## SURFACE USE: THE DOMINANT ESTATE, REASONABLE USE AND DUE REGARD

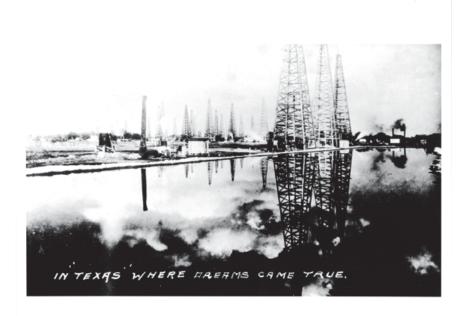
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David E. Jackson
Marc O. Knisely
JACKSON SJOBERG & TOWNSEND LLP
711 West 7th Street
Austin, Texas 78701



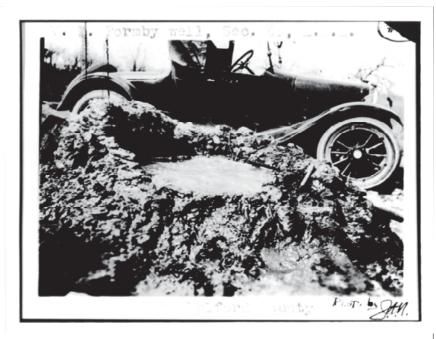
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## **Surface Use—An Industry Perspective**

"Another issue that sometimes complicates the producer/royalty owner relationship is restrictions on surface usage and compensating surface owners. . . . The real threat is surface use restrictions. If you can't access the land, nothing else matters. . . . "

"Royalty owners who have unified estates want to get their royalty checks and get paid for the surface use, too. It's the free lunch theory. I can pay X for a lease, but if I have to compensate surface owners for the loss of land value, then I can't pay X for the lease. When we bring up those issues, [royalty owners] shrug them off. I guess it is supposed to come out of producers hides."

-Al Pickett, The American Oil & Gas Reporter

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One Landowner's Perspective:

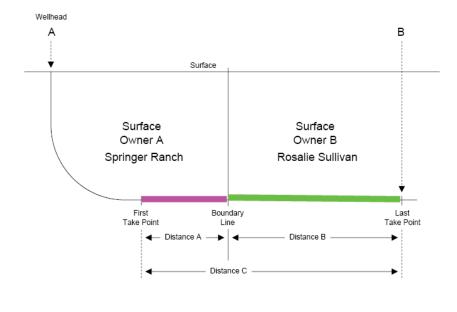
IN REGARDS TO YOUR LETTER I RECEIVED TODAY. THE MINERAL RIGHTS I HAVE WILL REMAIN MINE I DON'T CARE WHAT THE OIL AND GAS COMMISSION SAYS. YOU ARE NOT WELCOME ON MY PROPERTY, AND I'M TELLING YOU TO STAY OFF. CONTRACTORS, OR AGENTS. WHO COME ONTO MY LAND WILL BE TREATED AS TRESPASSERS. GET ALL YOUZ YANKEE. REPUBLICAN, CARPETBACIN, HALIBURTON MUTHEZ AND TAKE THEM ALL BACK TO TEXAS SO WE CAN KEEP ALL THE IN ONE PLACE. K155 MY 200

## **Definition of Surface and Mineral Estate**

- Springer Ranch, Ltd. v. Jones, 421 S.W.3d 273 (Tex. App.—San Antonio 2008, no pet.)
- Lightning Oil Company v. Anadarko E & P Onshore, LLC, 480 S.W.3d 628
   (Tex. App.—San Antonio 2015), aff'd, 520 S.W.3d 39 (Tex. 2017)

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## Facts in Springer Ranch







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