

6. (Grazing Lease Application No. P.R.C. 1190 - Tehama County - T. N. McCartney) Upon motion duly made and unanimously carried, a resolution was adopted authorizing the Executive Officer to execute and issue a one year grazing lease to Mr. T. N. McCartney, the only bidder pursuant to the advertising, on Section 16, T. 26 N., R. 8 W., M.D.M., containing 640 acres in Tehama County at an annual rental of \$.20 per acre, the rental to be paid at the time of execution of the lease.

7. (Refund under Cancelled Grazing Lease P.R.C. No. 1182 - H. S. Houghton - Fresno County) The Commission was informed that on March 19, 1948 (Minute Page 829, Item 15) the Commission authorized the sale of Lots 1, 2, 3, 6, 7, 8, 9 and 16 of Section 16, T. 13 S., R. 26 E., M.D.B. & M., containing 322.98 acres in Fresno County to Mr. H. S. Houghton at a cash price of \$1,291.92. Authorization of this sale automatically cancelled Grazing Lease P.R.C. No. 1182 covering the same land also held by Mr. Houghton, the rental for which had been prepaid to September 4, 1948. Section 6509 of the Public Resources Code provides that if a lease is terminated by reason of a sale of the lands, the lessee shall surrender the lease to the Commission and shall receive on exchange therefor from the Commission a certificate showing the proportionate amount of the annual payment to be refunded to the lessee for the tract of land that has been disposed of by the State. Therefore, Mr. Houghton as the lessee is entitled to a refund of the unearned rental up to September 4, 1948 amounting to \$118.95.

It is recommended that the Commission authorize the Executive Officer to issue a refund certificate to Mr. H. S. Houghton in the amount of \$118.95 representing the unearned rental under cancelled Grazing Lease P.R.C. 1182 upon the surrender of the original form of grazing lease by Mr. Houghton.

Upon motion duly made and unanimously carried, a resolution was adopted authorizing the Executive Officer to issue a refund certificate to Mr. H. S. Houghton in the amount of \$118.95, representing the unearned rental under cancelled Grazing Lease P.R.C. 1182, upon the surrender of the original grazing lease by Mr. Houghton.

8. (Notice of Intention to Cancel Mineral Lease No. 405 - Gordon Stewart - San Bernardino County) The Commission was informed that State Mineral Lease No. 405 as assigned to Mr. Gordon Stewart of San Bernardino on April 18, 1947, requires the commencement and prosecution with reasonable diligence of the extraction and sale of the mineral deposit and the completion of at least 300 shifts each and every year during the term of the lease. Since the assignment of the lease, no royalty, operation or other reports of work completed, have been furnished by the lessee.