

5. (Proposed lease of South end of San Diego Bay Tide and Submerged Lands to Coronado, National City, Chula Vista, W. O. 308, P.R.C. 175) The Commission was informed that on June 3rd, a conference with the Administrative Officer, Mr. D. J. Dickson, National City, Mayor E. G. Stanley and City Attorney Goodbody, Coronado, and Mayor Koester and City Engineer Foster of Chula Vista was held, wherein discussion was had as to the feasibility of these cities leasing from the State Lands Commission through the medium of a joint agency all the ungranted tide and submerged lands in San Diego Bay southerly from the legislative grant to the City of San Diego. The purpose of such a lease would be the orderly commercial development of industries requiring outlets into San Diego Bay.

Upon motion duly made and unanimously carried, a resolution was adopted authorizing the Executive Officer to negotiate with the cities of National City, Chula Vista and Coronado, with respect to the leasing of all the State land in the south end of San Diego Bay, such negotiation and program proposed to be fully reported to the Commission at a subsequent meeting.

6. (Extension of Long Beach Breakwater, War Department, Corps of Engineers, W. O. 273) On March 19, 1948 the Commission was informed (Minute Page 331, Item 21) of the study of the War Department, Corps of Engineers, of the feasibility of extending the Long Beach Breakwater, at which time sponsorship was suggested of a favorable report to the Governor and the Legislature that the State participate in the cost of the breakwater extension. Subsequent conference between a Committee composed of the Director of Natural Resources, Beach Erosion Control Engineer, and the Executive Officer of the State Lands Commission and the Division Engineer of the War Department, resulted in a report and recommendation to the Governor as follows: "If it be determined by Act of Congress, or otherwise, that the State of California is the owner of the tidal and submerged lands off its coast and if Congress shall authorize the construction of the Los Angeles - Long Beach breakwater extension as set forth in the report thereon, now pending in the office of the District Engineer, Corps of Engineers, Los Angeles, the State Lands Commission will sponsor State legislation under which the Commission will pay to the United States, from funds received from royalties or other revenue from the production of oil and gas from said tidal and submerged lands, one-half the actual cost of said breakwater extension project, but not to exceed \$6,000,000.

Said payment shall be made at the rate of \$750,000 per annum, provided that at the date of any annual payment, the accumulated payments including said annual payment shall not exceed one-half the actual cost of the breakwater project to said date and provided further that the first such payment shall be due at the end of the fiscal year in which the construction is initiated. These recommendations have received the concurrence of the Governor.

Upon motion duly made and unanimously carried a resolution was adopted authorizing the Executive Officer to have prepared a legislative bill embodying the findings of the report to the Governor for submission by the Commission to the Legislature at its next session.