

12. (REQUEST FOR RENEWAL AND EXTENSION OF MINERAL LEASE 207 (303/1921), INYO COUNTY, MT. WHITNEY TALC COMPANY - W.O. 1268, P.R.C. 1262.2.) The Mt. Whitney Talc Company, lessee under Lease 207 (303/1921), has requested renewal and extension of the lease for a period of ten years. Lease 207 (303/1921), issued May, 1932, for the extraction of talc for a term of twenty years, provides that the Lessee has the preferential right to renew the lease for successive periods of ten years each upon such reasonable terms and conditions as may be prescribed by the State unless otherwise provided by law at the time of the expiration of such periods. Section 6896 of the Public Resources Code, relating to leases for minerals other than oil and gas, provides currently that such leases shall contain the preferential right in a lessee to renew the lease for successive periods of ten years upon such reasonable terms and conditions as may be prescribed by the Commission. The Mt. Whitney Talc Company has stated willingness to accept the renewal and extension in the form authorized by the Commission heretofore for another mineral extraction lease issued originally under the provisions of Chapter 303/1921 (Minute Page 1581, Item 30, June 30, 1952). Authorization of the proposed lease will result in a simplification of administration and accounting procedures because such renewal would conform to the standard form of mineral lease authorized heretofore by the Commission and would include the standard royalty schedule authorized by the Commission on October 24, 1951 (Minute Page 1471, Item 20). The proposed royalty schedule would produce a royalty of \$1.25 per ton of ore produced and sold during the first year of the extension of the lease, compared with the last royalty of \$0.40 per ton paid under the expired lease. Due to the physical location of the workings on Lease 207, minerals produced on contiguous privately owned lands have generally been removed through tunnels located upon the leased State lands. As an alternative to providing complex procedures for segregation of ore, Lease 207 has been subject to a supplementary agreement of January 2, 1941, whereunder the Lessee has paid to the State of California the specified lease royalty on all talc removed through tunnels located on the leased State lands whether such talc is mined upon the State lands or adjacent privately owned lands. The lease applicant has agreed that this supplementary agreement should be continued in existence and be applicable to the proposed lease renewal and extension at the royalty rates specified in the lease renewal and extension.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO ISSUE A RENEWAL AND EXTENSION OF LEASE 207 (303/1921) FOR A TERM OF TEN YEARS TO MT. WHITNEY TALC COMPANY, SUBJECT TO THE DEPOSIT BY THE LESSEE OF THE PERFORMANCE BOND IN THE AMOUNT OF \$1000 AS REQUIRED BY SECTION 13 OF THE LEASE EXTENSION AND RENEWAL, AND FURTHER SUBJECT TO THE RENEWAL FOR THE TERM OF THE LEASE RENEWAL OF THE SUPPLEMENTARY AGREEMENT OF JANUARY 2, 1941, BETWEEN THE STATE AND MT. WHITNEY TALC COMPANY TO PROVIDE FOR THE PAYMENT OF ROYALTIES AS SPECIFIED IN THE LEASE RENEWAL FOR ALL TALC TRANSPORTED AND REMOVED THROUGH TUNNELS IN THE LEASED LANDS OF THE STATE WHETHER SUCH TALC IS MINED UPON LANDS OF THE STATE OR ADJACENT PRIVATELY OWNED LANDS.

13. (APPLICATION FOR PERMIT TO CONSTRUCT A PIER, LAKE TAHOE, PLACER COUNTY, MRS. W. J. BURNS - W.O. 1321, P.R.C. 775.1.) Mrs. W. J. Burns has applied for a permit to construct a recreational pier in Lake Tahoe. Due to the high water situation at Lake Tahoe, the Staff has been unable to complete its survey and investigation of the shore of the lake and of the many encroachments on State lands. It is therefore considered advisable to issue permits for a period of

no more than two years, pending completion of the investigation. Filing and permit fees have been paid.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO ISSUE TO MRS. W. J. BURNS A PERMIT FOR THE CONSTRUCTION, MAINTENANCE, AND USE OF A RECREATIONAL PIER, APPROXIMATELY ONE-FIFTH MILE NORTH OF BLACKWOOD CREEK, LAKE TAHOE, PLACER COUNTY, FOR A PERIOD OF TWO YEARS, PERMIT FEE TO BE \$20, TERMS OF THE PERMIT TO BE SUBJECT TO REVISION AT THE END OF THE TWO-YEAR PERIOD.

