

18. (APPLICATION FOR PROSPECTING PERMIT, L. B. SPAULDING AND L. B. SPAULDING, JR., SAN DIEGO COUNTY - W.O. 1044, P.R.S. 1231.) An application has been received from Mr. L. B. Spaulding and Mr. L. B. Spaulding, Jr., of Ramona, California, for permission to prospect for minerals on the NW $\frac{1}{4}$ of the SW $\frac{1}{4}$ and the NW $\frac{1}{4}$ of Section 16, T. 16 S., R. 6 E., S.B.M., containing approximately 240 acres in San Diego County. Field reconnaissance by the staff and review of the records of the Division of Mines has shown that the subject area cannot be classified at this time as known to contain commercially valuable deposits of minerals. The statutory filing fee of \$5 has been paid, and the permit fee of \$240 has been deposited by the applicants.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO EXECUTE AND ISSUE A TWO-YEAR PROSPECTING PERMIT TO MR. L. B. SPAULDING AND MR. L. B. SPAULDING, JR., FOR 240 ACRES OF VACANT STATE SCHOOL LAND IN THE NW $\frac{1}{4}$ AND THE NW $\frac{1}{4}$ OF THE SW $\frac{1}{4}$ OF SECTION 16, T. 16 S., R. 6 E., S.B.M., SAN DIEGO COUNTY, PURSUANT TO THE PUBLIC RESOURCES CODE, WITH ROYALTY PAYABLE UNDER ANY PREFERENTIAL LEASE ISSUED UPON DISCOVERY OF COMMERCIALY VALUABLE MINERAL DEPOSITS TO BE IN ACCORDANCE WITH THE FOLLOWING SCHEDULE:

1. FOR GOLD, SILVER, OTHER PRECIOUS MINERALS, AND RADIOACTIVE MINERALS:

$$R = 2.00 + 0.01 (C-20.00)^2$$

2. FOR NONPRECIOUS METALLIC MINERALS:

$$R = 1.50 + 0.20 (C-20.00)$$

3. FOR NONMETALLIC MINERALS:

$$R = 1.00 + 0.20 (C-20.00)$$

WHERE R = ROYALTY IN DOLLARS AND CENTS PER TON

C = WEIGHTED AVERAGE GROSS SALES PRICE PER TON DETERMINED AT THE END OF THE FIRST YEAR OF THE LEASE AND EVERY FOUR YEARS THEREAFTER.

THE MAXIMUM ROYALTY SHALL NOT EXCEED 50 PER CENT OF THE AVERAGE GROSS SALES PRICE OF THE ORE FOR GOLD, SILVER, OTHER PRECIOUS MINERALS AND RADIOACTIVE MINERALS. THE MAXIMUM ROYALTY SHALL NOT EXCEED 25 PER CENT OF THE AVERAGE GROSS SALES PRICE OF THE ORE FOR ALL OTHER NONPRECIOUS METALLIC AND NON-METALLIC MINERALS.

19. (AGREEMENT FOR EASEMENT NO. 415, RIO VISTA, ALLOTMENT REVISION 55, STANDARD OIL COMPANY OF CALIFORNIA.) The Standard Oil Company of California, lessee under Agreement for Easement 415, has submitted the data relative to the proposed 55th Revision of the estimated productive limits of the pools within the limits of the Rio Vista Gas Field. The proposed revision is based upon the results of the completion of Well "Broad Ford Community No. 6", the surrender of a lease upon a formerly productive area, and the inclusion of a new minor parcel within the productive limits of the East Midland Pool. These revisions have been reviewed by the staff and found to be a reasonable interpretation of the location of the productive limits of the affected pools. The

change in State participation in the allocations of production from the Rio Vista Field is shown in the accompanying tabulation. Such changes will result in a minor increase in the monthly royalty accruing from Rio Vista Field production.

Pool	STATE PERCENTAGE PARTICIPATION		
	Revision 54 Effective 8/1/51	Revision 55 Effective 8/23/51	Net Change
East Enigh	0.4905%	0.4923%	+ 0.0018%
West Enigh	10.6057	10.9916	+ 0.2859
West Hamilton	13.2610	13.2610	-0-
East Midland	0.8628	0.8620	- 0.0008

20. (SALE OF VACANT FEDERAL LAND, OBTAINED THROUGH USE OF BASE, SCRIP APPLICATION 10485, LOS ANGELES LAND DISTRICT, SAN BERNARDINO COUNTY, SIDNEY SMITH - S.W.O. 5291.) An offer has been received from Mr. Smith of Los Angeles, California, to purchase Lot 15 of Section 24, T. 10 N., R. 3 E., S.B.M., containing 17.95 acres in San Bernardino County. This land may be obtained by the State from the Federal Government through use of base. The minimum price for scrip for this type of land has been set heretofore at \$5 per acre, cash. Mr. Smith has made an offer of \$89.65, or \$5 per acre.

The subject land is desert land, contains no water, has very poor quality soil which produces a very sparse growth of broom, no graze and practically no chance of grazing in wet seasons.

The Assessor of San Bernardino County has assessed contiguous land at \$2.50 to \$5 per acre, thus indicating an appraised value of the land applied for of \$5 to \$8 per acre. Subject land in no way resembles assessed land. An appraisal by the Commission's staff indicates that the offer as made is adequate.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE SALE OF LOT 15 OF SECTION 24, T. 10 N., R. 3 E., S.B.M., TO MR. SIDNEY SMITH AT THE APPRAISED CASH PRICE OF \$89.65, SUBJECT TO ALL STATUTORY RESERVATIONS INCLUDING MINERALS, UPON THE LISTING (CONVEYANCE) OF SAID LAND TO THE STATE BY THE FEDERAL GOVERNMENT.

21. (SALE OF VACANT FEDERAL LAND, OBTAINED THROUGH USE OF BASE, SCRIP APPLICATION 10483, LOS ANGELES LAND DISTRICT, SAN BERNARDINO COUNTY, SIDNEY SMITH - S.W.O. 5237.) An offer has been received from Mr. Smith of Los Angeles, California, to purchase the SW $\frac{1}{4}$ of SW $\frac{1}{4}$ of Section 26, T. 11 N., R. 4 E., S.B.M., containing 40 acres in San Bernardino County. This land may be obtained by the State from the Federal Government through use of base. The minimum price for scrip for this type of land has been set heretofore at \$5 per acre, cash. Mr. Smith has made an offer of \$200, or \$5 per acre.

The subject land is rolling, soil sandy silt, contains no water, and supports a fair desert growth, with a potential crop of fillaree showing. The land is accessible by existing road.