

THE DESCRIPTION OF THE AREA OCCUPIED BY A WHARF IN RICHARDSON BAY UNDER PERMIT TO DP. GEORGE A. WATSON, THE AREA TO BE REDUCED IN SIZE, ALL OTHER CONDITIONS OF THE PERMIT TO REMAIN UNCHANGED.

22. (PROPOSED BOUNDARY LINE AGREEMENT, SUISUN BAY, CONTRA COSTA COUNTY, PACIFIC GAS AND ELECTRIC COMPANY - W.O.1242.) The Pacific Gas and Electric Company is now constructing a multi-million dollar steam-electric plant on the south side of Suisun Bay just west of Pittsburg. Their deed to the property purports to convey land to the northerly boundary of the Rancho Los Medanos as shown on the General Land Office Rancho Plat dated October 27, 1869. The foreshore of Suisun Bay adjacent to this property has apparently eroded, since the present Mean High Tide Line is from 30 to 480 feet southerly of the deed line. In addition to the generating plant, there are to be provided the necessary cooling water intake and discharge structures, and fuel supply facilities, consisting of spur tracks on land and ship berthing and turning channels in the bay. Negotiations are currently being conducted by the Pacific Gas and Electric Company for an assignment of that portion of the State lease issued to C. A. Hooper & Co. pursuant to Chapter 69 of the Statutes of 1929, that is situated in front of the acquired property. This assignment will be presented to the Commission for approval when executed by the C. A. Hooper & Co. Because of the uncertainty of their waterward boundary at the present time, and to allow the construction of a bulkhead needed to facilitate the construction of the railroad spur tracks and circulating water intake and discharge pipes, it has been suggested by the Pacific Gas and Electric Company that the common boundary line be established by agreement. The proposed line would equitably balance the water areas landward of it with the land areas waterward of it. The proposed agreement affects approximately 5000 feet of frontage, and the areas to be exchanged total approximately 2.5 acres either side of the proposed boundary line.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO EXECUTE AN AGREEMENT WITH THE PACIFIC GAS AND ELECTRIC COMPANY FOR THE EXCHANGE OF CERTAIN LANDS ON THE SOUTH SHORE OF SUISUN BAY, WEST OF PITTSBURG, THAT LIE WATERWARD OF THE PRESENT LINE OF MEAN HIGH TIDE AND LANDWARD OF THE PROPOSED LINE OF AGREEMENT. THE COMMISSION FURTHER AUTHORIZED THE EXECUTIVE OFFICER TO PROCEED JOINTLY WITH THE PACIFIC GAS AND ELECTRIC COMPANY IN SUCH ACTION AS MAY BE NECESSARY TO HAVE THE LEGISLATURE REMOVE THE TRUST OF NAVIGATION FROM THE SOVEREIGN LANDS INVOLVED.

23. (PROSPECTING PERMIT, MR. DAVID CROWLEY, SAN MATEO COUNTY - P.R.C. 561.) On May 26, 1952 (Minute Page 1560, Item 19), the Commission authorized the Executive Officer to approve an extension of time from May 20, 1952, to August 20, 1952, for commencement of the operations required by Section 4 of Prospecting Permit P.R.C. 561, issued November 20, 1950, covering the exploration for oyster shells in Corkscrew and Deepwater Sloughs, San Mateo County. This extension was granted because of the time required for preparation of marine equipment for the proposed pumping of oyster shells, and the fact that a permit for dredging in navigable waters was being withheld by the U. S. District Engineer pending the establishment of provisions for disposition of waste dredged material in such manner that navigation would not be affected adversely. Mr. David Crowley, as the permittee under Prospecting Permit P.R.C. 561, has now reported that provisions for disposal of the silt onto upland property have been completed and, as a result of this arrangement, the Corps of Engineers has approved the operation. The equipment for dredging is at the site, and personnel for the operation are being engaged.

The initial term of Prospecting Permit P.R.C. 561 expires November 19, 1952. The permit provides that the Commission may, in its discretion, extend the term of the permit for an additional period not exceeding one year.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO GRANT AN EXTENSION OF TERM OF ONE YEAR TO PROSPECTING PERMIT P.R.C. 561 TO TERMINATE NOVEMBER 19, 1953.

24. (AMENDMENT OF GAS CONTRACT, SACRAMENTO AND SAN JOAQUIN DRAINAGE DISTRICT, SACRAMENTO RIVER LANDS, SACRAMENTO COUNTY, NATURAL GAS CORPORATION OF CALIFORNIA - P.R.C. 190.) By agreement of February 21, 1945, The Reclamation Board transferred control and possession to the State Lands Commission of Sacramento and San Joaquin Drainage District land on Wood and Duck Islands in the Sacramento River, Sacramento County, to permit administration of the mineral rights in these lands in conjunction with the other operations of the State Lands Commission in the Rio Vista area. The lands as transferred were subject to a continuing gas lease issued to the Natural Gas Corporation of California by the Sacramento and San Joaquin Drainage District on June 12, 1939. Pursuant to this lease, the Natural Gas Corporation has proposed a modification of the royalty provisions to provide conditions comparable with those offered in leases being negotiated currently. The Natural Gas Corporation has proposed a substitution for the computation of the royalty value of gas sold under the subject lease to be computed on the basis of the weighted average price received for gas sales in the Rio Vista Field in lieu of the fixed price of 8¢ per thousand cubic feet specified previously. Such amendment, together with proportionate participation in any future cost of necessary compression of gas for delivery, would approximately triple current royalty payments under the lease to an estimated average of \$90 per month, and would provide a proper basis for future royalty calculations related to the market value of the gas produced.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO APPROVE THE MODIFICATION OF PARAGRAPH 5 OF OIL AND GAS LEASE P.R.C. 190, DATED JUNE 12, 1939, BETWEEN THE SACRAMENTO AND SAN JOAQUIN DRAINAGE DISTRICT THROUGH THE RECLAMATION BOARD AND THE NATURAL GAS CORPORATION OF CALIFORNIA, IN THE FORM PRESENTED BY THE NATURAL GAS CORPORATION OF CALIFORNIA ON NOVEMBER 7, 1952.

25. (APPLICATION FOR PROSPECTING PERMIT, INYO COUNTY, D. HILBERG AND W. E. CUMMINGS - W.O. 1330, P.R.C. 780.1.) An application has been received from Mr. D. Hilberg and Mr. W. E. Cummings of San Fernando and Los Angeles, California, respectively, for permission to prospect for gold, silver, other metallic minerals, and buried treasure on a portion of Owens Lake in Section 23, T. 18 S., R. 37 E., M.D.M., Inyo County. Prior field reconnaissance by the Staff of the Owens Lake area has not shown that the area for which application has been made can be classified at this time as known to contain commercially valuable deposits of metallic minerals. The statutory filing fee of \$5 has been paid, and the permit fee of \$20 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. D. HILBERG AND MR. W. E. CUMMINGS FOR TWENTY ACRES OF VACANT STATE SCHOOL LAND IN THE SE $\frac{1}{4}$ OF SE $\frac{1}{4}$ OF SECTION 23, T. 18 S., R. 37 E., M.D.M.,