14. (GRAZING LEASE APPLICATION, SAN BERNARDINO COUNTY, KARL F. WEIKEL - S.W.O. 5514, P.R.C. 1253.2.) At its meeting of September 30, 1952 (Item 12, Minute Pages 1628-29), the Commission approved the issuance of a five-year grazing lease for Section 16, T. 15 N., R. 17 E., S.B.M., containing 640 acres in San Bernardino County, to Karl F. Weikel, at an annual rental of \$10, the applicant to be required to pay the rental for the entire five years at time of issuance of lease.

Mr. Weikel now desires to have included in said lease all of Section 36, T. 15 $\frac{1}{2}$ N., R. 16 E., S.B.M., containing 640 acres in San Bernardino County, for which he offers to pay 1 $\frac{1}{2}$ ¢ per acre per year. (This applicant is leasing a large area of public lands from the Federal Government at four-fifths of a cent per acre per year in this same area.)

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AMENDING THE ACTION TAKEN AT THE MEETING OF SEPTEMBER 30, 1952 (ITEM 12, MINUTE PAGES 1628-29), BY APPROVING THE ISSUANCE OF A FIVE-YEAR GRAZING LEASE FOR SECTION 16, T. 15 N., R. 17 E., AND SECTION 36, T. 15 $\frac{1}{2}$ N., R. 16 E., S.B.M., CONTAINING 1,280 ACRES IN SAN BERNARDINO COUNTY, TO KARL F. WEIKEL, AT AN ANNUAL RENTAL OF \$12.80, THE APPLICANT TO BE REQUIRED TO PAY THE RENTAL FOR THE ENTIRE FIVE-YEAR PERIOD AT THE TIME OF ISSUANCE OF THE LEASE.

15. (APPLICATION FOR LEASE, LOT 41, FISH CANYON, LOS ANGELES COUNTY, RALPH V. MARTINI - P.R.C. 1218, W.O. 1324.) Lease P.R.C. 1218 was issued November 23, 1951, for a period of one year, pending the completion of the exchange of State school lands, wherein this Fish Canyon lot is located. The exchange is nearing completion, and it is now anticipated that it will be completed within the next year. It is, therefore, considered advisable to renew Lease P.R.C. 1218 for the ensuing year.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO RENEW LEASE P.R.C. 1218, COVERING LOT 41, FISH CANYON, LOS ANGELES COUNTY, ISSUED TO MR. RALPH V. MARTINI, FOR A PERIOD OF ONE YEAR, AT A FIXED ANNUAL RENTAL OF \$30.

16. (PROPOSED MINERAL EXTRACTION LEASE, E $\frac{1}{2}$ OF SECTION 16, T. 25 N., R. 7 W., M.D.B. & M., TEHAMA COUNTY - W.O. 1258, P.R.C. 1263.2.) On August 21, 1952 (Minute Page 1607, Item 24), the Commission authorized the publication of a Notice of Intention pursuant to the provisions of the Public Resources Code for a lease for the production of chrome from vacant State school land in the E $\frac{1}{2}$ of Section 16, T. 25 N., R. 7 W., M.D.B. & M., Tehama County. One bid has been received pursuant to subject notice. The bidder, Concorally Mining & Milling Co., has qualified on all requirements as specified by the call for bids. The royalty bid factor offered is 0.20, which would yield a royalty