MINUTE ITEM

This Calendar Item No. 34 was approved as Minute Item No. 34 by the California State Lands Commission by a vote of 3 to 0 at its 66/36/06 meeting.

CALENDAR ITEM C34

A 3 06/26/06 PRC 6823 N. Lee

ASSIGNMENT OF LEASE

LESSEE/ASSIGNOR:

Charles H. Marx and Marlene Marx 5200 Churn Creek Road, Suite D Redding, CA 96002

ASSIGNEE:

Matandy Land & Cattle Company P.O. Box 83 Standish, CA 96128

AREA, LAND TYPE, AND LOCATION:

2,861.60 acres, more or less, of State school lands located eight miles north of the town of Doyle, Lassen County.

AUTHORIZED USE:

Livestock grazing as shown on Exhibit A.

LEASE TERM:

Ten years, beginning April 1, 2004.

CONSIDERATION:

\$748 per year; with the State reserving the right to fix a different rent periodically during the lease term, as provided in the lease.

SPECIFIC LEASE PROVISIONS:

Liability insurance: Combined single limit coverage of \$1,000,000.

OTHER PERTINENT INFORMATION:

1. On April 5, 2004, the Commission authorized a General Lease – Grazing Use to Lambert C. Barnum and Marcia A. Barnum and Charles H. Marx and Marlene Marx. The lease is for livestock grazing on State school lands, totaling approximately 2,861.60 acres, located near the town of

-1-

000151 calendar page 0011619 MINUTE PAGE

CALENDAR ITEM NO. C34 (CONT'D)

Doyle. The Doyle State Wildlife Area has adjoining boundary with the lease area. This lease will expire on March 31, 2014.

- 2. Matandy Land & Cattle Company is now applying for an assignment of all the interest of Charles H. Marx and Marlene Marx in the lease. The Marxes no longer graze cattle within the lease area and desire to transfer their interest to Matandy Land & Cattle Company. Matandy Land & Cattle Company maintains a ranch in Standish, approximately 20 miles north of the lease area. The company has shared a Bureau of Land Management grazing permit with the Barnums for the nearby Fort Sage grazing allotment and currently maintain a permit for the Ravendale allotment near Standish. Matandy Land & Cattle Company and the Barnums will maintain current grazing practices as outlined in the lease.
- 3. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines [Title 14, California Code of Regulations, section 15060(c)(3)], the staff has determined that this activity is not subject to the provisions of the CEQA because it is not a "project" as defined by the CEQA and the State CEQA Guidelines.

Authority: Public Resources Code section 21065 and Title 14, California Code of Regulations, sections 15060 (c)(3) and 15378.

EXHIBIT:

A. Location and Site Map

PERMIT STREAMLINING ACT DEADLINE:

N/A

RECOMMENDED ACTION:

IT IS RECOMMENDED THAT THE COMMISSION:

CEQA FINDING:

FIND THAT THE ACTIVITY IS NOT SUBJECT TO THE REQUIREMENTS OF THE CEQA PURSUANT TO TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15060(c)(3) BECAUSE THE ACTIVITY IS NOT A PROJECT AS DEFINED BY PUBLIC RESOURCES CODE SECTION 21065 AND TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15378.

-2-

000152 calendar page 001420 MINUTE PAGE

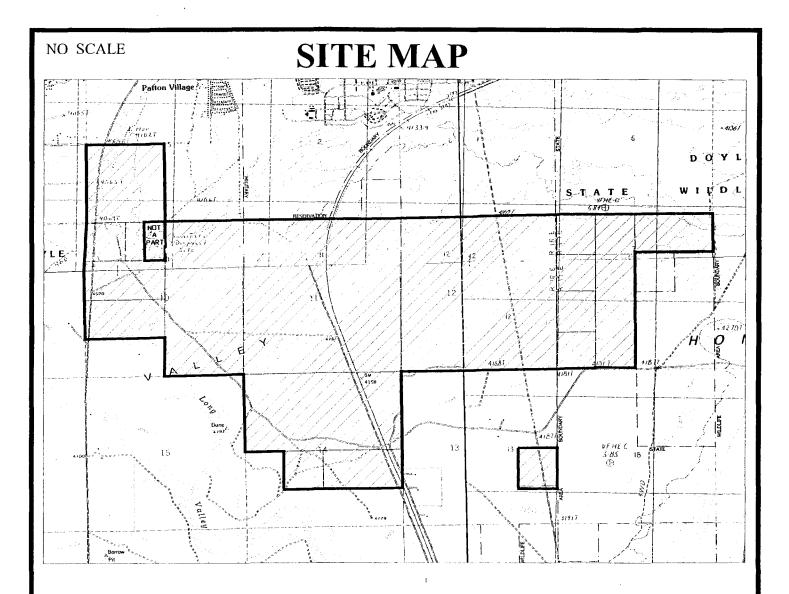
CALENDAR ITEM NO. C34 (CONT'D)

AUTHORIZATION:

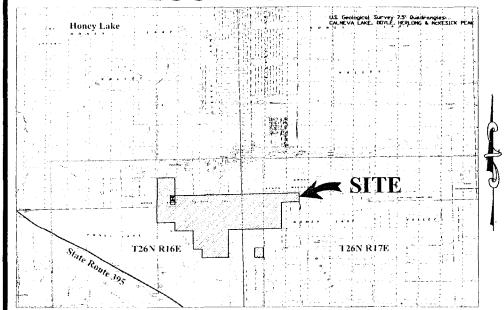
AUTHORIZE THE ASSIGNMENT OF ALL THE INTEREST OF CHARLES H. MARX AND MARLENE MARX IN LEASE NO. PRC 6823.2, A GENERAL LEASE – GRAZING USE, OF SCHOOL LANDS AS SHOWN ON EXHIBIT A ATTACHED AND BY THIS REFERENCE MADE A PART HEREOF, FROM CHARLES H. MARX AND MARLENE MARX TO MATANDY LAND & CATTLE COMPANY; EFFECTIVE MARCH 21, 2006.

-3-

000153 CALENDAR PAGE 001421
MINUTE PAGE







This Exhibit is solely for purposes of generally defining the lease premises, is based on unverified information provided by Lessee or other parties, and is not intended to be information be construed as a waiver or limitation of any state interest in the subject or any other property.

HENDAR PAGE MINUTE PAGE

EXHIBIT A PRC 6823.2

Charles & Marlene Marx Lambert & Marcia Barnum General Lease - Grazing Lassen County

