Different kinds of individual Indian land ownership are explained in this fact sheet. Your Individual Trust Interest (ITI) Report or your deed will indicate whether ownership of reservation land is:

1. Individually Owned Trust or Restricted Land and/or,
2. Fee Land (also known as Fee Simple Land or Fee Patent Land)

You may own a combination of trust lands and fee lands on one or more reservations.

**Individually owned trust and restricted land**

The General Allotment Act of 1887 divided American Indian treaty lands into individually owned parcels of land known as allotments. Upon the passing of the original allottees, ownership was and has continued to be distributed among their heirs as undivided interests.

Any undivided interest in allotted land is held in trust by the United States for the benefit of its Indian owner. Individually owned trust and restricted lands are not subject to any type of city, county, state or federal taxes such as property taxes. Most financial institutions do not accept an undivided interest in trust lands as collateral for a loan.

Under the technical amendment of December 2, 2008 IRA tribes have been given the authority to enact resolutions, codes, or laws to permit owners the ability to write a will and leave trust property to a non-Indian person and have the land converted from trust status to fee status. Without tribal resolution AIPRA prohibits the leaving of IRA lands in fee to non-Indian. Non-IRA tribes already had this authority.

This may be affected by technical amendments allowing IRA tribes to pass a tribal law allowing trust lands to be willed into fee status.

**Passing of trust and restricted land**

Upon an owner’s passing, individually owned trust or restricted land passes in one of two ways:

- If the owner has a written will, he or she names the individuals to receive his or her undivided interests in trust lands.
- If the owner does not have a written will,
his or her undivided interests in trust lands are distributed to his/her eligible heirs under the American Indian Probate Reform Act of 2004 (AIPRA) that became effective for individuals who pass away on or after June 20, 2006.

AIPRA creates a new nationwide probate code for all reservations. Prior to AIPRA, state laws determined how trust or restricted lands passed from generation to generation. The new federal probate code applies to all individually owned trust and restricted lands unless the tribe has a Department of Interior approved probate code.

The Fort Hall, Fort Belknap, Blackfeet and Fort Peck Reservations do not currently have “approved” probate codes for trust or restricted land.

Fee (fee simple or fee patent) land

Unlike trust land, fee (fee simple or fee patent) land generally means that an individual owns the property outright and that the land is not held in trust for a tribal member by the United States government. If there are no restrictions on it, land owners can gift or sell their fee land without BIA approval.

Fee (fee simple or fee patent) land is subject to county, state and federal taxes; including annual property taxes. Land in fee can be used as collateral for a loan.

Example: John needs an operating loan for his ranch. His local bank will accept his fee land on the reservation as collateral. However, the bank will not accept his undivided interest of 1/8 in an allotment that he inherited from his parents.

Ways property is titled

Typically, fee land and trust land are titled in one of the following ways:

1. Sole ownership (one owner)
2. Co-ownership (two or more owners)
   a. Tenancy in common
   b. Joint tenancy with right of survivorship

Sole Ownership: Sole ownership means there is only one owner. Unless a tribe exercises jurisdiction over fee land upon an owner’s passing, solely owned fee land passes under state law (if no will exists) to the owner’s heirs or to whomever the owner has named in a written will. AIPRA does not control the distribution of solely owned fee land located on a reservation. AIPRA does control any solely owned trust or restricted land.

Example 1: Reese holds fee land on the Fort Peck reservation in his name only. If he does not write a will, Montana law controls who receives his fee land upon his passing, not AIPRA.

Example 2: Steve owns fee land on the Fort Hall reservation in his name only. If he does not write a will, Idaho law controls who receives his property upon his passing, not AIPRA.

Example 3: Sara owns a 1/16 undivided interest in a parcel of trust land on the Fort Belknap reservation. She has written a will leaving her undivided interest to her son. Sara’s written will controls who receives her land, not Montana law or AIPRA.

Example 4: Roger owns an undivided interest of 1/8 in a parcel of trust land on the Fort Peck reservation with eight of his brothers. If he passes away without a written will, AIPRA controls how his undivided interests in several allotments are passed to his heirs.

Co-ownership: Co-ownership of fee and trust land exists when two or more persons hold legal title to the same property. There are two types of co-ownership recognized under AIPRA:

1. Tenancy in common
2. Joint tenancy with right of survivorship

* Except Alaska, the Five Civilized Tribes, and Osage.
Tenancy in Common: Under this method of co-ownership, two or more persons hold an undivided interest in the same property with no right of survivorship for the surviving tenant in common. No right of survivorship means that the surviving co-owner does not inherit (unless named in a will) the other’s share. Two or more persons can own land as tenants in common.

Each tenant in common has the right to transfer his or her proportional share by selling it, giving it away, or by transferring it to persons of his or her choice at his or her passing by a written will.

Undivided interest means each tenant in common owns a part of the total value. If two people have a tenancy in common one owner cannot claim to own the valuable parcel of land with an oil well and claim that the parcel without oil belongs to the other owner.

Example 3: Tony and his brother, Don, are ranching together and own land as tenants in common on the Fort Peck reservation. As tenants in common, each owns one-half of the total value of the property.

The title for Tony and Don’s tenancy in common for the property reads as follows:

Tony Plainfeather and Don Plainfeather as tenants in common.

If Tony passes away, his undivided interest of ½ does not automatically pass to his brother Don because there is no right of survivorship for the surviving tenant-in-common. If Tony passes away without a written will, his wife would inherit his ½ undivided interest in the land. She would then own the land as a tenant-in-common with Don, her brother-in-law.

Joint Tenancy: If fee land is held in joint tenancy with right of survivorship, the deceased co-owner’s interest is eliminated and the last survivor becomes the sole owner.

Example 4: Floyd, LeRoy, and Tamara own fee land as joint tenants with right of survivorship on the Blackfeet reservation in Montana. The title for Floyd, LeRoy, and Tamara’s joint tenancy would read as follows:

Floyd Plainfeather, LeRoy Plainfeather and Tamara Plainfeather as joint tenants with right of survivorship and not as tenants in common.

If Floyd passes away, his share of the joint tenancy land is vested in LeRoy and Tamara. If LeRoy passes away, his share of the joint tenancy is vested in Tamara. Tamara now owns all the land that was held in joint tenancy with Floyd and LeRoy.

When Tamara becomes owner of the fee land she can leave it to whomever she wants by writing a will. If Tamara passes away without writing a will, Montana law controls who receives her fee land.

What can you do?

To ensure the passing of your property to those whom you wish, learn how your land is held. Is your land held as:

- Individually owned trust or restricted?
- Fee (fee simple or fee patent)?

Request your copy of an Individual Trust Interest (ITI) Report from the BIA Realty office to determine the amount of undivided interests you own. You can request an ITI Report by using the form in Fact Sheet #4.

Review Fact Sheet #4 to see what all the numbers on the ITI report mean. If you have questions that are not answered in the fact sheet, contact the BIA Realty office.

Once your ownership status is determined, decide how you want your interests to be divided among members of the next generation.
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Disclaimer

The information appearing in this fact sheet is presented for informational purposes only. The objective of the fact sheet is to help you develop an understanding of the American Indian Probate Reform Act (AIPRA). The contents should not be considered as legal advice or be used as such. For legal information specific to your situation, contact appropriate legal counsel with your tribe or an attorney.

Future change in laws cannot be predicted and statements in this fact sheet are based solely on the rules and regulations in force on the date of publication.