676.00	\$13,596,091.00	\$13,596,091.00	90%	
	* Total Estimated Cost of terminal Building is \$55,000,000						
	2015 Federal Grant Awards Totaled \$ 27,944,914.00						
	Sub Total	\$19,536,767.00	\$1,953,676.00	\$17,583,091.00	\$17,583,091.00		

Motion: The Board approved awards totaling \$2,225,460 to the seven airports identified in Figure A; and the Board reduced the award amount on Grant Number G160007 from \$58,678 to \$46,001; and the Board authorized the change of purpose on Grant Number G150284 to Williston from land acquisition, instead to design, bidding and construction identified in Figure B. All grant distributions will be contingent upon confirmation that local and federal cost-share is available for the identified projects.

Action Record	Motion	Second	Aye	Nay	Absent
Secretary Jaeger		X	X		
Superintendent Baesler			X		
Treasurer Schmidt			X		
Attorney General Stenehjem	X		X		
Governor Dalrymple			X		

Local District Health Units Award Recommendations

In HB 1176, the 2015 Legislature directed that \$2 million from the oil and gas impact grant fund be awarded to district health units located in oil-producing counties to address the effects of oil and gas-related development activities.

In August 2015, the Board approved preliminary guidelines and made appointments to a Local District Health Units Grants Advisory Committee. The purpose of the advisory committee was to assist in formulating energy development impact grant recommendations. The committee includes:

- Lisa Clute, Executive Officer, First District Health Unit
- Sherry Adams, Executive Officer, Southwestern District Health Unit
- Javayne Oyloe, Executive Officer, Upper Missouri District Health Unit
- Kelly Nagel, Director of the Office of Public Health Systems & Performance, Dept. of Health
- Mary Korsmo, Executive Director, ND SACCHO, North Dakota Association of Counties

Grant applications were accepted in early October, 2015. The Energy Impact Office, in consultation with the ND Department of Health identified the following criteria: the need being a result of energy activity; safety improvement; financial need; improve project readiness; and contribution to the district's and community long term viability.

A meeting of the advisory committee was held October 15, 2015. The applications were reviewed by the committee, which offered the following award recommendations:

LOCAL DIST HEALTH UNIT NAME	CITY	SHORT DESCRIPTION	AWARD IS FOR	Recommended Award
FIRST DISTRICT HEALTH UNIT	MINOT	INFRASTRUCTURE FOR LOCAL PUBLIC HEALTH- FIRST DISTRICT HEALTH UNIT	BUILDING UPGRADES \$71,000; SOFTWARE AND HARDWARE \$135,000; EQUIPMENT 114,000; STAFFING \$169,500	\$489,500
SOUTHWESTERN DISTRICT HEALTH UNIT	DICKINSON	INFRASTRUCTURE FOR LOCAL PUBLIC HEALTHO SWDHU	BUILDING \$559,800; EQUIPMENT \$150,000; SUPPLIES \$38,000; SOFTWARE \$120,000; STAFFING \$100,000	\$967,800
UPPER MISSOURI DISTRICT HEALTH UNIT	WILLISTON	INFRASTRUCTURE FOR LOCAL PUBLIC HEALTH- UMDHU	BUILDING UPGRADES \$52,850; SOFTWARE AND HARDWARE \$100,000; STAFFING \$389,850	\$542,700

Motion: The Board awarded \$2,000,000 from the Oil and Gas Impact Grant Fund to the three local district health units identified as detailed in the preceding award recommendations. With this action, the Board affirmed that \$2 million designated for local district health units by the 2015 Legislature is satisfied.

Action Record	Motion	Second	Aye	Nay	Absent
Secretary Jaeger			X		
Superintendent Baesler	X		X		
Treasurer Schmidt			X		
Attorney General Stenehjem		X	X		
Governor Dalrymple			X		

Missouri Ridge Township – Emergency Application

On September 25, 2015, the Energy Infrastructure and Impact Office received an application from Missouri Ridge Township of Williams County, requesting \$1,100,000 for road improvements on 58th Street NW to improve safety and transportation. The project includes widening the road surface, re-grading, hard surfacing the road, upgrading the drainage system along with culverts.

The road section is one mile long and lies between Highway 2 and 135th Ave NW. Presently the road is dirt and gravel and is uneven and generally in poor shape. Traffic estimates are 1,000 trucks and 3,000 passenger vehicles travel this section of the roadway daily even after the decrease in oil prices.

The Missouri Ridge Township indicates that this section of road is in need of an upgrade and improvements to make this a safe road to travel and has noted \$385,500 in damages to personal property attributing these losses to accidents on the road from 2012 to present. The Township does not have the financial resources for the project and would like to receive oil impact money.

The Board's fund contains \$6,800,000. These funds have been identified to target emergency requests. The Director recommended not funding the request based upon the possible shortfall in the Oil and Gas Impact Grant fund.

After discussion with representatives of the township the Board determined that an emergency situation existed, and it offered a grant in an effort to improve safety of the corridor.

Motion: The Board moved to commit \$500,000 to Missouri Ridge Township for road improvements to 58th St NW contingent upon raising additional funds for the project for the purpose of public safety.

