

5. (Norman L. Kellogg Letter to Governor Warren re Possible Oil Contamination at Seal Beach) Upon motion duly made and unanimously carried, a resolution was adopted authorizing the Acting Executive Officer to reply to Mr. Kellogg's letter of May 8, 1943 setting forth the following particulars:

1. That the established policy of the Commission has been for several years and continues to provide for the following minimum requirements in oil development of State Tide and Submerged Land:

(a) No derrick or oil development is permitted on California beaches under the jurisdiction of the State Lands Commission or permitted closer than a minimum of 250' landward from the ordinary high water mark of the Pacific Ocean.

(b) No derrick or oil development is permitted on any existing jetty, breakwater or similar structure within 1,000 feet of the nearest point to the shore.

(c) On any well permitted to be drilled adjacent to and into the tide and submerged lands the derrick must be removed upon completion or abandonment of the well.

2. That no oil development under the jurisdiction of the Commission is currently on and/or has been conducted adjacent to the beach at Seal Beach that is contrary to the policy detailed above.

6. (Survey of Tide and Submerged Land Values for Rental Determination) Upon motion duly made and unanimously carried, a resolution was adopted establishing the following uniform policy for the rental of tide and submerged lands for commercial and industrial purposes:

1. Appraisal and survey costs to be borne by lease applicant;

2. Annual rental to be fixed at 6% per year of the appraised value of the land with an increase of 10% of the initial appraised value of the land every 5 years for the term of the lease.