

1996-1998

**SIXTY-FIRST BIENNIAL REPORT**



**BOARD OF  
EDUCATIONAL LANDS  
AND FUNDS**

**GOVERNOR E. BENJAMIN NELSON**

**RICHARD R. LEBLANC**

**Executive Secretary**

## TABLE OF CONTENTS

|  | <i>Page</i> |
|--|-------------|
| TABLE OF CONTENTS .....  | 1           |
| LETTER OF TRANSMITTAL.....   | 2           |
| ORGANIZATION AND PERSONNEL .....   | 3           |
| THE BOARD OF EDUCATIONAL LANDS AND FUNDS .....   | 4-5         |
| OFFICE OF THE STATE SURVEYOR.....  | 6-7         |
| <b>TABLES, MAPS AND CHARTS</b>   |             |
| K-12 School Trust Revenues for the Biennium .....                                      | 8           |
| Value of Permanent Educational Trust Funds.....  | 9           |
| Expenditures.....  | 9           |
| Distributions of Trust Income to K-12 Public<br>School Districts for the Biennium..... | 10-11       |
| Summary of Educational Trust Lands .....   | 12          |
| Agricultural Rental from K-12 School Trust Lands .....                                 | 13          |
| Educational Trusts Lands by County .....   | 14-15       |
| Map of K-12 School Trust Lands.....  | 16-17       |
| Note Concerning Appraised Valuation .....  | 18          |
| Land Sale Proceeds .....   | 19-21       |
| Oil and Gas Leases by County.....  | 22          |
| Oil and Gas Royalties by County .....  | 23          |
| Oil and Gas Royalties from K-12 School Trust Lands .....                               | 24          |
| Cumulative Oil and Gas Royalties<br>from K-12 School Trust Lands .....                 | 25          |

---

---

# BOARD OF EDUCATIONAL LANDS AND FUNDS

RICHARD R. LeBLANC  
Executive Secretary  
ROXANNE SUESZ  
CINDY S. H. KEHLING  
Executive Assistants



L. JAY GILDERSLEEVE  
General Counsel  
Minerals Director  
Deputy Director  
LAURA E. BAHR-FREW  
Minerals Administrator

## LETTER OF TRANSMITTAL

September 30, 1998

The Honorable E. Benjamin Nelson  
Governor of Nebraska  
State Capitol  
Lincoln, Nebraska 68509

Dear Governor Nelson:

On behalf of the Board of Educational Lands and Funds, I am pleased to submit this 61st Biennial Report of its administration of Nebraska's School Trust Lands from July 1, 1996, through June 30, 1998.

This report reflects the broad scope of activity and the extensive responsibility of the Board and its staff in managing the approximately 1.5 million acres of Educational Trust Lands.

Total K-12 School Trust Income for the Biennium was \$56,946,051.81. All School Trust Funds are invested exclusively by the Nebraska Investment Council.

Respectfully submitted,

BOARD OF EDUCATIONAL LANDS AND FUNDS

Richard R. LeBlanc  
Executive Secretary

**ORGANIZATION AND PERSONNEL  
BOARD OF EDUCATIONAL LANDS AND FUNDS**

**BOARD MEMBERS**

**TERM EXPIRES**

|                                      |                    |              |
|--------------------------------------|--------------------|--------------|
| Richard L. Powell, Lincoln, NE.....  | 1st District ..... | Oct. 1, 2001 |
| Robert E. Mundy, Omaha, NE.....      | 2nd District ..... | Oct. 1, 2002 |
| John D. Feller, Beemer, NE.....      | 3rd District ..... | Oct. 1, 2003 |
| M. Jane Keller, Bassett, NE.....     | 4th District ..... | Oct. 1, 1999 |
| Margaretha Kloepping, Cozad, NE..... | At Large .....     | Oct. 1, 2000 |

**PROFESSIONAL PERSONNEL**

|                           |  |
|---------------------------|--|
| Richard R. LeBlanc .....  | Executive Secretary  |
| L. Jay Gildersleeve ..... | General Counsel, Minerals Director,<br>and Deputy Director |
| Roxanne Suesz .....       | Executive Assistant  |
| Cindy S.H. Kehling .....  | Executive Assistant  |
| Laura B. Bahr-Frew .....  | Minerals Administrator                                     |
| Kathy J. Wright.....      | Data Processing  |
| Ann Poland.....           | Administrative Assistant                                   |
| Michelle Behne .....      | Administrative Secretary                                   |
| Vicki Norton .....        | Land Acreage Records                                       |
| Donita From.....          | Accounts Payable   |
| Heidi Schmidt.....        | Accounts Receivable  |
| Ronald Vance .....        | Field Supervisor   |
| Daryl Cisney .....        | Field Representative                                       |
| Rod Clausen.....          | Field Representative                                       |
| Mark Cooper.....          | Field Representative                                       |
| Cort Dewing.....          | Field Representative                                       |
| Rusty Fritz .....         | Field Representative                                       |
| John Grint.....           | Field Representative                                       |
| Martin Olson .....        | Field Representative                                       |
| Pat Speirs.....           | Field Representative                                       |
| John Wurdeman .....       | Field Representative                                       |
| Bob Schwartzkopf.....     | Noxious Weed Supervisor                                    |
| Larry Kelley.....         | Noxious Weed Specialist                                    |

**OFFICE OF THE STATE SURVEYOR**

|                         |                                |
|-------------------------|--------------------------------|
| James L. Brown.....     | State Surveyor                 |
| Willis L. Brown.....    | Deputy Surveyor                |
| Gene A. Thomsen .....   | Deputy Surveyor-Dept. of Roads |
| Steven C. Cobb .....    | Deputy Surveyor                |
| Douglas D. Mowery ..... | Draftsman II                   |
| Kathleen Martin .....   | Administrative Assistant       |
| Mary Heinselmann .....  | Data Entry Operator            |

## **THE BOARD OF EDUCATIONAL LANDS AND FUNDS**

In the Enabling Act of Congress passed April 19, 1864, pursuant to which Nebraska became a State on March 1, 1867, and as a condition of statehood, the federal government granted generally every section 16 and 36 in each township in Trust for the support of Nebraska's common (K-12 public) schools. The Trust nature, conditions and obligations of this grant are reflected in Article VII, Sections 6, 7, 8 and 9 of the Nebraska Constitution and have been recited in numerous decisions of the Nebraska Supreme Court including, for example, *State ex rel. Ebke v. Board of Educational Lands and Funds*, 154 Neb. 244 (1951).

Nearly 2.9 million acres have been acquired in Trust for the support of Nebraska's K-12 public schools and about 1.4 million of these acres have been sold to private sector owners. Approximately 90% of the deeded acres were conveyed pursuant to cash sales, or contractual purchase rights vested in the buyers, prior to 1900 and several decades before the Board of Educational Lands and Funds came into existence. In accordance with Article VII, Sections 7 and 8 of the Nebraska Constitution, the proceeds from all sales comprise part of the permanent school fund and all school trust funds are invested exclusively by the Nebraska Investment Council.

The Board of Educational Lands and Funds is now the Constitutionally established Trustee of Nebraska's School Trust Lands. The Board consists of five members, four from Nebraska's congressional districts as they existed on January 1, 1961, and one at large, appointed by the Governor and confirmed by the Legislature to rotating five year terms. Once appointed to the Board, its members are independent Trustees who manage the Board's activities and conduct its business operations in a totally non-partisan and non-political manner. The Board is governed entirely by trust law and its Trustee members are legally bound to fulfill exclusively the Trust duties of maximizing the income and preserving the assets of the School Trust for the benefit of the State and its citizens.

The Board meets monthly and its members receive compensation of \$40 per day, plus reimbursement for their necessary expenses, for each day they are actually engaged in performing the duties of their office. The Board's Biennial Report is published during even numbered years and supplemented by its report published in the Nebraska Blue Book during odd numbered years.

The primary duty of the Board is to manage the nearly 1.5 million acres of land now held in Trust for Nebraska's K-12 public schools and in fulfilling this duty the Board serves as both land owner and land manager. In its

capacity as land owner, the Board makes expenditures for maintenance, conservation and improvement of the land under its care and a substantial portion of its budget each year is dedicated to these purposes. In its capacity as land manager, the Board issues and services both surface leases, primarily for agricultural uses, and subsurface leases permitting exploration for and extraction of oil and gas, minerals and other natural resources. The Board currently establishes and collects rentals on, issues and manages approximately 3,700 leases. Sales and trades of School Trust land are also discretionary with the Board.

The primary sources of revenue generated from Nebraska's School Trust Lands are rental and bonus for agricultural leases and rental, bonus and royalty for minerals leases. Analysis using valuation data of the University of Nebraska, Department of Agricultural Economics, established that the nearly 1.5 million acres held in Trust for Nebraska's K-12 public schools had a current market value of approximately \$361.5 million as of June 30, 1997, and \$389.3 million as of June 30, 1998. The total agricultural rent established by the Board for that land was approximately \$20.1 million effective January 1, 1998, and will be approximately \$20.5 million effective January 1, 1999.

