

To: Jay McWilliams, Superintendent, and Board of Trustees

From: Susan Bryan, Chief Financial Officer

Subject: Deliberation and approval of the Oil and Gas Division Order with SM Energy re. the following property Nos./Well:

Property Name:	DOI Suffix
TAGGERT A 0944WA	101
TAGGERT A 0944WA	200
TAGGERT A 0944WA APO	201
TAGGERT A 0944WA APO	202
TAGGERT A 0944WA	300
TAGGERT A 0944WA APO	301
TAGGERT A 0944WA APO	302
TAGGERT A 0944WA	900
TAGGERT LOUISE C 4547WA	101
TAGGERT LOUISE C 4547WA	201
TAGGERT LOUISE C 4547WA APO	202
TAGGERT LOUISE C 4547WA	301
TAGGERT LOUISE C 4547WA APO	302
TAGGERT LOUISE C 4547WA	900
TAGGERT LOUISE C 4547WA	901
TAGGERT THELMA A 4541WA	101
TAGGERT THELMA A 4541WA	201
TAGGERT THELMA A 4541WA	202
TAGGERT THELMA A 4541WA	203
TAGGERT THELMA A 4541WA	301
TAGGERT THELMA A 4541WA	302
TAGGERT THELMA A 4541WA	303
TAGGERT THELMA A 4541WA	900
TAGGERT THELMA A 4541WA	901

and authorizing other action related thereto

Date: September 16, 2025

I have been in contact with a Lease Analyst who works for SM Energy regarding wells, which have been drilled. In order to process royalty payments to the District, the Division Orders need to be signed by the District. A school employee does not have the authority to sign such Division Orders without the board's approval.

This agenda item will give the authority to the Superintendent on behalf of the District.

I have attached a Division Order for your review along with Exhibit A listing the properties and the corresponding royalty interest in each property. Once the papers are executed, the revenue in suspense will be released to us.

Recommended Motion Language:

I move that the Board approve, as presented, the Oil and Gas Division Order with SM Energy re. the property and interest as described in Exhibit A attached thereto, and authorize the Superintendent to finalize and execute such Division Order on behalf of the District.