

13. (11,666.75 Acres of Grazing Land - Lassen County - W.O. 62) The Commission was informed of receipt of a request from the Division of Fish and Game that 11,666.75 acres of consolidated lieu land in T. 25 N., R. 17 E., and T. 26 N., Ranges 16 and 17 E., M.D.M., Lassen County, be sold to them for a game preserve. An application has also been received for renewal of a grazing lease on a portion of this land. An appraisal by the Commission's staff indicates that the land has limited grazing values and might be more useful for the proposed game preserve, the value of the land being appraised at \$2.50 per acre.

Upon motion duly made and unanimously carried, a resolution was adopted authorizing the Executive Officer to sell 11,666.75 acres of land in T. 25 N., R. 17 E., and T. 26 N., Ranges 16 and 17 E., M.D.M., Lassen County, to the Division of Fish and Game, without going through the procedure of advertising for sale to the highest bidder, at a minimum price of \$2.50 per acre, with the stipulation that the Division of Fish and Game shall purchase the entire 11,666.75 acres.

14. (Inyo-Kern Naval Test Station - Cases S.D. 3472-H and 311-ND, Civil - No. P.R.C. 170) The Commission was informed of discussions held with the United States Department of Justice and the Naval Acquisition Officer for the Inyo-Kern Naval Test Station to avoid the acquisition by the Federal Government of full fee title to the 24,202.52 acres of State school lands in Inyo and Kern Counties taken under Condemnation Cases Nos. S.D. 3472-H and 311-ND, Civil. In negotiating for a long term lease for the lands involved with full reversion to be obtained by the State should the Navy desire to terminate the lease, it was suggested that a reasonable rental be determined, which in the aggregate would be less than the full fee value of the lands. In this connection, the first offer to be suggested is at the rate of two percent of the total acreage valued at a nominal \$2.00 per acre, which would amount to \$47,436.90 over a period of 49 years, or \$968.10 per year for the total acreage involved. It is suggested if the first offer is unacceptable to the Navy, that an alternative offer be made at a minimum of one and one-half percent on the above value, or \$726.08 per year.

Upon motion duly made and unanimously carried, a resolution was adopted authorizing the Executive Officer to enter into negotiations for a 49-year lease with the United States Navy for the use and occupancy of 24,202.52 acres of school land involved in Condemnation Actions S.D. 3472-H and 311, ND, Civil, at an annual rental of \$968.10, subject to the right of the Federal Government to terminate said lease at its option, and further subject to the agreement on the part of the Federal Government to perpetually burden by easement, on behalf of the State lands subject to the lease, any contiguous lands of the Federal Government for the purpose of access and rights of way to public roads, which easement should spring into being upon termination of the lease and continue in perpetuity. Should the annual rental of \$968.10 be found impossible to negotiate, the Commission further authorized a reduction in the annual rental to \$726.08.