

Under the circumstances, she believes that the State should consent to cancellation of her lease for the balance of the term commencing on June 14, 1950.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE CANCELLATION OF GRAZING LEASE P.R.C. 1200, ISSUED TO MRS. FAYE DUQUE OF RENO, NEVADA, AND COVERING 1,280 ACRES IN LASSEN COUNTY, SAID CANCELLATION TO BECOME EFFECTIVE ON JUNE 13, 1950, AND THAT MRS. DUQUE BE RELIEVED OF PAYING ANY FURTHER RENTALS UNDER THIS AGREEMENT.

33. (LEASES AND PERMITS FOR DREDGING SAND AND GRAVEL FROM NAVIGABLE STREAMS - W.O. 623) The Commission was informed that Section 6303 of the Public Resources Code (as amended by Chapter 824, Statutes of 1949) provides in part that "When a contractor or permittee has a contract with or a permit from the Federal Government or any authorized public agency to dredge navigable streams for the improvement of navigation, the Commission may, when in the best interests of the State, allow such contractor or permittee to have sand, gravel, or other spoils dredged from the sovereign lands of the State located within the area specified in such contract or permit without paying a royalty therefor."

Dredging operations in navigable rivers of the State fall normally into one of four classes:

1. Dredging to secure deposits of sand and gravel for commercial purposes. Such operations are conducted under a lease from the State issued pursuant to competitive public bidding and under permit from the Corps of Engineers, U. S. Army insofar as the operation affects navigation. The minimum royalty rate specified in the most recent call for bids for this type lease was three cents per cubic yard for all sand and gravel extracted from the State land.
2. Dredging for the specific improvement of navigation under a contract with the Federal Government or other authorized public agency, where public moneys are being spent for the improvement or maintenance of a navigation channel.
3. Dredging at private cost, under permit of the Corps of Engineers, for the specific purpose of establishment or improvement of navigation.
4. Dredging under Corps of Engineers permit resulting in concurrent benefits to navigation, flood control and recreational interests.

Specific inquiry to the District Engineer, Corps of Engineers, U. S. Army, with relation to a selected dredging project being conducted in the San Joaquin River under permit from the Corps of Engineers, has resulted in the report that the dredging operations are of great benefit for navigation, flood control and recreational interests; that the operations remove a great amount of sand which would otherwise go into other channels where it would have to be dredged out at the expense of the Government. Due to the public benefits resulting from the operations, it is the opinion of the District Engineer that they should be encouraged as much as possible (This Dredging operation falls in the fourth class enumerated above).

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO CONDUCT ALL PRELIMINARY NEGOTIATIONS AND ADMINISTRATIVE ACTIONS NECESSARY FOR ACTION BY THE COMMISSION ON A LEASE FOR THE EXTRACTION OF SAND AND GRAVEL FROM NAVIGABLE STREAMS, PURSUANT TO COMPETITIVE PUBLIC BIDDING, OR ON A PERMIT WHERE APPLICABLE, SUBJECT TO THE FOLLOWING CONDITIONS:

1. SPECIFIC RESERVATION OF THE RIGHT OF THE COMMISSION TO REJECT ANY OR ALL BIDS.
2. FOR OPERATIONS UNDER CLASSIFICATION 1 ABOVE, THE DREDGING PROJECT MUST BE DETERMINED BY THE CORPS OF ENGINEERS AS NOT BEING CONTRARY TO NAVIGATION INTERESTS AND SUSCEPTIBLE OF WAR DEPARTMENT PERMIT FOR THE CONDUCT OF THE DREDGING. FOR OPERATIONS UNDER CLASSIFICATIONS 2, 3, OR 4 ABOVE, THE DREDGING PROJECT MUST BE RECOMMENDED BY THE CORPS OF ENGINEERS, U. S. ARMY AS IN THE PUBLIC INTEREST AND OF DIRECT BENEFIT TO NAVIGATION.
3. (a) FOR OPERATIONS IN CLASSIFICATION 1 THE LEASE IS TO SPECIFY A MINIMUM ROYALTY TO THE STATE OF THREE CENTS PER CUBIC YARD FOR ALL SAND AND GRAVEL REMOVED FROM STATE LAND.
(b) FOR OPERATIONS IN CLASSIFICATION 2, PERMIT TO BE ISSUED AT NO CHARGE IN ADDITION TO THE STATUTORY \$5.00 FILING FEE.
(c) FOR OPERATIONS IN CLASSIFICATIONS 3 AND 4 THE LEASE IS TO SPECIFY A MINIMUM ROYALTY TO THE STATE OF ONE CENT PER CUBIC YARD FOR ALL SAND AND GRAVEL REMOVED FROM STATE LAND.

34. (APPLICATION FOR PERMIT TO DREDGE GOLETA SLOUGH, DEPARTMENT OF PUBLIC WORKS, COUNTY OF SANTA BARBARA - W.O. 702, P.R.C. 518) The Commission was informed that the Department of Public Works, County of Santa Barbara, has applied for a permit to dredge Goleta Slough and deposit spoils on the Goleta Sandspit recently purchased by the County from the Federal Government. The purpose of the proposed dredging and fill is to develop a County recreational beach park.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO ISSUE TO THE COUNTY OF SANTA BARBARA, A PERMIT FOR THE DREDGING OF GOLETA SLOUGH AND THE DEPOSITING OF DREDGER SPOILS ON THE COUNTY-OWNED SANDSPIT IN ACCORDANCE WITH THE PROJECT PLANS SUBMITTED, FOR THE CREATION OF A RECREATIONAL BEACH PARK, THE COUNTY BEING EXEMPT BY STATUTE FROM THE PAYMENT OF ANY FEE OR RENTAL.

35. (EXTENSION OF TIME FOR PAYMENT OF ANNUAL RENTAL, LEASE P.R.C. 218, CLIFFORD M. HEWITT) The Commission was informed that by letters dated April 12 and April 18, 1950, Mr. Clifford M. Hewitt, who holds a lease of tide and submerged lands occupied by a boat center at Vallejo, California, has requested an extension of time in which to make payment of the fourth annual rental due April 13, 1950, under this lease. Mr. Hewitt states that he is not holding the ratio of new business necessary, and is thus pressed for working capital, and that he is endeavoring to clear this situation through further development of his property, to attract a greater patronage. He has requested the Commission to extend the time in which to make payment of the above-mentioned rental until August 14, 1950, and offers to pay the annual rental of \$600.00 in monthly installments of \$150.00 each as of May, June, July and August 15th.