Pursuant to Article VII, Section 9 of the Nebraska Constitution, the net income of the School Trust is distributed annually to Nebraska's K-12 public schools as the Legislature may provide. To prevent revenue losses to the school districts in which tax exempt School Trust Land is located, distributions are first made to those school districts in lieu of tax. The net School Trust income remaining after these in lieu of tax payments have been made is then distributed to public schools statewide, including the school districts where School Trust Land is located, on a per pupil basis. The manner and time of these distributions are prescribed exclusively by the Legislature, subject only to the Constitutional requirements that all net Trust income must be used exclusively for the support and maintenance of the common schools and the manner of distribution must be fair to all the beneficiaries.

The Board and its staff are firmly committed to maximizing the income and preserving the assets of the School Trust for the benefit of Nebraska and its citizens. In pursuit of these goals, every effort is made to manage and conduct the Board's business operations on the profit motive patterned as closely as possible on business operations conducted by the most efficient enterprises in the private sector. The Board and its staff believe this business-like approach will make possible the continued successful pursuit of the Trust objectives.

## **OFFICE OF THE STATE SURVEYOR**

The laws of 1903 required the Board of Educational Lands and Funds to appoint a State Surveyor and allowed them to appoint deputy surveyors as the need arose. These same statutes prescribed several duties to be performed by the State Surveyor. Many of these original duties are still required and direct the operations of the State Surveyor's Office. Among these duties prescribed by the laws of 1903 are:

- (1) Take charge under the supervision of the Board of the filed notes, maps, charts and records of the United States surveys.

A library consisting of these notes and plats is maintained in the Surveyor's Office. This material is made available to the public and copies provided upon payment of appropriate fees.

- (2) Prepare and issue, under the authority and direction of the Board, a circular of instruction to county surveyors.

Acting under this directive the office last provided a complete set of instructions in 1914. Since that time the office has issued instructions on specific items. The current directives issued to county surveyors are initiated based upon requests from individual county surveyors or registered land surveyors in private practice.

- (3) In case of any dispute among owners of and arising for or by reason of any survey of boundaries of lands within this state, or in case of dispute or disagreement between surveyors as to said surveys or boundaries, the same shall be referred to the State Surveyor for settlement. He is hereby appointed as arbitrator to settle and determine such disputes or disagreements as to said surveys and boundaries and his decision shall be prima facie evidence of the correctness thereof.

These disputes and requests for surveys have resulted in approximately 1700 State application resurveys. In many cases the disputes can be resolved without resurvey by use of advice and opinion on surveying issued by the office.

- (4) Perform such other duties as may be prescribed by the Board.

The office reviews all transfers of educational trust land and gives opinions on the adequacy of the descriptions for trades, sales, and condemnations. Upon completion of the transfers the staff supervises changes in the abstract and provides the Board's field personnel with plats showing the revised property. Drafting, charts, graphs and court exhibits are also provided to the Board upon request.

- (5) The Board may, when in its judgment there is need, appoint one or more competent experienced deputy land surveyors.

The Legislature has added duties to this original list from time to time. Some of these additional duties have continued to the present time. Among these added duties are:

- (1) In 1961 the Legislature passed a resolution which resulted in a U.S. Supreme Court case on the boundary between Nebraska and Iowa. The case was decided in 1973 but problems on the boundary still persist as evidenced by further resolutions. The result of these actions has been the accumulation of a library of approximately 20,000 documents filed in the Office of the State Surveyor. The State Surveyor serves on the Joint Boundary Commission.
- (2) In 1982 the Legislature created the State Survey Record Repository in the Office of the State Surveyor. This repository will receive copies of most land surveys performed in the state. The office must microfilm and file these surveys and provide copies upon request. The Survey Record Repository contains approximately 158,000 documents as of this report.
- (3) In 1991 the Legislature created the G.I.S. Steering Committee. The State Surveyor serves as a member of this Committee and is currently Chair.
- (4) In 1998 the Legislature created the Nebraska Information Technology Commission. The State Surveyor's Office is to provide technical assistance, support and advice to the various counties, cities and other governmental bodies in Nebraska in their endeavors to produce and maintain cadastral or other geo-referenced maps.

These duties, combined with the general governmental responsibility to provide service and information to the public, provide the basis for the operation of the State Surveyor's Office under the direction of the Board of Educational Lands and Funds.



## K-12 SCHOOL TRUST REVENUES FOR THE BIENNIUM\*

July 1, 1996 to June 30, 1998

### TEMPORARY SCHOOL FUND (Income):

|  |                         |
|--|-------------------------|
| Agricultural Lease Rentals and Interest .....            | \$ 39,377,168.44        |
| Agricultural Lease Bonus .....                           | 1,864,529.00            |
| Minerals Lease Rentals .....                             | 313,270.04              |
| Minerals Lease Bonus .....                               | 168,287.92              |
| Other Sources .....                                      | 104,479.07              |
| Interest on Temporary Investments.....                   | 1,794,903.35            |
| Interest and Dividends on<br>Permanent Investments ..... | 12,673,521.99           |
| Liquor Control Licenses, Fines, Fees.....                | 232,417.00              |
| Other Licenses, Fines, Fees .....                        | 417,475.00              |
| <b>TOTAL INCOME .....</b>                                | <b>\$ 56,946,051.81</b> |

### PERMANENT SCHOOL FUND (New Deposits):

|  |                         |
|--|-------------------------|
| <b>Mineral Lease Royalties:</b>                  |                         |
| Federal Mineral Deposits .....                   | \$ 28,366.89)           |
| Oil and Gas .....                                | 1,018,627.39            |
| Sand and Gravel .....                            | 128,080.19              |
| Limestone .....                                  | 2,984.88                |
| Timber Sale Proceeds .....                       | 110,934.22              |
| Oil and Gas Severance Tax .....                  | 2,509,522.69            |
| Land Sales, Easements and Condemnations .....    | 5,216,614.20            |
| Unclaimed Property, Escheats and Estrays .....   | 1,872,614.10            |
| Licenses, Fines, Fees, Penalties, Forfeits ..... | 653,982.41              |
| All Other Sources .....                          | (98,042.55)             |
| <b>TOTAL ADDITIONS TO PRINCIPAL .....</b>        | <b>\$ 11,443,684.42</b> |

**TOTAL K-12 SCHOOL TRUST REVENUES..... \$ 68,389,736.23**

\*Information compiled from Monthly Fund Summary Reports generated by the Nebraska Department of Administrative Services.

**VALUE OF PERMANENT EDUCATIONAL TRUST FUNDS\***

**As of June 30, 1998**

---

| <b>FUND</b>                              | <b>MARKET VALUE</b>     |
|--|-------------------------|
| Permanent School Fund (K-12).....        | \$249,218,885.59        |
| Permanent University Fund .....          | 759,237.29              |
| Agricultural College Fund .....          | 1,669,057.70            |
| State College (Normal Schools) Fund..... | 181,584.30              |
| <b>TOTAL .....</b>                       | <b>\$251,828,764.88</b> |

---

\*Information furnished by the Nebraska Investment Council.

**EXPENDITURES**

The annual expenditures of the Board of Educational Lands and Funds, as well as the direct annual expenditures of all other state agencies except only the University of Nebraska and the State Colleges, are published annually in the Personnel Almanac. This publication lists expenditures separately for each state agency by all major and most minor categories (including total, operating and personal service expenditures, capital outlays, government aid, travel expenditures and so forth) for each of the last 10 years. The more than 100 pages, great detail and 10-year perspectives of the Personnel Almanac make it the most complete source reference of its kind available anywhere.

The Personnel Almanac can be obtained free of charge by contacting the State Personnel Division of the Department of Administrative Services, Nebraska State Office Building – First Floor, P.O. Box 94905, Lincoln, Nebraska, 68509-4905 (Telephone: 402/471-4460).

