

**Cedar Hill Independent School District
BOARD OF TRUSTEES**

Meeting Date: September 24, 2007

Presented by: Mr. Horace Williams, Superintendent of Schools

Subject: Mineral Lease for school owned property

Action Items

BACKGROUND INFORMATION:

Due to some limited contact with various companies about school mineral lease possibilities, administration released a Request for Proposals on August 6, 2007. Bid packets were mailed to XTO Energy, Dale Resources, LLC, Chesapeake Energy, Hardin Company and Devon Energy. Chesapeake and Devon sent notices of declining to bid. The only proposal received was from the Hardin Company. The proposal was to lease approximately 122 acres of school property west of highway 67. The terms of the three year lease were \$2,500 per acre and 25% royalty paid.

RECOMMENDATION:

Approve administration recommendation to enter into mineral lease for school owned property.

BOARD ACTION REQUIRED:

Approve resolution to authorize lease of school owned properties.

POLICY AUTHORIZATION:

CDB (Legal)

CONTACT PERSON:

Michael McSwain

FUNDING SOURCE:

199

ENCLOSURES:

Under separate covers