Action Record	Motion	Second	Aye	Nay	Absent
Secretary Jaeger			X		
Superintendent Baesler		X	X		
Treasurer Schmidt			X		
Attorney General Stenehjem	X		X		
Governor Dalrymple			X		

2015-2017 Biennium Schedule Consideration

As the price of oil has dropped below \$50 per barrel, it is possible that the Oil and Gas Impact Grant Fund (OGIGF) may not reach the \$140 million as budgeted and appropriated by the 2015 Legislature.

The EIOO offered an alternative schedule for consideration. It reduces the awards that would be approved in FY-2016 to 40% of funds appropriated for grants, from the 60% that was previously anticipated:

ENERGY IMPACT GRANT SCHEDULE									
Updated: October 30, 2015									
2015-2017 Biennium									
2015-16 Fiscal Year (In Millions)			2016-17 Fiscal Year (In Millions)						
2015	May/July	Law Enforcement	\$7.8 Awarded	May/July	Law Enforcement	\$1.2 Allocated			
		Human Trafficking	\$0.75 Allocated						
		Sexual Assault							
		Examiner Programs	\$0.25 Allocated						
	May/July	Emergency Medical Services	\$3.7 Awarded	May/July	Emergency Medical Services	\$2.3 Allocated			
	June/July	K-12 Schools	\$15 Awarded	June/July	K-12 Schools	\$15 Allocated			
	July	Airports	\$1.3 Awarded	June/Sept	Airports	\$39.3 Allocated			
	Oct	Airports	\$2.2 Awarded						
	Aug/Oct	Fire Protection Districts	\$3 Awarded						
	Oct	Local District Health	\$2 Awarded						
	Critical Access Hospitals	\$5 Allocated	Oct/Dec	Critical Access Hospitals	\$5 Allocated				
Dec/Jan	Domestic violence	\$2 Allocated							
Dec	Developmentally Disabled	\$1 Allocated	Dec	Developmentally Disabled	\$1 Allocated				
			Feb/March	Bowman and Divide	\$8 Allocated				
			Feb/March	City of Stanley	\$1.7 Allocated				
			Feb/March	City of Kenmare	\$0.50 Allocated				
			Feb/March	City of Berthold	\$0.20 Allocated				
			Feb/March	City of Burlington	\$0.10 Allocated				
2016	Jan/March	General (Eligible Political Suidivisions)	\$5 Allocated						
	March/April	Nursing Homes, Basic Care	\$1.6 Allocated	March/April	Nursing Homes, Basic Care	\$2.4 Allocated			
	March/April	Airports	\$5.2 Allocated						
		Contingency	\$0		Contingency	\$6.8			
Total For Awards 2015/16 Fiscal Year			\$55.8	40.00%		Total For Awards 2016/17 Fiscal Year	\$83.5	60.00%	
<p>2015-16 FISCAL YEAR TOTAL PROJECTED AWARDS at 40% = \$55.72 2016-17 FISCAL YEAR PROJECTED AWARDS at 60% = \$83.58 TOTAL BIENNIAL APPROPRIATION = \$140 TOTAL BIENNIAL APPROPRIATION FOR AWARDS = \$139.3 Biennial Total Remaining To Be Awarded = \$104.2</p>									
*(In Millions)									

Motion: That the Board approved the revised grant schedule for the 2015-2017 biennium.

Action Record	Motion	Second	Aye	Nay	Absent
Secretary Jaeger	X		X		
Superintendent Baesler			X		
Treasurer Schmidt					X
Attorney General Stenehjem		X	X		
Governor Dalrymple			X		

R E P O R T S

RE: Report of Easements Issued by Commissioner (09-14-15 through 10-15-15)

Granted to: For the Purpose of: Legal Description:	STATOIL OIL AND GAS LP, AUSTIN-TX Permit: Access Road MCK-153-98-36-SW4
Granted to: For the Purpose of: Legal Description:	STATOIL OIL AND GAS LP, AUSTIN-TX On-lease Act. Amend: Horizontal Oil Well MCK-153-98-36-SW4
Granted to: For the Purpose of: Legal Description:	ENABLE BAKKEN CRUDE SERVICES LLC, TULSA-OK Easement: Multiple Pipelines WIL-154-96-16-NE4
Granted to: For the Purpose of: Legal Description:	MCKENZIE ELECTRIC COOPERATIVE INC, WATFORD CITY-ND Easement: Drop Line-Buried Electric Distribution Line MCK-151-95-36-LOTS 1,2
Granted to: For the Purpose of: Legal Description:	ONEOK ROCKIES MIDSTREAM LLC, SIDNEY-MT Easement: Gas Gathering Pipeline MCK-148-98-16-NE4
Granted to: For the Purpose of: Legal Description:	TARGA BADLANDS LLC, HOUSTON-TX Easement: Drop Line-Multiple Pipelines MCK-149-98-16-NE4, NW4
Granted to: For the Purpose of: Legal Description: Legal Description:	CONSOLIDATED TELCOM, DICKINSON-ND Easement: Communication Cable - Buried DUN-145-97-16-SE4, SW4 DUN-146-97-36-NE4, SE4
Granted to: For the Purpose of: Legal Description:	WHITE ROCK OIL&GAS GP I LLC, DALLAS-TX Easement: Salt Water Disposal Well BIL-141-100-16-NE4
Granted to: For the Purpose of: Legal Description:	MOUNTRAIL-WILLIAMS ELECTRIC COOPERATIVE, WILLISTON-ND Easement: Drop Line-Electric Distribution Line DIV-160-101-36-SE4
Granted to: For the Purpose of: Legal Description:	MCKENZIE ELECTRIC COOPERATIVE INC, WATFORD CITY-ND Easement: Drop Line-Buried Electric Distribution Line DUN-146-97-36-SE4, SW4
Granted to: For the Purpose of: Legal Description:	HESS NORTH DAKOTA PIPELINES LLC, MINOT-ND Easement: Multiple Pipelines MOU-155-94-32-NE4
Granted to: For the Purpose of: Legal Description:	MCKENZIE ELECTRIC COOPERATIVE INC, WATFORD CITY-ND Easement-Amend: Electric Transmission Line MCK-153-97-16-NW4