**DISTRIBUTIONS OF TRUST INCOME  
TO K-12 PUBLIC SCHOOL DISTRICTS FOR THE BIENNIUM\***

| <b>COUNTY</b>   | <b>IN-LIEU-OF<br/>TAX</b> | <b>PER PUPIL<br/>APPORTIONMENT</b> | <b>TOTAL<br/>DISTRIBUTION</b> |
|-----------------|---------------------------|------------------------------------|-------------------------------|
| Adams .....     | \$ 39,293.54              | \$ 724,973.90                      | \$ 764,267.44                 |
| Antelope .....  | \$ 188,909.36             | \$ 178,154.37                      | \$ 367,063.73                 |
| Arthur .....    | \$ 83,261.46              | \$ 14,076.22                       | \$ 97,337.68                  |
| Banner .....    | \$ 121,135.55             | \$ 25,418.60                       | \$ 146,554.15                 |
| Blaine .....    | \$ 125,970.25             | \$ 23,537.87                       | \$ 149,508.12                 |
| Boone .....     | \$ 21,721.98              | \$ 184,082.42                      | \$ 205,804.40                 |
| Box Butte ..... | \$ 303,534.68             | \$ 382,119.82                      | \$ 685,654.50                 |
| Boyd .....      | \$ 120,722.26             | \$ 72,834.38                       | \$ 193,556.64                 |
| Brown .....     | \$ 247,421.55             | \$ 82,921.82                       | \$ 330,343.37                 |
| Buffalo .....   | \$ 134,582.72             | \$ 903,810.54                      | \$ 1,038,393.26               |
| Burt .....      | \$ 36,033.72              | \$ 210,923.72                      | \$ 246,957.44                 |
| Butler .....    | \$ 10,371.52              | \$ 235,427.36                      | \$ 245,798.88                 |
| Cass .....      | \$ 2,147.60               | \$ 526,181.26                      | \$ 528,328.86                 |
| Cedar .....     | \$ 24,418.98              | \$ 299,886.28                      | \$ 324,305.26                 |
| Chase .....     | \$ 548,299.57             | \$ 135,068.90                      | \$ 683,368.47                 |
| Cherry .....    | \$ 670,166.06             | \$ 145,721.02                      | \$ 815,887.08                 |
| Cheyenne .....  | \$ 536,516.67             | \$ 291,501.08                      | \$ 828,017.75                 |
| Clay .....      | \$ 6,611.00               | \$ 203,227.72                      | \$ 209,838.72                 |
| Colfax .....    | \$ 0.00                   | \$ 296,863.41                      | \$ 296,863.41                 |
| Cuming .....    | \$ 5,281.75               | \$ 276,009.38                      | \$ 281,291.13                 |
| Custer .....    | \$ 467,478.34             | \$ 294,982.97                      | \$ 762,461.31                 |
| Dakota .....    | \$ 19,984.27              | \$ 544,710.89                      | \$ 564,695.16                 |
| Dawes .....     | \$ 154,085.36             | \$ 180,660.84                      | \$ 334,746.20                 |
| Dawson .....    | \$ 164,300.11             | \$ 656,198.29                      | \$ 820,498.40                 |
| Deuel .....     | \$ 274,990.54             | \$ 64,857.21                       | \$ 339,847.75                 |
| Dixon .....     | \$ 31,159.74              | \$ 99,732.61                       | \$ 130,892.35                 |
| Dodge .....     | \$ 4,945.55               | \$ 861,359.20                      | \$ 866,304.75                 |
| Douglas .....   | \$ 1,704.51               | \$11,201,426.46                    | \$11,203,130.97               |
| Dundy .....     | \$ 210,916.31             | \$ 45,477.28                       | \$ 256,393.59                 |
| Fillmore .....  | \$ 704.82                 | \$ 170,799.93                      | \$ 171,504.75                 |
| Franklin .....  | \$ 89,660.74              | \$ 70,781.40                       | \$ 160,442.14                 |
| Frontier .....  | \$ 161,563.83             | \$ 93,971.28                       | \$ 255,535.11                 |
| Furnas .....    | \$ 201,543.03             | \$ 165,219.29                      | \$ 366,762.32                 |
| Gage .....      | \$ 5,809.31               | \$ 453,986.12                      | \$ 459,795.43                 |
| Garden .....    | \$ 219,340.64             | \$ 53,685.92                       | \$ 273,026.56                 |
| Garfield .....  | \$ 91,698.72              | \$ 49,924.46                       | \$ 141,623.18                 |
| Gosper .....    | \$ 23,015.64              | \$ 30,658.33                       | \$ 53,673.97                  |
| Grant .....     | \$ 107,553.46             | \$ 29,461.35                       | \$ 137,014.81                 |
| Greeley .....   | \$ 60,911.24              | \$ 98,594.32                       | \$ 159,505.56                 |
| Hall .....      | \$ 24,888.58              | \$ 1,194,800.46                    | \$ 1,219,689.04               |
| Hamilton .....  | \$ 0.00                   | \$ 224,253.28                      | \$ 224,253.28                 |
| Harlan .....    | \$ 19,135.48              | \$ 53,113.62                       | \$ 72,249.10                  |
| Hayes .....     | \$ 143,656.66             | \$ 20,516.71                       | \$ 164,173.37                 |
| Hitchcock ..... | \$ 215,344.12             | \$ 65,937.96                       | \$ 281,282.08                 |
| Holt .....      | \$ 580,503.15             | \$ 334,139.33                      | \$ 914,642.48                 |
| Hooker .....    | \$ 119,940.76             | \$ 28,438.35                       | \$ 148,379.11                 |
| Howard .....    | \$ 50,931.74              | \$ 191,712.00                      | \$ 242,643.74                 |
| Jefferson ..... | \$ 36,231.39              | \$ 264,489.54                      | \$ 300,720.93                 |
| Johnson .....   | \$ 2,966.98               | \$ 131,307.41                      | \$ 134,274.39                 |

**DISTRIBUTIONS OF TRUST INCOME  
TO K-12 PUBLIC SCHOOL DISTRICTS FOR THE BIENNIUM\***

| COUNTY             | IN-LIEU-OF<br>TAX      | PER PUPIL<br>APPORTIONMENT | TOTAL<br>DISTRIBUTION  |
|--------------------|------------------------|----------------------------|------------------------|
| Kearney .....      | \$ 40,971.81           | \$ 181,798.57              | \$ 222,770.18          |
| Keith .....        | \$ 198,926.08          | \$ 211,269.50              | \$ 410,195.58          |
| Keya Paha .....    | \$ 89,623.55           | \$ 23,935.42               | \$ 113,558.97          |
| Kimball .....      | \$ 149,535.68          | \$ 93,010.15               | \$ 242,545.83          |
| Knox .....         | \$ 125,390.66          | \$ 286,032.38              | \$ 411,423.04          |
| Lancaster .....    | \$ 15,511.79           | \$ 5,170,462.37            | \$ 5,185,974.16        |
| Lincoln .....      | \$ 323,057.62          | \$ 986,571.77              | \$ 1,309,629.39        |
| Logan .....        | \$ 103,358.87          | \$ 27,968.04               | \$ 131,226.91          |
| Loup .....         | \$ 80,790.23           | \$ 19,776.69               | \$ 100,566.92          |
| Madison .....      | \$ 66,883.16           | \$ 1,008,759.54            | \$ 1,075,642.70        |
| McPherson .....    | \$ 70,898.82           | \$ 14,589.98               | \$ 85,488.80           |
| Merrick .....      | \$ 86,093.43           | \$ 212,004.07              | \$ 298,097.50          |
| Morrill .....      | \$ 166,399.36          | \$ 155,868.50              | \$ 322,267.86          |
| Nance .....        | \$ 867.56              | \$ 109,709.35              | \$ 110,576.91          |
| Nemaha .....       | \$ 5,900.44            | \$ 167,951.60              | \$ 173,852.04          |
| Nuckolls .....     | \$ 5,292.65            | \$ 115,178.53              | \$ 120,471.18          |
| Otoe .....         | \$ 7,422.91            | \$ 378,531.66              | \$ 385,954.57          |
| Pawnee .....       | \$ 4,849.64            | \$ 79,843.66               | \$ 84,693.30           |
| Perkins .....      | \$ 257,056.79          | \$ 88,850.09               | \$ 345,906.88          |
| Phelps .....       | \$ 37,433.20           | \$ 245,800.56              | \$ 283,233.76          |
| Pierce .....       | \$ 102,922.42          | \$ 234,461.39              | \$ 337,383.81          |
| Platte .....       | \$ 9,853.93            | \$ 830,187.90              | \$ 840,041.83          |
| Polk .....         | \$ 33,445.42           | \$ 158,320.87              | \$ 191,766.29          |
| Red Willow .....   | \$ 220,981.73          | \$ 308,378.83              | \$ 529,358.56          |
| Richardson .....   | \$ 5,799.45            | \$ 261,130.37              | \$ 266,929.82          |
| Rock .....         | \$ 216,817.23          | \$ 45,194.89               | \$ 262,012.12          |
| Saline .....       | \$ 8,518.48            | \$ 348,609.66              | \$ 357,128.14          |
| Sarpy .....        | \$ 1,883.51            | \$ 2,566,376.00            | \$ 2,568,259.51        |
| Saunders .....     | \$ 0.00                | \$ 449,539.32              | \$ 449,539.32          |
| Scotts Bluff ..... | \$ 51,394.75           | \$ 994,313.83              | \$ 1,045,708.58        |
| Seward .....       | \$ 15,857.27           | \$ 451,711.41              | \$ 467,568.68          |
| Sheridan .....     | \$ 309,860.39          | \$ 159,825.29              | \$ 469,685.68          |
| Sherman .....      | \$ 76,139.67           | \$ 81,668.98               | \$ 157,808.65          |
| Sioux .....        | \$ 127,379.38          | \$ 24,961.97               | \$ 152,341.35          |
| Stanton .....      | \$ 8,737.53            | \$ 72,492.22               | \$ 81,229.75           |
| Thayer .....       | \$ 4,050.86            | \$ 162,706.37              | \$ 166,757.23          |
| Thomas .....       | \$ 68,690.81           | \$ 15,273.68               | \$ 83,964.49           |
| Thurston .....     | \$ 0.00                | \$ 283,129.55              | \$ 283,129.55          |
| Valley .....       | \$ 39,290.53           | \$ 111,356.90              | \$ 150,647.43          |
| Washington .....   | \$ 22,887.27           | \$ 461,048.63              | \$ 483,935.90          |
| Wayne .....        | \$ 1,547.77            | \$ 217,703.95              | \$ 219,251.72          |
| Webster .....      | \$ 29,838.94           | \$ 90,387.37               | \$ 120,226.31          |
| Wheeler .....      | \$ 91,632.18           | \$ 21,656.33               | \$ 113,288.51          |
| York .....         | \$ 24,557.96           | \$ 323,874.94              | \$ 348,432.90          |
| <b>Total.....</b>  | <b>\$10,019,716.77</b> | <b>\$41,139,857.98</b>     | <b>\$51,159,574.73</b> |

\*Information compiled from 1997 and 1998 Calendar Year Distribution Reports furnished by the Nebraska Department of Education (1996 and 1997 calendar year net income).

