

GUIDELINES FOR LEASING COUNTY ROADS

- Mineral interests conveyed with land acquired for a right of way are owned by the State. House Bill 2521 passed during the 84th Legislative Session, requires that the bonus and revenue derived from a lease on county maintained roads, be paid directly to the county.
- Use the *County Road Lease Application* form if the road you wish to lease is designated as a County Road (e.g., "County Road 181" or "CR 211") or is a named road (e.g., "Oak St." or "Maple Ave.") that the county maintains. If in doubt as to whether a road is maintained by the county, please check with the county.
- Roads crossing county lines require separate application for each county and separate leases will be issued for each county.
- Anyone may apply to lease a county road by submitting a County Road Lease Application form and
 the required materials to the Commissioner of the General Land Office (GLO). The owner of the
 right to develop the oil and gas in the adjacent land has a preferential right to obtain an oil and gas
 lease on the county road.
- If the applicant is not the adjacent mineral owner, then the adjacent mineral owner must execute a waiver of his or her preferential right to lease. The waiver must be filed with the GLO.
 - ♣ Note: If land adjacent to a county road tract is unleased, then "adjacent mineral owner" refers to the holder of the mineral estate in the adjacent land. If the land adjacent to a road tract is subject to an existing oil and gas lease, then an "adjacent mineral owner" refers to all working interest (leasehold) owners of the lease on the adjoining acreage.
- No surface use shall be allowed under the provisions of the county road lease.
- A lease will be issued only after the School Land Board approves the lease and the following financial requirements have been met:
 - **Bonus paid to county** and receipt of payment is received at the GLO (Use County Bonus Form). A copy of the receipt of payment from the county will be provided to the applicant with the executed lease.
 - Statutory sales fee equal to 1.5% of the bonus payment, paid to: Commissioner of Texas General Land Office (send with application for lease)
 - \$500.00 application fee paid to: Commissioner of Texas General Land Office (send with application for lease)

Pooling a County Road: A county road lease provides pooling authority. The following must be provided to the GLO within thirty (30) days of the Designation of Pooled Unit being filed of record:

- 1. Completed State Right of Way and/or County Road Unit Designation form.
- 2. Copy of recorded original Designation of Pooling Unit (DPU), and any/all corrections and amendments.
- 3. Copy of unit plat with State and County tracts included in the DPU highlighted.
- 4. \$500.00 Unit Processing Fee (payable to: Commissioner of Texas General Land Office) See Pooling/PSA section of website for questions.

NOTE: If the State or County owns the surface of a highway or road on Relinquishment Act Land, a lease may be obtained by sealed bid or pooled under Natural Resource Code 32.207

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