Granted to: For the Purpose of: Legal Description:	ONEOK ROCKIES MIDSTREAM LLC, SIDNEY-MT Easement: Drop Line-Gas Gathering Pipeline MCK-153-94-36-SE4, SW4
Granted to: For the Purpose of: Legal Description:	VANTAGE PIPELINE US LP, CALGARY AB-CANADA Easement: Gas Gathering Pipeline DIV-164-103-36-NW4, SW4
Granted to: For the Purpose of: Legal Description:	WESTERN AREA WATER SUPPLY AUTHORITY, WILLISTON-ND Easement: Potable Water Pipeline WIL-156-99-16-NE4
Granted to: For the Purpose of: Legal Description:	TARGA BADLANDS LLC, HOUSTON-TX Easement: Drop Line-Multiple Pipelines MCK-149-95-36-LOTS 3,4
Granted to: For the Purpose of: Legal Description:	TARGA BADLANDS LLC, HOUSTON-TX Easement: Drop Line-Oil Gathering Pipeline MCK-150-95-36-LOTS 1,2
Granted to: For the Purpose of: Legal Description:	LINDAHL WIND PROJECT LLC, ANDOVER-MA Permit: Wind meteorological tower WIL-158-95-16-SE4
Granted to: For the Purpose of: Legal Description:	CENTRAL POWER ELECTRIC COOP INC, MINOT-ND Easement: Electric Transmission Line BEN-154-68-20-NW4
Granted to: For the Purpose of: Legal Description:	1804 OPERATING LLC, DALLAS-TX Easement: Drop Line-Saltwater Pipeline MCK-150-95-36-LOTS 1,2
Granted to: For the Purpose of: Legal Description:	COBRA OIL & GAS CORPORATION, WICHITA FALLS-TX Permit: Access Road BIL-144-101-16-SW4
Granted to: For the Purpose of: Legal Description:	ABRAXAS OPERATING LLC, SAN ANTONIO-TX Easement: Salt Water Disposal Well - Extension BOW-131-104-16-SE4, SW4
Granted to: For the Purpose of: Legal Description:	MCKENZIE ELECTRIC COOPERATIVE INC, WATFORD CITY-ND Easement: Drop Line-Electric Distribution Line MCK-149-98-16-NE4, NW4
Granted to: For the Purpose of: Legal Description:	ND STATE WATER COMMISSION, BISMARCK-ND Easement: Potable Water Pipeline MER-141-89-36-NW4 EAST OF COUNTY ROAD, NW4 WEST OF COUNTY ROAD

The following letters of permission were issued to groups wishing to use school trust lands under the Board's policy for access to trust lands by organizations.

Granted to: **SELECT ENERGY SERVICES, WILLISTON-ND**
 For the Purpose of: Letter of Permission: Access to School Land to lay a flat temporary surface frac water pipeline
 Legal Description: MCK-150-95-16-NW4, SW4

Granted to: **MBI ENERGY SERVICES, KILLDEER-ND**
 For the Purpose of: Letter of Permission: Access to School Land to lay a flat temporary surface frac water pipeline
 Legal Description: MOU-154-93-16-NE4, SE4

Granted to: **MBI ENERGY SERVICES, KILLDEER-ND**
 For the Purpose of: Letter of Permission: Access to School Land to lay a flat temporary surface frac water pipeline
 Legal Description: MCK-153-97-16-NE4, NW4

Granted to: **MBI ENERGY SERVICES, KILLDEER-ND**
 For the Purpose of: Letter of Permission: Access to School Land to lay a flat temporary surface frac water pipeline
 Legal Description: MCK-153-96-36-SW4

November Oil and Gas Mineral Lease Auctions

The November 2015 oil and gas lease auction offering lists were provided to the Board and are on file at the Department.

A D J O U R N

There being no further business, the meeting was adjourned at 11:39 AM.

Jack Dalrymple, Chairman
 Board of University and School Lands

Lance D. Gaebe, Secretary
 Board of University and School Lands