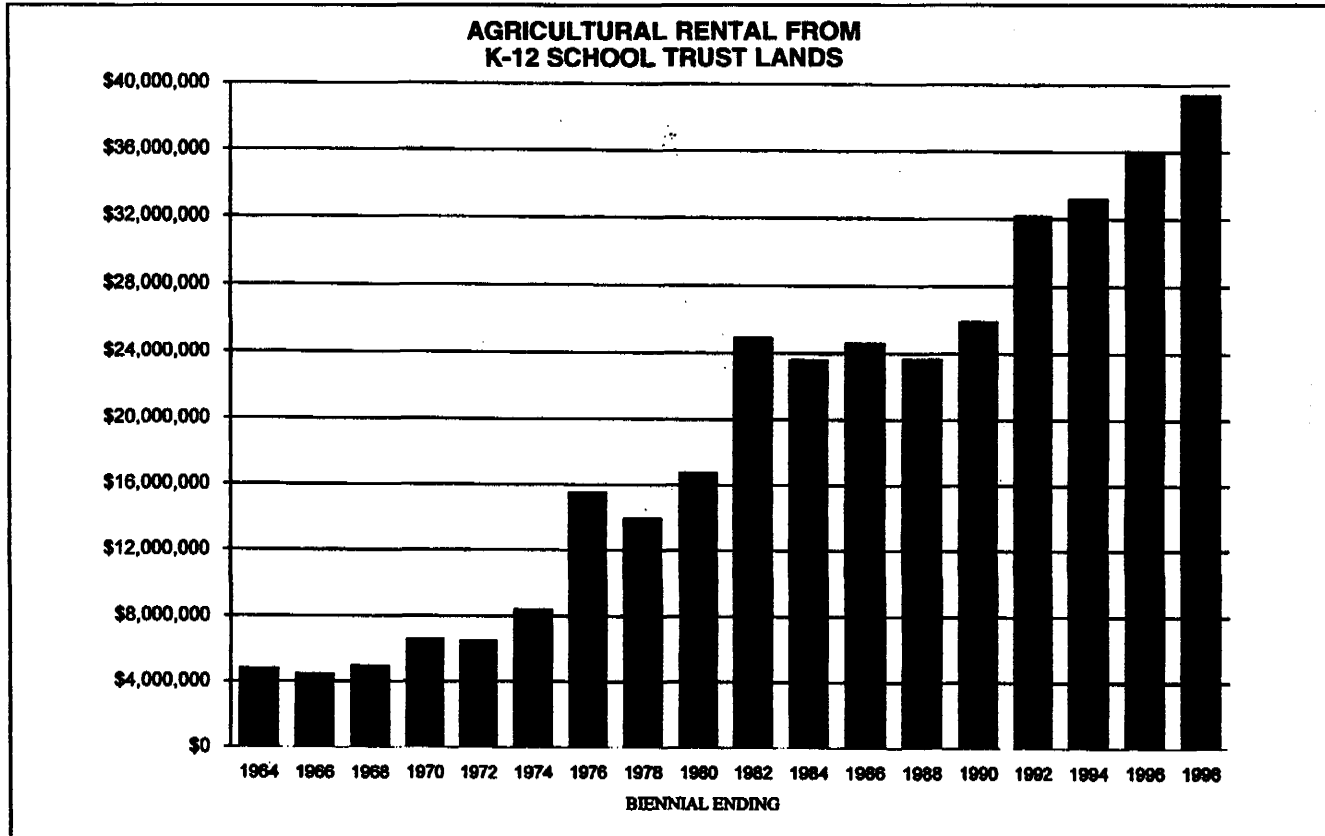
## SUMMARY OF EDUCATIONAL TRUST LANDS

As of June 30, 1998

|                             | ACRES<br>ACQUIRED (1) | ACRES<br>DEEDED (2) | SURFACE ACRES<br>LEASED (3) | APPRAISED<br>VALUATION (4) | AGRICULTURAL<br>RENTAL |
|-----------------------------|-----------------------|---------------------|-----------------------------|----------------------------|------------------------|
| Common School.....          | 2,863,103.000         | 1,370,487.813       | 1,492,615.187               | \$501,074,045.00           | \$20,042,961.80        |
| Saline .....                | <u>32,789.440</u>     | <u>32,238.890</u>   | <u>550.550</u>              | <u>390,079.50</u>          | <u>15,603.18</u>       |
| Total K-12 School           |                       |                     |                             |                            |                        |
| Trust Lands .....           | 2,895,892.440         | 1,402,726.703       | 1,493,165.737               | \$501,464,124.50           | \$20,058,564.98        |
|                             |                       |                     |                             |                            |                        |
| University.....             | 45,463.270            | 38,964.303          | 6,498.967                   | \$3,476,027.00             | \$ 139,041.08          |
| Ag College.....             | 89,140.210            | 85,326.030          | 3,814.180                   | 2,692,249.50               | 107,689.98             |
| Normal (State College)..... | 12,804.800            | 12,729.970          | 74.830                      | 108,075.00                 | 4,323.00               |
| Other .....                 | <u>0.000</u>          | <u>0.000</u>        | <u>101.350</u>              | <u>18,060.50</u>           | <u>722.42</u>          |
| Total All Other             |                       |                     |                             |                            |                        |
| Educational Trust Lands .   | 147,408.280           | 137,020.303         | 10,489.327                  | \$6,294,412.00             | \$ 251,776.48          |

12

- (1) Includes all sources and times of acquisition. The original federal grant of Sections 16 and 36 and in lieu selections (Common School Trust Lands) was, for example, the equivalent of 2,797,520.67 acres.
- (2) Includes acres condemned and paid for pursuant to federal or state authority for roadways and other public uses.
- (3) Acres available for surface leasing will vary slightly from time to time due to such things as the meanderings and channel changes of rivers and streams. Additional acres are available for subsurface leasing, primarily as a result of subsurface rights retained when the surface was deeded or condemned.
- (4) See the Note on page 18.



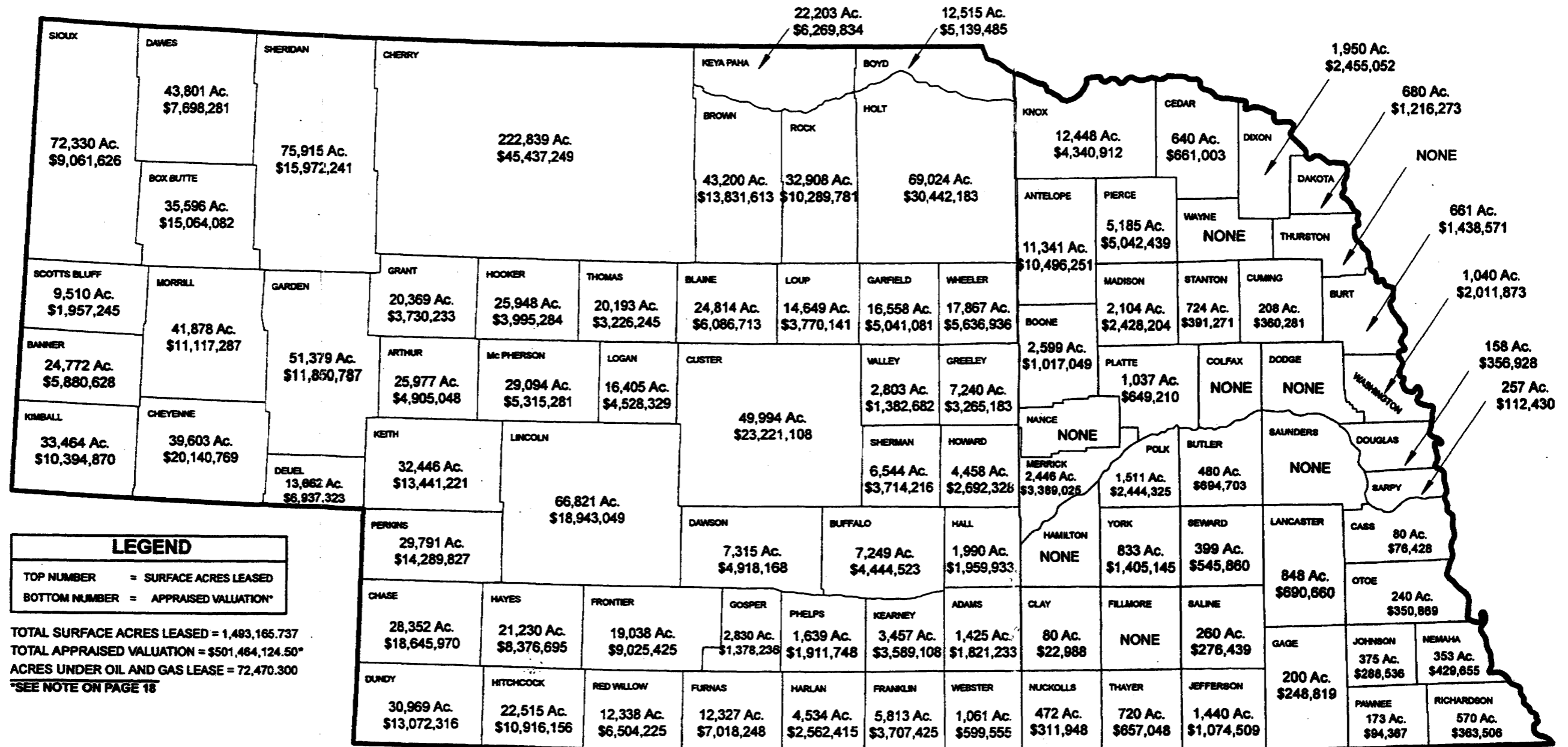
**EDUCATIONAL TRUST LANDS BY COUNTY**  
**Common and Saline Lands (K-12)**  
**As of June 30, 1998**

