

A G E N D A

NATURAL RESOURCES ITEMS FOR THE

TRANSPORTATION AND NATURAL RESOURCES COMMITTEE - STATE ADMINISTRATIVE BOARD

Transportation and Natural Resources - October 29, 2023 - 11:00 A.M.
State Administrative Board Meeting - October 29, 2023 - 11:00 A.M.

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This agenda is for general informational purposes only. At its discretion, the Transportation and Natural Resources Committee may revise this agenda and may take up other issues at the meeting.

MINERAL LEASE

1. DIRECT METALLIC MINERAL LEASE - DEVELOPMENT:

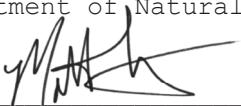
Metallic mineral lease rights to 3,442.04 acres, more or less, of state-owned Department of Natural Resources metallic mineral rights located within Baraga and L'Anse Townships, Baraga County; Breen, Sagola, and West Branch Townships, Dickinson County; Bates, Crystal Falls, Hematite, and Iron River Townships, Iron County; Humboldt, Republic, and Wells Townships, Marquette County; and Holmes Township, Menominee County; have been requested by Keweenaw Land Association, Limited, of Ironwood, Michigan.

Terms: Primary term of ten years; rental for the first through fifth year at \$3.00 per acre, increasing to \$6.00 per acre for the sixth through tenth years; variable production royalty rate; option to extend term of lease from 11th to 20th year at \$10.00 per acre beginning year 11, increasing \$5.00 per acre per year, not to exceed \$55.00 per year; and bonus consideration of \$10,326.12 (\$3.00 per acre).

The Natural Resources Chief Administrative Officer approved this item October 8, 2024. The form of legal documents involved in these transactions has previously been approved by the Attorney General.

I recommend approval.

Respectfully submitted:
Department of Natural Resources

By: 

Matt Fry, Manager
Minerals Management Section
Finance and Operations Division