

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:

The Executive Officer is authorized to amend Lease P.R.C. 374, issued to the County of Los Angeles, Paragraph 4 of said lease to read "That the described land shall be used during the term hereof only for lawful commercial purposes, as an aviation landing field, and for automobile time trials as said time trials may be approved by the lessee, the State to be held harmless and free of liability caused by any loss, damage, claim, demand or action arising from said use", all other terms and conditions of the lease to remain in full force and effect without change.

15. (SUBMARINE GEOPHYSICAL EXPLORATION, MONTEREY, SANTA CRUZ AND SAN MATEO COUNTIES, STANDARD OIL COMPANY OF CALIFORNIA - W.O. 1417, P.R.C. 806.1.) The Standard Oil Company of California has made application for authorization of the conduct of submarine geophysical exploration operations on those tide and submerged lands, under the jurisdiction of the State Lands Commission, lying southerly of a line drawn due west from Point San Pedro (San Mateo County) and northerly of a line drawn due west from Point Sur (Monterey County). Permit for the proposed operations has been requested for a 90-day period from June 1, 1953. The Boards of Supervisors of the Counties of San Mateo, Santa Cruz and Monterey have been informed that this application is to be considered and each of the respective Boards of Supervisors has reported that there are no objections to the conduct of the proposed operations. The Department of Fish and Game on April 10, 1953, authorized the use of explosives in connection with the operations during the period April 1, 1953, to July 1, 1953.

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

The Executive Officer is authorized to issue a permit to the Standard Oil Company of California for the conduct of submarine geophysical exploration operations on those tide and submerged lands, under the jurisdiction of the State Lands Commission, lying southerly of a line drawn due west from Point San Pedro, San Mateo County, and northerly of a line drawn due west from Point Sur, Monterey County, for the period June 1, 1953 to August 29, 1953, inclusive, no permit fee to be required beyond the statutory \$5 application filing fee, the permittee to reimburse the Division of State Lands for all of its inspection costs.

16. (SUBMARINE GEOPHYSICAL EXPLORATION, HUMBOLDT AND DEL NORTE COUNTIES, STANDARD OIL COMPANY OF CALIFORNIA - W.O. 1415, P.R.C. 807.1.) The Standard Oil Company of California has made application for authorization of the conduct of submarine geophysical exploration operations on those tide and submerged lands, under the jurisdiction of the State Lands Commission, lying southerly of the California-Oregon Border, and northerly of a line drawn due west from Punta Gorda (Humboldt County). Permit for such operations has been requested for a 90-day period from June 1, 1953. The Boards of Supervisors of the Counties of Humboldt and Del Norte were informed that this application is to be considered and both Boards have reported that there is no objection to the conduct of the proposed operations. The Department of Fish and Game, on April 10, 1953, authorized the use of explosives in connection with the proposed operations during the period April 1, 1953, to July 1, 1953.