| COUNTY                                    | ACRES                |                      | SURFACE ACRES<br>LEASED (3) | APPRAISED<br>VALUATION (4) | NUMBER OF<br>AGRICULTURAL<br>LEASES |
|---|----------------------|----------------------|-----------------------------|----------------------------|-------------------------------------|
|   | ACQUIRED (1)         | DEEDED (2)           |                             |                            |                                     |
| Adams.....                                | 20,880.080           | 19,455.080           | 1,425.000                   | \$ 1,821,232.50            | 11                                  |
| Antelope.....                             | 31,400.000           | 20,058.860           | 11,341.140                  | 10,496,250.50              | 56                                  |
| Arthur.....                               | 27,311.980           | 1,335.435            | 25,976.545                  | 4,905,047.50               | 43                                  |
| Banner.....                               | 26,930.510           | 2,158.910            | 24,771.600                  | 5,880,627.50               | 44                                  |
| Blaine.....                               | 25,628.020           | 813.572              | 24,814.448                  | 6,086,713.00               | 50                                  |
| Boone.....                                | 23,675.280           | 21,076.030           | 2,599.250                   | 1,017,049.00               | 8                                   |
| Box Butte.....                            | 40,963.930           | 5,367.460            | 35,596.470                  | 15,064,082.00              | 72                                  |
| Boyd.....                                 | 22,664.500           | 10,149.960           | 12,514.540                  | 5,139,484.50               | 69                                  |
| Brown.....                                | 47,741.830           | 4,541.550            | 43,200.280                  | 13,831,613.00              | 78                                  |
| Buffalo.....                              | 30,894.620           | 23,645.920           | 7,248.700                   | 4,444,522.50               | 31                                  |
| Burt.....                                 | 18,225.550           | 17,564.290           | 661.260                     | 1,438,570.50               | 6                                   |
| Butler.....                               | 21,699.630           | 21,219.630           | 480.000                     | 694,703.00                 | 3                                   |
| Cass.....                                 | 19,733.980           | 19,653.980           | 80.000                      | 76,427.50                  | 2                                   |
| Cedar.....                                | 27,044.360           | 26,404.360           | 640.000                     | 661,002.50                 | 4                                   |
| Chase.....                                | 33,280.000           | 4,928.080            | 28,351.920                  | 18,645,969.50              | 67                                  |
| Cherry.....                               | 274,504.040          | 51,664.813           | 222,839.227                 | 45,437,248.50              | 390                                 |
| Cheyenne.....                             | 44,506.320           | 4,902.922            | 39,603.398                  | 20,140,769.00              | 79                                  |
| Clay.....                                 | 21,240.000           | 21,160.000           | 80.000                      | 22,987.50                  | 1                                   |
| Colfax.....                               | 14,463.510           | 14,463.510           | 0.000                       | 0.00                       | 0                                   |
| Cuming.....                               | 20,324.700           | 20,116.740           | 207.960                     | 360,281.00                 | 1                                   |
| Custer.....                               | 92,658.160           | 42,664.650           | 49,993.510                  | 23,221,108.00              | 139                                 |
| Dakota.....                               | 7,255.960            | 6,575.750            | 680.210                     | 1,216,273.00               | 5                                   |
| Dawes.....                                | 51,973.900           | 8,172.600            | 43,801.300                  | 7,698,280.50               | 90                                  |
| Dawson.....                               | 36,725.000           | 29,410.214           | 7,314.786                   | 4,918,168.00               | 22                                  |
| Deuel.....                                | 16,800.700           | 3,138.710            | 13,661.990                  | 6,937,323.00               | 34                                  |
| Dixon.....                                | 17,029.280           | 15,078.900           | 1,950.380                   | 2,455,052.00               | 13                                  |
| Dodge.....                                | 18,560.930           | 18,560.930           | 0.000                       | 0.00                       | 0                                   |
| Douglas.....                              | 9,320.550            | 9,162.360            | 158.190                     | 356,927.50                 | 3                                   |
| Dundy.....                                | 33,307.410           | 2,338.480            | 30,968.930                  | 13,072,315.50              | 56                                  |
| Fillmore.....                             | 20,648.510           | 20,648.510           | 0.000                       | 0.00                       | 0                                   |
| Franklin.....                             | 20,471.850           | 14,658.870           | 5,812.980                   | 3,707,425.00               | 24                                  |
| Frontier.....                             | 34,560.000           | 15,522.370           | 19,037.630                  | 9,025,424.50               | 58                                  |
| Furnas.....                               | 25,599.680           | 13,273.120           | 12,326.560                  | 7,018,248.00               | 44                                  |
| Gage.....                                 | 24,637.310           | 24,437.310           | 200.000                     | 248,819.00                 | 2                                   |
| Garden.....                               | 64,221.410           | 12,842.410           | 51,379.000                  | 11,850,786.50              | 94                                  |
| Garfield.....                             | 20,480.000           | 3,922.380            | 16,557.620                  | 5,041,081.00               | 40                                  |
| Gosper.....                               | 16,640.000           | 13,809.540           | 2,830.460                   | 1,378,236.00               | 7                                   |
| Grant.....                                | 30,565.440           | 10,196.430           | 20,369.010                  | 3,730,232.50               | 45                                  |
| Greeley.....                              | 20,475.300           | 13,235.300           | 7,240.000                   | 3,265,183.00               | 25                                  |
| Hall.....                                 | 18,604.520           | 17,614.870           | 1,989.650                   | 1,959,932.50               | 14                                  |
| Hamilton.....                             | 20,487.700           | 20,487.700           | 0.000                       | 0.00                       | 0                                   |
| Harlan.....                               | 20,364.600           | 15,830.830           | 4,533.770                   | 2,562,415.00               | 19                                  |
| Hayes.....                                | 26,160.000           | 4,930.450            | 21,229.550                  | 8,376,695.00               | 59                                  |
| Hitchcock.....                            | 25,468.610           | 2,953.626            | 22,514.984                  | 10,916,155.50              | 63                                  |
| Holt.....                                 | 87,696.800           | 18,672.756           | 69,023.844                  | 30,442,183.00              | 193                                 |
| Hooker.....                               | 26,591.140           | 2,643.180            | 25,947.960                  | 3,995,283.50               | 43                                  |
| Howard.....                               | 23,036.780           | 18,578.660           | 4,458.120                   | 2,692,327.50               | 20                                  |
| Jefferson.....                            | 20,484.080           | 19,044.080           | 1,440.000                   | 1,074,509.00               | 12                                  |
| Johnson.....                              | 13,480.000           | 13,104.840           | 375.160                     | 288,535.50                 | 7                                   |
| Kearney.....                              | 18,758.060           | 15,301.270           | 3,456.790                   | 3,589,108.00               | 9                                   |
| Kelth.....                                | 46,542.710           | 14,086.267           | 32,446.423                  | 13,441,220.50              | 78                                  |
| Keya Paha.....                            | 26,394.490           | 4,191.140            | 22,203.350                  | 6,269,834.00               | 56                                  |
| Kimball.....                              | 36,561.000           | 3,096.890            | 33,464.110                  | 10,394,869.50              | 63                                  |
| Knox.....                                 | 43,533.810           | 31,085.860           | 12,447.950                  | 4,340,912.00               | 58                                  |
| Lancaster.....                            | 31,973.850           | 31,676.410           | 297.440                     | 300,580.00                 | 3                                   |
| Lancaster (Saline).....                   | 32,789.440           | 32,238.890           | 550.550                     | 390,079.50                 | 5                                   |
| Lincoln.....                              | 100,210.660          | 33,389.972           | 66,820.688                  | 18,843,049.00              | 141                                 |
| Logan.....                                | 20,480.000           | 4,075.320            | 16,404.680                  | 4,528,328.50               | 30                                  |
| Loup.....                                 | 20,393.280           | 5,744.090            | 14,649.190                  | 3,770,141.00               | 30                                  |
| Madison.....                              | 24,626.970           | 22,523.094           | 2,103.876                   | 2,428,203.50               | 12                                  |
| McPherson.....                            | 32,361.410           | 3,267.000            | 29,094.410                  | 5,315,261.00               | 52                                  |
| Merrick.....                              | 14,976.210           | 12,530.000           | 2,446.210                   | 3,389,024.50               | 12                                  |
| Morrill.....                              | 62,315.930           | 20,438.129           | 41,877.801                  | 11,117,287.00              | 92                                  |
| Nance.....                                | 0.000                | 0.000                | 0.000                       | 0.00                       | 0                                   |
| Nemaha.....                               | 11,993.240           | 11,640.040           | 353.200                     | 429,655.00                 | 2                                   |
| Nuckolls.....                             | 21,049.610           | 20,577.230           | 472.380                     | 311,947.50                 | 5                                   |
| Otoe.....                                 | 21,992.560           | 21,752.560           | 240.000                     | 350,869.00                 | 3                                   |
| Pawnee.....                               | 20,128.960           | 19,955.650           | 173.110                     | 94,367.00                  | 3                                   |
| Perkins.....                              | 31,890.020           | 2,099.154            | 29,790.866                  | 14,289,828.50              | 58                                  |
| Phelps.....                               | 20,388.030           | 18,748.600           | 1,639.430                   | 1,911,747.50               | 6                                   |
| Pierce.....                               | 20,480.000           | 15,295.240           | 5,184.760                   | 5,042,438.50               | 19                                  |
| Platte.....                               | 23,655.480           | 22,618.900           | 1,036.580                   | 649,210.00                 | 7                                   |
| Polk.....                                 | 17,432.560           | 15,921.180           | 1,511.380                   | 2,444,325.00               | 9                                   |
| Red Willow.....                           | 25,408.710           | 13,070.416           | 12,338.294                  | 6,504,225.00               | 36                                  |
| Richardson.....                           | 10,400.000           | 9,830.000            | 570.000                     | 363,508.00                 | 4                                   |
| Rock.....                                 | 41,439.890           | 8,531.200            | 32,908.490                  | 10,289,781.00              | 73                                  |
| Saline.....                               | 20,620.000           | 20,360.000           | 260.000                     | 276,438.50                 | 5                                   |
| Sarpy.....                                | 8,994.920            | 8,737.450            | 257.470                     | 112,430.00                 | 6                                   |
| Saunders.....                             | 26,323.880           | 26,323.880           | 0.000                       | 0.00                       | 0                                   |
| Scotts Bluff.....                         | 25,524.140           | 16,014.270           | 9,509.870                   | 1,957,245.00               | 24                                  |
| Seward.....                               | 21,203.950           | 20,805.290           | 398.660                     | 545,880                    | 3                                   |
| Sheridan.....                             | 95,765.150           | 19,850.400           | 75,914.750                  | 15,972,240.50              | 170                                 |
| Sherman.....                              | 20,453.780           | 13,910.160           | 6,543.620                   | 3,714,215.50               | 29                                  |
| Sioux.....                                | 80,967.440           | 8,637.431            | 72,330.009                  | 9,061,626.00               | 141                                 |
| Stanton.....                              | 15,444.290           | 14,720.000           | 724.290                     | 391,270.50                 | 3                                   |
| Thayer.....                               | 20,472.350           | 19,752.350           | 720.000                     | 657,048.00                 | 5                                   |
| Thomas.....                               | 29,338.040           | 9,145.152            | 20,192.888                  | 3,226,244.50               | 37                                  |
| Thurston.....                             | 0.000                | 0.000                | 0.000                       | 0.00                       | 0                                   |
| Valley.....                               | 20,704.750           | 17,901.760           | 2,802.990                   | 1,382,681.50               | 11                                  |
| Washington.....                           | 13,663.610           | 12,623.610           | 1,040.000                   | 2,011,872.50               | 10                                  |
| Wayne.....                                | 15,360.000           | 15,360.00            | 0.000                       | 0.00                       | 0                                   |
| Webster.....                              | 20,661.200           | 19,800.000           | 1,061.200                   | 599,555.00                 | 9                                   |
| Wheeler.....                              | 21,120.000           | 3,252.690            | 17,867.310                  | 5,836,936.00               | 39                                  |
| York.....                                 | 20,480.000           | 19,646.610           | 833.390                     | 1,405,144.50               | 9                                   |
| <b>Total K-12 School Trust Lands.....</b> | <b>2,895,692.440</b> | <b>1,402,726.703</b> | <b>1,493,165.737</b>        | <b>\$501,464,124.50</b>    | <b>3,513</b>                        |

