§ 162.511

WEELS

§ 162.511 What is the purpose of a WEEL?

A WEEL is a short-term lease that allows the lessee to possess trust or restricted lands for the purpose of evaluating wind resources. The lessee may use information collected under the WEEL to assess the potential for wind energy development, and determine future placement and type of wind energy technology to use in developing the energy resource potential of the leased area.

§ 162.512 How long may the term of a WEEL run?

- (a) A WEEL must provide for a definite term, state if there is an option to renew and if so, provide for a definite term for the renewal period. WEELs are for project evaluation purposes, and therefore may have:
- (1) An initial term that is no longer than 3 years; and
- (2) One renewal period not to exceed 3 years.
- (b) The exercise of the option to renew must be in writing and the WEEL must specify:
- (1) The time and manner in which the option must be exercised or is automatically effective;
- (2) That confirmation of the renewal will be submitted to us, unless the WEEL provides for automatic renewal; and
- (3) Additional consideration, if any, that will be due upon the exercise of the option to renew or the start of the renewal term.

§ 162.513 Are there mandatory provisions a WEEL must contain?

- (a) All WEELs must identify:
- (1) The tract or parcel of land being leased;
- (2) The purpose of the WEEL and authorized uses of the leased premises;
- (3) The parties to the WEEL;
- (4) The term of the WEEL;
- (5) The ownership of permanent improvements and the responsibility for constructing, operating, maintaining, and managing permanent improvements, under § 162.515;
- (6) Payment requirements and late payment charges, including interest;

- (7) Due diligence requirements, under $\S 162.517$; and
- (8) Insurance requirements, under \$162.527.
- (b) Where a representative executes a lease on behalf of an Indian landowner or lessee, the lease must identify the landowner or lessee being represented and the authority under which the action is taken.
- (c) All WEELs must include the following provisions:
- (1) The obligations of the lessee and its sureties to the Indian landowners are also enforceable by the United States, so long as the land remains in trust or restricted status:
- (2) There must not be any unlawful conduct, creation of a nuisance, illegal activity, or negligent use or waste of leased premises;
- (3) The lessee must comply with all applicable laws, ordinances, rules, regulations, and other legal requirements under §162.014;
- (4) If historic properties, archeological resources, human remains, or other cultural items, not previously reported are encountered during the course of any activity associated with this lease, all activity in the immediate vicinity of the properties, resources, remains, or items will cease, and the lessee will contact BIA and the tribe with jurisdiction to determine how to proceed and appropriate disposition:
- (5) BIA has the right, at any reasonable time during the term of the lease, and upon reasonable notice, in accordance with §162.589, to enter the leased premises for inspection; and
- (6) BIA may, at its discretion, treat as a lease violation any failure by the lessee to cooperate with a BIA request to make appropriate records, reports, or information available for BIA inspection and duplication.
- (d) Unless the lessee would be prohibited by law from doing so, the lease must also contain the following provisions:
- (1) The lessee holds the United States and the Indian landowners harmless from any loss, liability, or damages resulting from the lessee's use or occupation of the leased premises;
- (2) The lessee indemnifies the United States and the Indian landowners