

A meeting of the State Lands Commission was held in Room 306, State Capitol, Sacramento on October 31, 1946 at 11:45 A.M.

Present: Honorable James S. Dean, Chairman
Honorable Thomas H. Kuchel, Member

Absent: Honorable Frederick F. Houser, Member.

(Notice of Intention of the State Lands Commission to Receive Offers for:
Extraction of Minerals in Owens Lake)

1. Upon motion duly made and unanimously carried, a resolution was adopted rescinding the action of the Commission taken previously on October 17, 1946 relative to the issuance of Lease No. P.R.C. 257 to the Pittsburgh Plate Glass Company (Item 11, Minute Page 682).

2. Upon motion duly made and unanimously carried, a resolution was adopted authorizing the Acting Executive Officer to execute and issue to the Pittsburgh Plate Glass Company Lease No. P.R.C. 257 for the extraction of minerals from Owens Lake, subject to the following specific conditions:

1. That the minimum royalty provisions as stated in the last clause in sub-paragraph 3 of the lease relating to the determination of the minimum royalty shall provide only that the minimum royalty will not exceed that established in any lease issued for taking minerals from the waters of Owens Lake or for taking minerals of like kind and quality under like economic circumstances to those of Owens Lake from the waters of any stream or other lake, or from any lands withdrawn from sale by Section 6962 of the Public Resources Code.

2. That in consideration of the award of Lease No. P.R.C. 257, the royalty provisions under Mineral Lease No. P.R.C. 210, issued heretofore to the Pittsburgh Plate Glass Company, shall be amended to contain the identical provision with respect to the manner of determination of minimum royalty as hereinbefore set forth as required for Lease No. P.R.C. 257.

The termination date of Lease No. P.R.C. 257 is to be July 19, 1966 with the option on the part of the lessee to renew for successive periods of ten years at such terms and conditions as may be prescribed by law at the time of renewal.

(Application for Surface Lease Over Owens Lake and Cancellation of Corresponding Existing Leases - Pittsburgh Plate Glass Company).

3. Upon motion duly made and unanimously carried, a resolution was adopted amending the action of the commission taken at the meeting held on September 13, 1946 (Item 26, Minute Page 678), relative to the filing of a bond in the amount of \$10,000.00 to guarantee performance and removal of any structures built upon the land substituting therefor the requirement that the lessee file a corporate surety bond in the penal sum of \$1,000.00 in favor of the State of California upon execution of the lease, the bond to be conditioned upon the faithful performance of all the terms and conditions of the lease, except the payment of rental, and to guarantee removal of any structures built upon the demised premises, and further, that additional bonds shall be filed by the lessee at the discretion of the Commission, to guarantee removal of any additional structures which may be erected on the demised premises by the Pittsburgh Plate Glass Company.

There being no further business to come before the Commission, the meeting was adjourned.