**University, Agricultural College and State College (Normal School) Lands**  
**As of June 30, 1998**

| COUNTY  | ACRES              |                    | SURFACE ACRES<br>LEASED (3) | APPRAISED<br>VALUATION (4) | NUMBER OF<br>AGRICULTURAL<br>LEASES |
|---|--------------------|--------------------|-----------------------------|----------------------------|-------------------------------------|
|   | ACQUIRED (1)       | DEEDED (2)         |                             |                            |                                     |
| Antelope (Uni).....                                 | 1,600.000          | 1,407.050          | 192.950                     | 86,146.50                  | 1                                   |
| Burt (Ag).....                                      | 640.000            | 640.000            | 0.000                       | 0.00                       | 0                                   |
| Cedar (Ag).....                                     | 25,405.470         | 24,431.630         | 973.840                     | 1,050,229.50               | 7                                   |
| Cedar (Uni).....                                    | 1,920.000          | 1,605.703          | 314.297                     | 284,218.00                 | 2                                   |
| Cuming (Ag).....                                    | 960.000            | 960.000            | 0.000                       | 0.00                       | 0                                   |
| Dakota (Ag).....                                    | 640.000            | 640.000            | 0.000                       | 0.00                       | 0                                   |
| Dakota (Uni).....                                   | 320.000            | 320.000            | 0.000                       | 0.00                       | 0                                   |
| Dawes (Other).....                                  | 0.000              | 0.000              | 101.350                     | 18,060.50                  | 1                                   |
| Dixon (Ag).....                                     | 2,240.000          | 2,200.000          | 40.000                      | 83,850.00                  | 1                                   |
| Dixon (Uni).....                                    | 640.000            | 640.000            | 0.000                       | 0.00                       | 0                                   |
| Holt (Uni).....                                     | 8,322.100          | 4,414.730          | 3,907.370                   | 1,946,904.00               | 25                                  |
| Knox (Ag).....                                      | 33,491.200         | 31,207.590         | 2,283.610                   | 779,722.50                 | 9                                   |
| Knox (Uni).....                                     | 4,480.000          | 3,649.610          | 830.390                     | 298,335.00                 | 5                                   |
| Lancaster (Normal).....                             | 12,804.800         | 12,729.970         | 74.830                      | 108,075.00                 | 1                                   |
| Madison (Uni).....                                  | 2,240.000          | 2,080.000          | 160.000                     | 266,362.50                 | 1                                   |
| Nuckolls (Uni).....                                 | 4,940.020          | 4,764.580          | 175.440                     | 86,550.00                  | 1                                   |
| Pierce (Ag).....                                    | 10,114.560         | 9,597.830          | 516.730                     | 778,447.50                 | 3                                   |
| Pierce (Uni).....                                   | 3,197.670          | 3,197.670          | 0.000                       | 0.00                       | 0                                   |
| Wayne (Ag).....                                     | 15,648.980         | 15,648.980         | 0.000                       | 0.00                       | 0                                   |
| Webster (Uni).....                                  | 17,803.480         | 16,884.980         | 918.500                     | 507,511.00                 | 8                                   |
| <b>Total All Other Educational Trust Lands.....</b> | <b>147,408.280</b> | <b>137,020.303</b> | <b>10,489.327</b>           | <b>\$ 6,294,412.00</b>     | <b>65</b>                           |

Notes (1), (2), (3) and (4): See pages 12 and 18.



# MAP OF K-12 SCHOOL TRUST LANDS

As of June 30, 1998



## NOTE CONCERNING APPRAISED VALUATION

Appraised valuation also means appraised rental valuation and is merely surface (agricultural) rental capitalized at the rate of 4% (divided by .04). The sole purpose for this computation is to generate the numbers required by certain statutes which have not been amended for many years. These numbers are intended only to provide the statutorily desired information and do not reflect market value as of any specific date.

For purposes of this nature, capitalization rate is the same thing as rent to value ratio. To illustrate the process, if annual rent is \$20.5 million and a rate of 4% is chosen, the resulting value will be \$512.5 million. Similarly, a rate of 5% applied to rental of \$20.5 million will yield a value of \$410.0 million, and a rate of 6% used for the same \$20.5 million rent will result in a value of \$341.7 million. The historically valid long-term capitalization rates for agricultural land are generally 4% to 6%. However, within this range, applying the lower rent to value ratios to actual rental will yield higher values, while applying the higher rent to value ratios to actual rental will yield lower values.

Accurate rent to value ratios can be determined through the process of dividing the rentals which exist at any point in time by the corresponding values to which they pertain. All of these numbers are driven by the private sector marketplace and, therefore, the actual rentals, values and rent to value ratios are always changing over time. It is simply not possible to incorporate these constantly changing rent to value ratios into statutes because, by the time the necessary computations could be made and the statutes could be amended, the actual rent to value ratios would have changed again. For statutory purposes, therefore, the best course is to choose one rent to value ratio within the historically valid range of 4% to 6% and use it consistently over a considerable period of time. This allows the numbers thus generated to be useful for some additional purposes, such as comparing relative values from one county to another and relative changes in values over the years, even though these numbers do not represent current market value.

