

STANDARD B & P "N"

amended lease being \$385 annually. Bond under terms of Lease P.R.C. 419 in the amount of \$35,000 has been furnished. No increase of bond is considered necessary.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, IT WAS RESOLVED AS FOLLOWS:

The Executive Officer is authorized to amend Lease P.R.C. 419, issued July 26, 1949, to Tide Water Associated Oil Company, such amendment increasing the area under lease by 0.91 acres, being 400 feet in length and 100 feet in width, the area under lease to be 51.07 acres instead of 50.16 acres, and increasing the annual rental by \$21.03, from \$363.97 to \$385, all other terms and conditions to remain unchanged and in full force and effect.

11. (AMENDMENT OF LEASE P.R.C. 708, SAUSALITO, MARIN COUNTY, MADDEN & LEWIS CO. - W.O. 1386, P.R.C. 708.) Madden & Lewis Co., holder of Lease P.R.C. 708 covering 9.2 acres of tide and submerged lands in Richardson Bay at Sausalito, Marin County, has applied for an amendment of that lease by which 1.9 acres will be added to the area under lease. The purpose of the increase in area is to permit construction of a breakwater or similar structure to protect the boat harbor operated by the applicant from storms and high waves. Similar lands adjoining the requested enlargement have been appraised by Walter S. Ries at \$1100 per acre, the increase in rental therefor being an additional \$115.97 from April 25, 1953, to the anniversary date of February 25, 1954, and \$137.94 from February 25, 1954. The total rental due February 25, 1954, and annually thereafter is to be \$874.50 instead of \$736.56. No increase in bond is necessary. Approval has been given by the City of Sausalito.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, IT WAS RESOLVED AS FOLLOWS:

The Executive Officer is authorized to amend Lease P.R.C. 708, such amendment to revise the description of the area under lease in such manner as to increase the area by 1.9 acres, more or less; to increase the rental \$115.97 from April 25, 1953, to February 25, 1954, being the prorated rental between these dates at an annual increase of rental of \$137.94; and to increase the rental due February 25, 1954, and annually thereafter from \$736.56 to \$874.50, all other terms and conditions to remain in full force and effect without change.

12. (REVISION OF AUTHORIZATION FOR PROSPECTING PERMIT, SAN BERNARDINO COUNTY, WILLIAM R. LAW - W.O. 1304, P.R.C. 1308.2.) On March 24, 1953 (Minute Item 22, Pages 1778-79), the Commission authorized the issuance of a prospecting permit to Mr. William R. Law for 40 acres of vacant State school land in the SE $\frac{1}{4}$  of SE $\frac{1}{4}$  of Section 16, T. 6 N., R. 4 E., S.B.B.&M., San Bernardino County, with royalty payable under any preferential lease issued upon discovery of commercially valuable deposits of minerals to be in accordance with the following schedule for any production of nonprecious metallic minerals:

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

This schedule is applicable to nonprecious metallic minerals with an estimated

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average ore production value of \$20 per ton, but is not applicable to the operations expected under the subject prospecting permit. The expected primary ore production under any potential preferential mineral lease is iron ore, with a currently estimated minimum value of \$2 per ton, and average production value of \$5 per ton.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, IT WAS RESOLVED AS FOLLOWS:

The Executive Officer is authorized to modify the authorization of March 24, 1953, and issue to Mr. William R. Law a prospecting permit with royalty payable under any preferential lease issued upon discovery of commercially valuable deposits of nonprecious minerals in accordance with the following schedule:

$$R = 0.10 + 0.06 (C-2.00)$$

13. (BID FOR MINERAL EXTRACTION LEASE, R. A. DONNELLY AND E. H. BRAWNER, INYO COUNTY - W.O. 1389, P.R.C. 1314.2.) One bid has been received jointly from Mr. R. A. Donnelly and Mr. E. H. Brawner for a lease to permit extraction of gold and other metallic minerals from 40 acres of vacant State school land in Inyo County, in accordance with the offer for lease bid as authorized by the Commission on February 9, 1953 (Minute Page 1735, Item 18). The joint bidders have offered a royalty bid factor of 0.01 to apply to the production of all gold, silver and other precious metallic and radioactive minerals.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, IT WAS RESOLVED AS FOLLOWS:

The Executive Officer is authorized to issue jointly to Mr. R. A. Donnelly and Mr. E. H. Brawner a mineral extraction lease for a term of 20 years to permit the removal of gold and other metallic minerals from the NW $\frac{1}{4}$  of NW $\frac{1}{4}$  of SW $\frac{1}{4}$ , the S $\frac{1}{2}$  of NE $\frac{1}{4}$  of NW $\frac{1}{4}$  of SW $\frac{1}{4}$ , S $\frac{1}{2}$  of NW $\frac{1}{4}$  of SW $\frac{1}{4}$  and the N $\frac{1}{2}$  of NE $\frac{1}{4}$  of SW $\frac{1}{4}$  of SW $\frac{1}{4}$ , Section 36, T. 23 S., R. 42 E., M.D.B.&M., containing 40 acres, upon payment of an advance annual rental of \$40, and subject to royalty payments on all mineral production as specified by the bid submitted. A performance bond in the penal sum of \$1000 is to be deposited by the lessee to guarantee the faithful performance and observance of all the conditions of the lease.

14. (AMENDMENT OF LEASE P.R.C. 374, COUNTY OF LOS ANGELES, LOS ANGELES COUNTY.) The California Sports Car Club has requested a permit to use the Grey Butte Airfield for time trials. The airfield is under lease to the County of Los Angeles "only for lawful commercial purposes, and as an aviation landing field for public use", the lease being for fifteen years from June 25, 1948, at an annual rental of \$177.60. The County has agreed to give further consideration to the request provided a waiver of use is granted by the Commission, and public liability insurance in an amount of \$25/50,000 is posted naming the County as joint assured. Amendment of lease as to use is considered by the Staff as being better than a waiver.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, IT WAS RESOLVED AS FOLLOWS: