

The attorney General under Opinion NS 4362 has heretofore approved the filing of negotiable bonds in lieu of the surety bond.

Upon motion duly made and unanimously carried, a resolution was adopted, in accordance with the bond requirement of P.R.C. 346, authorizing the filing of a negotiable U.S. Treasury Bond in the face value of \$10,000 by the Malibu Quarterdeck Improvement Company, in lieu of a surety bond. Said bond to be deposited with the State Treasurer under the following instructions:

- (1) No instructions relating to said bonds shall be accepted by you except upon authorization of State Lands Commission and then only provided such authorization is accompanied by a certified copy of a resolution recorded in the minutes of the State Lands Commission approving such instructions.
- (2) Malibu Quarterdeck Improvement Company shall be entitled to receive all interest or matured coupons until you are otherwise instructed.
- (3) None of the documents filed with you shall be delivered to anyone other than the State Lands Commission.

13. (Application West Coast Steamship Company - Pontoon-type Pier - Crescent City Bay - W. O. 266) The Commission was informed that an application has been received from the West Coast Steamship Company of Los Angeles for authority to build on State tide and submerged land under the jurisdiction of the Commission, a pontoon-type pier to be used for shipment of lumber from Crescent City area to markets in Central and Southern California. This type pier will be of a more or less temporary nature in order to develop whether a substantial pier would be economically feasible to build. The Crescent City Harbor Commission has endorsed this project but has suggested that the lease be issued for a short term; namely, three years. Assemblyman Michael Burns of Eureka, in whose district is Crescent City, has also endorsed this project. Preliminary investigation by the Commission's Sea Coast Consultant has indicated that this project is feasible, in fact, it is suggested that this project will possibly prevent the sanding up of the adjacent area wherein it is proposed to build a fish harbor.

Upon motion duly made and unanimously carried, a resolution was adopted authorizing the issuance of a three year lease to the West Coast Steamship Company for the area desired upon which to construct a pontoon-type pier, rental to be paid for the area occupied to be based upon six per cent of the appraised value of the area involved. Furthermore, lease to require filing with the Commission a \$10,000.00 surety bond to guarantee removal of the structure at the expiration of the term of the lease. Lease also to provide that after one year the Commission may require the West Coast Steamship Company to permit the use of the pier by private parties at reasonable tariff rates. The lease to be issued after receipt of concurrence by the Board of Supervisors of Del Norte County.