Analysis using valuation data of the University of Nebraska, Department of Agricultural Economics, established that the slightly more than 1.5 million acres held in Trust for Nebraska's K-12 public schools had a current market value of approximately \$361.5 million as of June 30, 1997, and \$389.3 million as of June 30, 1998. By comparison, the total agricultural rent established by the Board for that land was approximately \$20.1 million effective January 1, 1998, and will be approximately \$20.5 million effective January 1, 1999. These numbers, of course, yield actual agricultural rent to value ratios between 5.27% and 5.56%.

## TOTAL LAND SALES FOR THE BIENNIUM

| TOTAL PARCELS | TOTAL ACRES | GRASS ACRES | CROP ACRES | CRP ACRES | OTHER ACRES | APPRAISED VALUE | TOTAL SALE PRICE | EXCESS OVER APPRAISED VALUE |
|---------------|-------------|-------------|------------|-----------|-------------|-----------------|------------------|-----------------------------|
| 61            | 23,316.82   | 19,093.63   | 338.88     | 3,814.00  | 70.31       | \$5,629,695     | \$5,971,485      | \$341,790 (6.87%)           |

All parcels sold were K-12 School Trust Land. Proceeds are deposited into the Permanent School Fund during the Fiscal Year in which they are received. With respect to some auctions occurring during the last three months of the Biennium, only the down payment was received prior to June 30, 1998. The balance of the purchase price is due within 90 days of the auction date and payments made after June 30, 1998, will be included in receipts for the next Fiscal Year. Deeds are issued only after the purchase price is paid in full and acres are not removed from inventory until that time.

In addition to the \$5,971,485 total sale proceeds, one down payment of \$36,000 was forfeited to the School Trust when the high bidder failed to pay the balance of the purchase price.

19

## SUMMARY OF LAND SALES DURING FISCAL YEAR 1996 - 97

| COUNTY  | PLAT # | LEGAL DESCRIPTION   | SEC-TWN-RGE  | CHARACTERISTICS OF THE LAND          | TOTAL ACRES | GRASS ACRES | CROP ACRES | CRP ACRES | OTHER ACRES | APPRAISED VALUE | SALE PRICE  | EXCESS OVER APPRAISED VALUE |
|---|--------|---|--------------|--------------------------------------|-------------|-------------|------------|-----------|-------------|-----------------|-------------|-----------------------------|
| Johnson   | 1b     | 4.0 acres in SW 1/4   | 16-T05N-R09E | Residential acreage                  | 4.00        |             |            |           | 4.00        | \$ 6,400        | \$ 6,400    |                             |
| Lancaster   | 9      | SW 1/4 SE 1/4, except Lots 44 & 45 (33rd & Superior in Lincoln) | 6-T10N-R07E  | Cropground with Commercial Potential | 33.78       |             | 33.78      |           |             | \$800,000       | \$1,035,000 | \$235,000                   |
| Polk  | 1      | NE 1/4 SW 1/4   | 16-T15N-R01W | Pasture                              | 40.00       | 40.00       |            |           |             | \$ 15,500       | \$ 15,500   |                             |
| Scotts Bluff  | 9      | 25.41 acres in S 1/4 SW 1/4                                     | 36-T21N-R55W | Residential acreage and pasture      | 25.41       |             |            |           | 25.41       | \$ 49,000       | \$ 49,000   |                             |
| 4 Total Parcels Sold during Fiscal Year 1996 - 1997 |        |   |              |                                      | 103.19      | 40.00       | 33.78      | 0.00      | 29.41       | \$870,900       | \$1,105,900 | \$235,000 (21.25%)          |

## TOTAL LAND SALES FOR THE BIENNIUM

| COUNTY    | PLAT # | LEGAL DESCRIPTION                           | SEC-TWN-RGE  | CHARACTERISTICS OF THE LAND | TOTAL ACRES | GRASS ACRES | CROP ACRES | CRP ACRES | OTHER ACRES | APPRAISED VALUE | SALE PRICE | EXCESS OVER APPRAISED VALUE |
|-----------|--------|---|--------------|-----------------------------|-------------|-------------|------------|-----------|-------------|-----------------|------------|-----------------------------|
| Arthur    | 40     | All   | 36-T19N-R40W | Pasture                     | 640.00      | 640.00      |            |           |             | \$ 113,050      | \$ 113,050 | \$                          |
| Banner    | 22     | All   | 36-T17N-R56W | Pasture & CRP               | 640.00      | 337.30      |            | 302.70    |             | 90,250          | 90,250     |                             |
| Banner    | 33     | NE 1/4 except East 40' and W 1/4            | 36-T19N-R57W | CRP & Pasture               | 477.58      | 94.28       |            | 383.30    |             | 76,250          | 90,000     | 13,750                      |
| Blaine    | 4      | E 1/4                                       | 36-T22N-R21W | Pasture                     | 320.00      | 320.00      |            |           |             | 71,200          | 71,200     |                             |
| Box Butte | 16     | 3.76 acres in NE 1/4                        | 16-T27N-R48W | Residential acreage         | 3.76        |             |            |           | 3.76        | 4,960           | 4,960      |                             |
| Box Butte | 16     | 4.95 acres in SE 1/4                        | 16-T27N-R48W | Residential acreage         | 4.95        |             |            |           | 4.95        | 6,150           | 6,150      |                             |
| Boyd      | 20     | NE 1/4                                      | 05-T34N-R11W | Pasture & CRP               | 160.00      | 109.70      |            | 50.30     |             | 55,750          | 55,750     |                             |
| Boyd      | 38     | S 1/4                                       | 36-T35N-R13W | Pasture, Crop & CRP         | 320.00      | 182.00      | 92.00      | 46.00     |             | 117,500         | 150,000    | 32,500                      |
| Brown     | 14     | All   | 36-T31N-R21W | Pasture                     | 640.00      | 640.00      |            |           |             | 150,500         | 150,500    |                             |
| Cedar     | 13     | NW 1/4 NW 1/4                               | 36-T32N-R03E | Pasture                     | 40.00       | 40.00       |            |           |             | 6,000           | 6,000      |                             |
| Cedar     | 12A    | E 1/4 NE 1/4                                | 16-T31N-R03E | CRP & Pasture               | 80.00       | 5.70        |            | 74.30     |             | 52,500          | 52,700     | 200                         |
| Cherry    | 324    | All   | 36-T28N-R37W | Pasture                     | 640.00      | 640.00      |            |           |             | 112,000         | 112,000    |                             |
| Cherry    | 245    | All   | 16-T28N-R34W | Pasture                     | 640.00      | 640.00      |            |           |             | 126,700         | 126,700    |                             |
| Cherry    | 269    | All   | 36-T28N-R35W | Pasture                     | 640.00      | 640.00      |            |           |             | 134,100         | 134,100    |                             |
| Cherry    | 268    | N 1/2 and SE 1/4 SE 1/4                     | 16-T28N-R35W | Pasture                     | 360.00      | 360.00      |            |           |             | 62,900          | 62,900     |                             |
| Cherry    | 243    | All   | 16-T27N-R34W | Pasture                     | 677.47      | 677.47      |            |           |             | 113,000         | 113,000    |                             |
| Cherry    | 272    | SW 1/4 NW 1/4 and S 1/4                     | 36-T29N-R35W | Pasture                     | 360.00      | 360.00      |            |           |             | 128,500         | 128,500    |                             |
| Cherry    | 272    | N 1/2 except SW 1/4 NW 1/4                  | 36-T29N-R35W | Pasture                     | 280.00      | 280.00      |            |           |             | 42,000          | 42,000     |                             |
| Cheyenne  | 40     | 10.65 acres in SE 1/4                       | 16-T16N-R50W | Residential acreage         | 10.65       |             |            |           | 10.65       | 8,525           | 8,525      |                             |
| Dakota    | 2      | W 1/4 NE 1/4 NE 1/4 and S 1/4 NW 1/4 NE 1/4 | 16-T29N-R07E | Pasture                     | 40.00       | 40.00       |            |           |             | 8,000           | 12,000     | 4,000                       |
| Deuel     | 7      | All   | 36-T13N-R43W | Pasture                     | 640.00      | 640.00      |            |           |             | 93,500          | 93,500     |                             |
| Garden    | 57     | All   | 16-T23N-R44W | Pasture                     | 666.48      | 666.48      |            |           |             | 100,500         | 100,500    |                             |
| Hayes     | 3      | All   | 16-T06N-R31W | Pasture & Cropground        | 631.00      | 521.00      | 110.00     |           |             | 190,000         | 190,000    |                             |
| Hayes     | 15     | E 1/4 and E 1/4 NW 1/4                      | 16-T06N-R32W | CRP & Pasture               | 400.00      | 106.50      |            | 293.50    |             | 92,500          | 100,000    | 7,500                       |
| Holt      | 10     | NW 1/4                                      | 36-T27N-R09W | CRP & Pasture               | 160.00      | 30.90       |            | 129.10    |             | 61,000          | 72,100     | 11,100                      |
| Holt      | 10     | SE 1/4                                      | 36-T27N-R09W | Pasture & CRP               | 160.00      | 115.70      |            | 44.30     |             | 52,500          | 52,500     |                             |
| Holt      | 68     | 4.34 acres in SW 1/4 SE 1/4                 | 16-T29N-R12W | Residential acreage         | 4.34        |             |            |           | 4.34        | 5,540           | 8,500      | 2,960                       |
| Keith     | 6      | 10.7 acres in S 1/4                         | 36-T13N-R35W | Residential acreage         | 10.70       |             |            |           | 10.70       | 8,550           | 8,550      |                             |
| Keith     | 10     | N 1/2 SW 1/4                                | 24-T14N-R35W | Pasture                     | 80.00       | 76.92       |            |           | 3.08        | 25,000          | 25,000     |                             |

