

MINUTE ITEM

10. (PROPOSED MINERAL EXTRACTION LEASE, SOVEREIGN LANDS, OWENS LAKE, INYO COUNTY - W. O. 2748, P.R.C. 2038.1.)

After presentation of Calendar Item 13 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO ISSUE A MINERAL EXTRACTION LEASE TO THE COLUMBIA-SOUTHERN CHEMICAL CORPORATION, THE HIGHEST QUALIFIED BIDDER, IN ACCORDANCE WITH THE PROVISIONS OF DIVISION 6 OF THE PUBLIC RESOURCES CODE, ON 84.01 ACRES OF SOVEREIGN LANDS IN OWENS LAKE, INYO COUNTY, MORE PARTICULARLY DESCRIBED IN EXHIBIT "A" ATTACHED AND HEREBY MADE A PART HEREOF, AT A ROYALTY RATE ON ALL MINERALS OR MINERAL PRODUCTS EXTRACTED FROM THE LEASED PREMISES AND SOLD IN THE SUM OF FIFTY CENTS PER TON OR 2% OF THE WEIGHTED AVERAGE SALES PRICE PER TON F.O.B. THE EXTRACTION PLANT, OF THE AGGREGATE OF ALL MINERALS AND MINERAL PRODUCTS EXTRACTED FROM THE LEASED PREMISES AND SOLD, WHICHEVER IS THE GREATER.

Attachment

Calendar Item 13 (3 pages)

CALENDAR ITEM

MINERAL LEASE

15.

(PROPOSED MINERAL EXTRACTION LEASE, SOVEREIGN LANDS, OWENS LAKE, INYO COUNTY - W. O. 2748.)

On January 27, 1958 one bid was received in response to a published notice of intention of the State Lands Commission to enter into a lease for mineral extraction and as a right of way on an area 100 feet wide and 37,230 feet long, a total of 84.01 acres of land in Sections 3 and 4, T. 18 S., R. 37 E., and Section 33, T. 17 S., R. 37 E., M.D.B. & M., Inyo County.

Minerals will be extracted from brine produced by wells drilled along the right of way and into the bed of Owens Lake.

Publication of this offer was authorized by the Commission on November 12, 1957 (Minute Item 9, page 3601). The bidder, Columbia-Southern Chemical Corporation, offered a minimum royalty of fifty cents per ton or 2% of the weighted average sales price per ton f.o.b. the extraction plant of all mineral products extracted from the leased premises and sold, whichever is the greater.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO ISSUE A MINERAL EXTRACTION LEASE TO THE COLUMBIA-SOUTHERN CHEMICAL CORPORATION, THE HIGHEST QUALIFIED BIDDER, IN ACCORDANCE WITH THE PROVISIONS OF DIVISION 6 OF THE PUBLIC RESOURCES CODE, ON 84.01 ACRES OF SOVEREIGN LANDS IN OWENS LAKE, INYO COUNTY, MORE PARTICULARLY DESCRIBED IN EXHIBIT "A" ATTACHED AND HEREBY MADE A PART HEREOF, AT A ROYALTY RATE ON ALL MINERALS OR MINERAL PRODUCTS EXTRACTED FROM THE LEASED PREMISES AND SOLD IN THE SUM OF FIFTY CENTS PER TON OR 2% OF THE WEIGHTED AVERAGE SALES PRICE PER TON F.O.B. THE EXTRACTION PLANT, OF THE AGGREGATE OF ALL MINERALS AND MINERAL PRODUCTS EXTRACTED FROM THE LEASED PREMISES AND SOLD, WHICHEVER IS THE GREATER.

Attachment
Exhibit "A"

EXHIBIT "A"

Situated in the County of Inyo, State of California. Parcels of land 100 feet wide, 50 feet on each side of the following described center lines.

Parcel No. 1. Beginning at Sta. 63-70 of P.R.C. No. 210, which point is in Section 33, T. 17 S., R. 37 E., M.D.M., and is on line 19-20 of State Lease No. 548, thence S 81° 20' E along the center line of line from Sta. 63-70 to 63-26 of said P.R.C. No. 210 a distance of 1,904.25 feet to the true point of beginning.

Thence S 33° 07' E, 7,506.11 feet to a point on the westerly boundary of State Lease No. 548 in Section 3, T. 18 S., R. 37 E., M.D.M.

Parcel No. 2. Beginning at a point which is the southwest corner of Section 33, T. 17 S., R. 37 E., M.D.M.; thence S 89° 28' E, 50 feet to a point on the southerly boundary of Section 33, T. 17 S., R. 37 E., M.D.M.; thence N 0° 32' E, 193.58 feet to a point on the southerly border of an area described in State Lease No. 548 which point is the true point of beginning.

Thence S 0° 32' W, 1,340.02 feet, thence S 33° 07' E, 4,965.83 feet to a point on the southerly boundary of Section 4, T. 18 S., R. 37 E., M.D.M.

Parcel No. 3. Beginning at Sta. 63-70 of P.R.C. No. 210, which point is in Section 33, T. 17 S., R. 37 E., M.D.M., and is on line 19-20 of State Lease No. 548; thence S 81° 20' E along the center line of line from Sta. 63-70 to 63-26 of said P.R.C. No. 210 a distance of 670.53 feet to the true point of beginning.

Thence S 33° 07' E, 9698 feet to a point on the westerly boundary of State Lease No. 548 in Section 3, T. 18 S., R. 37 E., M.D.M.

Thence S 56° 53' W, 500 feet to Sta. 70-20+145 of P.R.C. No. 210, which point is S 33° 07' E a distance of 10145 feet from Sta. 63-70 mentioned above.

Thence continuing S 56° 53' W, 1000 feet.

Thence N. 33° 07' W, 5360 feet.

Parcel No. 4. Beginning at Sta. 70-12+035 of P.R.C. No. 210, which point is S 33° 07' E a distance of 6035 feet from Sta. 63-70 of P.R.C. 210, and is located in Sec. 4, T. 18 S., R. 37 E., M.D.M.

Thence N 56° 53' E, 500 feet to a point on the center line of Parcel No. 3 described above.

Parcel No. 5. Beginning at Sta. 70-12+035 of P.R.C. No. 210.

Thence S 56° 53' W, 1000 feet to a point on the center line of Parcel No. 3 described above.

Parcel No. 6. Beginning at a point which is S56° 53' W a distance of 500 feet from Sta. 70-20+145 of P.R.C. No. 210 (further described in Parcel No. 3 above).

Thence N 33°07' W, 4110 feet to a point which is on the center line of Parcel No. 5 above and is S 56° 53' W a distance of 500 feet from Sta. 70-12+035 of P.R.C. No. 210. Thence continuing N 33° 07' W, 1250 feet.

The total length of the above described center lines is 37,230 feet. The total area of the lands defined by these center lines, excluding the lands already covered by existing leases, is 84.01 acres more or less.