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1	MINERAL LEASE AMENDMENTS
2	1999 GENERAL SESSION
3	STATE OF UTAH
4	Sponsor: Thomas V. Hatch
5	AN ACT RELATING TO MINERAL LEASE FUNDS; PROVIDING DEFINITIONS;
6	PROVIDING FOR THE ALLOCATION OF MONIES ATTRIBUTABLE TO ROYALTIES
7	FROM THE EXTRACTION OF MINERALS ON CERTAIN LANDS LOCATED WITHIN THE
8	GRAND STAIRCASE-ESCALANTE NATIONAL MONUMENT; AND MAKING
9	TECHNICAL CHANGES.
10	This act affects sections of Utah Code Annotated 1953 as follows:
11	AMENDS:
12	59-21-1, as last amended by Chapter 127, Laws of Utah 1993
13	Be it enacted by the Legislature of the state of Utah:
14	Section 1. Section <b>59-21-1</b> is amended to read:
15	59-21-1. Mineral Lease Account Legislature to appropriate Priority to political
16	subdivisions impacted by mineral development Disposition of mineral bonus payments.
17	(1) (a) [All money] Except as provided in Subsections (2) through (4), all monies received
18	from the United States under the provisions of the [Act of Congress of February 25, 1920, known
19	as the "]Mineral Lands Leasing Act,["] 30 U.S.C. Sec. [191, except as otherwise provided in
20	Subsections (2) and (3),] 181 et seq., shall:
21	(i) be deposited in the Mineral Lease Account of the General Fund; and
22	(ii) be appropriated by the Legislature giving priority to those subdivisions of the state
23	socially or economically impacted by development of minerals leased under the Mineral Lands
24	Leasing Act, for:
25	(A) planning;
26	(B) construction and maintenance of public facilities;
27	(C) provision for public services; and

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28	(D) housing.
29	(b) (i) To the extent determined necessary by the Legislature to provide for the purposes
30	specified in Subsection (1) (a), the Legislature shall appropriate the money received from the
31	United States either totally or partially to:
32	(A) the Permanent Community Impact Fund established by Section 9-4-303;
33	(B) the Board of Water Resources for loans under Section 73-10-23; or
34	(C) counties, cities, towns, or other political subdivisions of this state socially or
35	economically impacted by development of minerals leased under the Mineral Land Leasing Act.
36	(ii) Any balance of the money may be appropriated by the Legislature.
37	(2) Seventy percent of money received from the United States attributable to the bonus
38	payments on the Department of the Interior oil shale prototype leases known as U-A and U-B and
39	70% of all other federal mineral lease bonus payments, shall be deposited into the Permanent
40	Community Impact Fund and shall be used as provided in Title [63] 9, Chapter [52] 4, [Federal
41	Mineral Lease Payments - Permanent] Part 3, Community Impact [Fund] Alleviation.
42	(3) Thirty percent of the money received from the United States attributable to bonus
43	payments on its oil shale prototype leases described in Subsection (2) and 30% of all other federal
44	mineral lease bonus payments shall be deposited in the Mineral Bonus Account created by
45	Subsection 59-21-2 (1) and appropriated as provided in that subsection.
46	(4) (a) For purposes of Subsections (4)(b) through (e):
47	(i) the "boundaries of the Grand Staircase-Escalante National Monument" means the
48	boundaries:
49	(A) established by Presidential Proclamation No. 6920, 61 Fed. Reg. 50,223 (1996); and
50	(B) modified by Pub. L. No. 105-335; and
51	(ii) a special service district, school district, or federal land is considered to be located
52	within the boundaries of the Grand Staircase-Escalante National Monument if a portion of the
53	special service district, school district, or federal land is located within the boundaries described
54	in Subsection (4)(a)(i).
55	(b) Beginning on July 1, 1999, the Legislature shall appropriate, as provided in
56	Subsections (4)(c) through (e), monies received from the United States that are attributable to
57	royalties from the extraction of minerals on federal land that, on September 18, 1996, was located
58	within the boundaries of the Grand Staircase-Escalante National Monument.

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59	(c) The Legislature shall appropriate 40% of the monies described in Subsection (4)(b) to
60	the Department of Transportation to be distributed equally to special service districts within
61	counties if the special service districts are:
62	(i) socially or economically impacted by the development of minerals under the Mineral
63	Lands Leasing Act; and
64	(ii) located within the boundaries of the Grand Staircase-Escalante National Monument.
65	(d) The Legislature shall appropriate 40% of the monies described in Subsection (4)(b) to
66	the State Board of Education to be distributed equally to school districts if the school districts are:
67	(i) socially or economically impacted by the development of minerals under the Mineral
68	Lands Leasing Act; and
69	(ii) located within the boundaries of the Grand Staircase-Escalante National Monument.
70	(e) Twenty percent of the monies described in Subsection (4)(b) shall be:
71	(i) deposited into the Mineral Lease Account; and
72	(ii) appropriated as provided in Section 59-21-2.

## Legislative Review Note as of 1-25-99 9:23 AM

A limited legal review of this legislation raises no obvious constitutional or statutory concerns.

Office of Legislative Research and General Counsel