|  |            |   |                  |                     |           |           |                       |             |             |                   |
|--|------------|---|------------------|---------------------|-----------|-----------|-----------------------|-------------|-------------|-------------------|
| Kimball  | 4          | All   | 16-T15N-R53W     | Pasture & CRP       | 635.90    | 455.60    | 180.30                | 86,000      | 86,000      |                   |
| Kimball  | 58         | All   | 36-T13N-R59W     | CRP & Pasture       | 640.00    | 297.50    | 342.50                | 97,750      | 97,750      |                   |
| Lincoln  | 12         | All   | 16-T10N-R27W     | Pasture             | 640.00    | 640.00    |                       | 128,000     | 128,000     |                   |
| Lincoln  | 23         | N $\frac{1}{2}$   | 16-T16N-R27W     | Pasture & CRP       | 320.00    | 175.90    | 144.10                | 65,750      | 69,500      | 3,750             |
| Lincoln  | 72         | All   | 36-T09N-R31W     | CRP & Pasture       | 640.00    | 143.60    | 496.50                | 158,500     | 158,500     |                   |
| Lincoln  | 74         | All   | 16-T11N-R31W     | Pasture             | 640.00    | 640.00    |                       | 224,000     | 224,000     |                   |
| Logan  | 22         | All   | 36-T20N-R26W     | Pasture & CRP       | 627.80    | 406.60    | 219.20                | 110,500     | 110,500     |                   |
| Logan  | 23         | All   | 16-T17N-R29W     | Pasture & CRP       | 640.00    | 349.00    | 291.00                | 117,500     | 117,500     |                   |
| Loup   | 9          | All lying north of North Loup River Rd  | 16-T21N-R18W     | Pasture & CRP       | 320.00    | 287.20    | 32.80                 | 66,750      | 66,750      |                   |
| McPherson  | 3          | SW $\frac{1}{4}$  | 16-T18N-R30W     | Pasture & CRP       | 160.00    | 87.40     | 72.60                 | 29,500      | 29,500      |                   |
| McPherson  | 4          | S $\frac{1}{2}$   | 36-T18N-R30W     | CRP & Pasture       | 244.40    | 58.00     | 188.40                | 49,500      | 52,000      | 2,500             |
| Monrill  | 72, 73, 74 | All of Sec. 34, All of Sec. 35 and W $\frac{1}{2}$ of Sec. 36-T20N-R51W   | (See Legal Desc) | Pasture             | 1563.78   | 1563.78   |                       | 320,000     | 320,000     |                   |
| Pierce   | 13         | NE $\frac{1}{4}$ , N $\frac{1}{2}$ NW $\frac{1}{4}$ , SW $\frac{1}{4}$ NW $\frac{1}{4}$ , N $\frac{1}{2}$ SE $\frac{1}{4}$  | 16-T28N-R04W     | Pasture & CRP       | 360.00    | 145.00    | 215.00                | 205,000     | 205,000     |                   |
| Platte   | 1          | 3.42 acres in SE $\frac{1}{4}$  | 36-T17N-R01E     | Residential acreage | 3.42      |           |                       | 4,620       | 7,550       | 2,930             |
| Rock   | 33         | E $\frac{1}{2}$ NE $\frac{1}{4}$  | 36-T32N-R18W     | CRP & Pasture       | 80.00     | 14.80     | 1.00 64.20            | 23,500      | 24,100      | 600               |
| Scotts Bluff   | 6          | SW $\frac{1}{4}$ NW $\frac{1}{4}$ , SW $\frac{1}{4}$ and SW $\frac{1}{4}$ SE $\frac{1}{4}$  | 16-T23N-R54W     | Pasture             | 240.00    | 240.00    |                       | 25,650      | 40,150      | 14,500            |
| Scotts Bluff   | 15         | E $\frac{1}{2}$ NW $\frac{1}{4}$ , W $\frac{1}{2}$ E $\frac{1}{2}$ SW $\frac{1}{4}$ , NE $\frac{1}{4}$ NE $\frac{1}{2}$ SW $\frac{1}{4}$ and N $\frac{1}{2}$ SE $\frac{1}{4}$ NE $\frac{1}{2}$ SW $\frac{1}{4}$ | 16-T23N-R56W     | Pasture             | 135.00    | 135.00    |                       | 25,000      | 35,600      | 10,600            |
| Sheridan   | 129        | NE $\frac{1}{4}$  | 36-T25N-R46W     | Pasture             | 160.00    | 160.00    |                       | 21,000      | 21,000      |                   |
| Sheridan   | 129        | N $\frac{1}{2}$ NW $\frac{1}{4}$ and SW $\frac{1}{4}$   | 36-T25N-R46W     | Pasture             | 240.00    | 240.00    |                       | 40,000      | 40,000      |                   |
| Sheridan   | 67         | All   | 36-T30N-R43W     | Pasture             | 640.00    | 640.00    |                       | 120,000     | 120,000     |                   |
| Sheridan   | 37         | All   | 16-T29N-R42W     | Pasture             | 640.00    | 640.00    |                       | 115,000     | 115,000     |                   |
| Sheridan   | 39         | All   | 16-T30N-R42W     | Pasture             | 640.00    | 614.00    | 26.00                 | 146,500     | 146,500     |                   |
| Sheridan   | 64         | E $\frac{1}{2}$   | 16-T29N-R43W     | Pasture             | 320.00    | 320.00    |                       | 61,000      | 61,000      |                   |
| Sheridan   | 65         | All   | 36-T29N-R43W     | Pasture             | 640.00    | 640.00    |                       | 102,000     | 102,000     |                   |
| Sheridan   | 78         | All   | 36-T24N-R44W     | Pasture             | 716.40    | 716.40    |                       | 113,000     | 113,000     |                   |
| Sioux  | 13         | W $\frac{1}{2}$   | 36-T27N-R53W     | CRP & Croppground   | 320.00    | 0.00      | 76.10 243.90          | 57,500      | 57,500      |                   |
| Sioux  | 99         | All   | 16-T34N-R56W     | Pasture             | 640.00    | 640.00    |                       | 67,550      | 67,550      |                   |
| Sioux  | 123        | All   | 36-T35N-R57W     | Pasture             | 640.00    | 640.00    |                       | 68,800      | 68,800      |                   |
| 57 Total Parcels Sold during Fiscal Year 1997 - 1998 |            |   |                  |                     | 23,213.63 | 19,053.63 | 305.10 3,814.00 40.90 | \$4,758,795 | \$4,865,585 | \$106,790 (2.24%) |

**OIL AND GAS LEASES BY COUNTY**  
**K-12 School Trust Lands**  
**As of June 30, 1998**

22

| COUNTY            | NO. OF<br>LEASES | NO. OF ACRES<br>UNDER LEASE |
|-------------------|------------------|-----------------------------|
| Banner .....      | 14               | 3,160.000                   |
| Cherry .....      | 5                | 3,003.910                   |
| Cheyenne .....    | 23               | 10,671.510                  |
| Deuel .....       | 4                | 2,555.000                   |
| Dundy .....       | 14               | 8,319.000                   |
| Fumas.....        | 2                | 1,200.000                   |
| Harlan .....      | 1                | 640.000                     |
| Hayes.....        | 1                | 640.000                     |
| Hitchcock.....    | 8                | 3,359.000                   |
| Kimball .....     | 51               | 26,163.450                  |
| Morrill .....     | 9                | 5,160.290                   |
| Red Willow.....   | 7                | 2,080.000                   |
| Scotts Bluff..... | 2                | 640.000                     |
| Sioux .....       | 10               | 4,878.140                   |
| 17 Counties.....  | 151              | 72,470.300                  |

There were no oil or gas leases covering University, Agricultural College or State College (Normal School) Lands.

**OIL AND GAS ROYALTIES BY COUNTY**

**K-12 School Trust Lands**

**July 1, 1996 to June 30, 1998**

23

|                    |                     |
|--------------------|---------------------|
| Banner .....       | \$ 46,146.62        |
| Cheyenne .....     | \$ 132,569.34       |
| Dundy .....        | \$ 196,551.67       |
| Furnas .....       | \$ 7,407.29         |
| Hitchcock .....    | \$ 194,611.80       |
| Kimball .....      | \$ 285,935.86       |
| Morrill .....      | \$ 82,335.56        |
| Red Willow .....   | \$ 52,556.67        |
| Scotts Bluff ..... | \$ 19,220.88        |
| <br>TOTAL .....    | <br>\$ 1,017,335.69 |

There were no oil or gas royalties from University, Agricultural College or State College (Normal School) Lands.

**OIL AND GAS ROYALTIES FROM K-12 SCHOOL TRUST LANDS  
Deposited in the Permanent School Fund**

