## Legal Notice STATE OF IDAHO LAND LEASE OPPORTUNITY PUBLIC AUCTION FOR LEASE

Notice is hereby given pursuant to Article IX, § 8 of the Idaho Constitution and Idaho Code §§ 58-307, -310 and -313, that the State of Idaho, Department of Lands (hereinafter "IDL"), will conduct a public auction of Mineral Lease E100114, as set forth below. Auction activities will begin on Thursday, May 21, 2020, at 1:00PM (MDT) via a telephone conference call (only) established by IDL and available (only) to pre-registered auction participants. The deadline for auction registration to be received by IDL is Tuesday, May 19, 2020 at 5:00PM (MDT). Additional auction information, including telephone conference call access and any additional instructions, will be provided by IDL upon registration. The lease will be awarded to the bidder who will pay the highest premium bid therefore; annual rental rates and royalty rates have been established by IDL and are set forth in the lease to be auctioned. Detailed information regarding auction registration, the lease, including a specific legal description and map of the property to be leased, rental rates and royalty rates can be obtained by visiting IDL's website at www.idl.idaho.gov/leasing/minerals-leasing/ or by contacting Mike Murphy via e-mail at MineralsLeasing@idl.idaho.gov or 208-334-0290.

Mineral Lease E100114 is for 5 years for the extraction of boulders with a leased premises of approximately 11 acres on the following described parcels located in Section 2, Township 61 North, Range 4 West, Boise Meridian, in Bonner County, Idaho:

That portion of the eastern 200 feet of the SW1/4NE1/4 of said Section 2 lying east of the existing road, from the south line of said SW1/4NE1/4 and extending north 924 feet; and that portion of the western 330 feet of the SE1/4NE1/4 of said Section 2 from the south line of said SE1/4NE1/4 and extending north 924 feet.

## LEASE AUCTION TERMS AND CONDITIONS

- 1. The auction is for the leasehold interest only.
- The rental rate and royalty rates for the lease to be auctioned have been established by the Idaho Department of Lands ("IDL") as set forth in the lease. The auction is for the highest bid in excess of the annual rental amount ("Premium Bid"). The minimum bid increment is \$1.00.
- 3. No improvements exist in association with the lease.
- 4. All auction participants must register, and all registrations must be received by IDL by the registration deadline. No one will be permitted to register after the registration deadline.
- 5. Registration requires submitting the following fully completed and executed forms via e-mail to <u>MineralsLeasing@idl.idaho.gov</u> by the registration deadline: IDL Application for Use Form, IDL Registration Form, the Statement of Non-Collusion Form (attesting that there has been no interference with anyone's right to bid in the bidding process). The required forms are available at <u>www.idl.idaho.gov/leasing/minerals-leasing/</u> or by sending a forms request to the following e-mail address: <u>MineralsLeasing@idl.idaho.gov</u>.
- 6. Registration requires a \$250.00 non-refundable application fee to be paid online via the "Make Payment" option located at <a href="http://www.idl.idaho.gov/leasing/minerals-leasing/">www.idl.idaho.gov/leasing/minerals-leasing/</a> by the registration deadline.
- Registrants that are legal entities must be authorized to do business in Idaho; and, any entity required to file with the Idaho Secretary of State must submit a copy of its certificate of good standing with the Idaho Secretary of State to <u>MineralsLeasing@idl.idaho.gov</u> prior to the registration deadline.
- 8. In order to be an eligible bidder, persons must be eighteen (18) years of age or older, of sound mind, and legally competent to contract for an interest in real property in the State of Idaho. No person or entity in default of any lease or other legal obligation to IDL is eligible to bid at auction.
- 9. Bidders must be the named applicant. If the applicant is a legal entity, any person representing the legal entity must be identified as an authorized officer, general partner, member or manager of the entity (as applicable), or must otherwise be authorized in writing by resolution of the entity, which authorization must be submitted by the registration deadline and approved by IDL prior to the start of the auction. Bidders may appear by agent or proxy on behalf of the applicant only with a fully executed power of attorney. The power of attorney must specify the authority granted to the agent/proxy (the statutory power of attorney form at I.C § 15-12-301 is preferred), and must be submitted by the registration deadline and approved by IDL prior to the start of the auction.
- 10. The successful bidder must submit the full amount of the non-refundable Premium Bid and the first year's rent online via the "Make Payment" option located at <u>www.idl.idaho.gov/leasing/minerals-leasing/</u> by Friday May 22, 2020 at 5:00PM (MDT). If the successful bidder is a government agency, that bidder may submit the full amount of the non-refundable Premium Bid and the first year's rent via an agency-generated warrant or via an interagency payment by Thursday June 4, 2020 at 5:00PM (MDT).
- 11. If the successful bidder withdraws or refuses to accept or execute the lease, IDL will retain the Premium Bid, the first year's rent and the non-refundable application fee, and will award the lease to the second highest bidder if there were only two bidders, or will reauction the lease if there were more than two bidders.

- 12. No assignment, sublease or other transfer of the lease will be allowed or approved from the date of the auction until possession under the lease, and thereafter only in accordance with the terms of the lease.
- 13. All bids are subject to acceptance by IDL at close of bidding. Pursuant to Idaho Code § 58-310(4), IDL and the Land Board reserve the right to reject any and all bids when, in their judgment, there has been fraud or collusion, or for any other reason which justifies rejection of the bids.