

NE $\frac{1}{4}$ of the SW $\frac{1}{4}$ of the SW $\frac{1}{4}$, the N $\frac{1}{2}$ of the SE $\frac{1}{4}$ of the SW $\frac{1}{4}$ of the SW $\frac{1}{4}$, the NE $\frac{1}{4}$ of the SW $\frac{1}{4}$ and the N $\frac{1}{2}$ of the SE $\frac{1}{4}$ of the SW $\frac{1}{4}$, all in Section 36, T. 23 S., R. 42 E., M.D.M., containing approximately 90 acres, for an initial term of one year with an option on the part of the Lessee to renew annually for 14 additional periods of one year each. The land applied for is sand wash and barren hillside without any developed water, with a probable maximum surface value of \$5.00 per acre. Based on this figure the computed annual rental would be \$27.00 and therefore the regulatory annual minimum rental of \$50.00 would apply to the lease issued. Due to the remote and isolated location of the lands to be leased, it is not felt that the contemplated use of such lands as a camp and mill site will result in any structures for which a removal bond should be required.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO ISSUE TO MERLE F. OTTO A LEASE OF 90 ACRES OF VACANT SCHOOL LAND IN SECTION 36, T. 23 S., R. 42 E., M.D.B. & M., INYO COUNTY, IN ACCORDANCE WITH THE ABOVE DETAILED APPLICATION, FOR USE AS A CAMP AND MILL SITE AND FOR OTHER OPERATIONS IN CONNECTION WITH MINERAL LEASE P.R.C. 224, FOR AN INITIAL TERM OF ONE YEAR, AT AN ANNUAL RENTAL OF \$50.00 AND THE OPTION ON THE PART OF THE LESSEE TO RENEW THE LEASE ANNUALLY FOR 14 ADDITIONAL PERIODS OF ONE YEAR EACH. THE LEASE IS TO PROVIDE FOR REMOVAL OF ANY STRUCTURES ON THE DEMISED PREMISES AT THE TERMINATION OF THE LEASE OR THE OPTION ON THE PART OF THE STATE TO ACCEPT TITLE TO THE STRUCTURES AT NO COST. NO PERFORMANCE BOND IS TO BE REQUIRED.

16. (PROPOSED OIL AND GAS LEASE, TIDE AND SUBMERGED LANDS, GUADALUPE AREA, SAN LUIS OBISPO AND SANTA BARBARA COUNTIES - W.O. 296) The Commission was informed that on December 21, 1949 (Minute Item 16, Page 1946) the Commission authorized staff review of all factors, and submission of a recommendation as to any further action relative to lease of tide and submerged lands in the Guadalupe area. The factors of current poor market and prices for low gravity oil reported on December 21, 1949, as contributory to the lack of bidding for a State oil and gas lease, have continued. The additional factor that the then developer of the adjoining uplands was desirous of disposing of the upland holdings because of the unsatisfactory economic conditions has resulted in the quitclaim by the Continental Oil Company of the upland lease as of November 25, 1949, and the sale of all well equipment as of March 3, 1950. At the time of quitclaim all well production was suspended, the average at that time having been approximately six barrels per well per day. The purchasers of the well equipment (Thornbury Drilling Company and W. Geis) are attempting to recondition the wells and restore them to production. This group have secured production rights from the upland owners as to the existing wells but do not have any rights for additional area development or slant drilling into adjoining tide and submerged lands. Mr. W. Geis has reported that his group would have only a casual interest in the event that the area of tide and submerged lands previously offered for lease were again offered for bid.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THAT FURTHER ACTION ON THE PROPOSED OIL AND GAS LEASE ON TIDE AND SUBMERGED LANDS IN THE GUADALUPE AREA, SAN LUIS OBISPO AND SANTA BARBARA COUNTIES, BE DEFERRED UNTIL DEVELOPMENT APPEARS TO BE WARRANTED BY REASON OF DRAINAGE OF THE TIDE AND SUBMERGED LANDS FROM THE ADJOINING UPLAND IN A MAGNITUDE SUFFICIENT TO JUSTIFY ECONOMICAL DEVELOPMENT OF THE ADJOINING TIDE AND SUBMERGED LAND.

17. (REQUEST FOR DISCHARGE OF ACCOUNTABILITY RE THE FOLLOWING LEASE: LEASE NO. 735, CHAPTER 193/17, HERMAN AKERS, GRAZING LEASE - W.O. 358) The Commission was informed that Lease 735, Chapter 193/17, Herman Akers, was cancelled by the State Lands Commission June 25, 1945, for failure to pay the third annual rental of \$16.00 when due. The office of the Attorney General has made efforts to collect this rental

without success. In view of the small amount involved, the Attorney General recommends that discharge of accountability be sought.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO REQUEST A DISCHARGE OF ACCOUNTABILITY FROM THE STATE BOARD OF CONTROL IN THE MATTER OF LEASE NO. 735, CHAPTER 493/17, HERMAN AKERS, THIRD ANNUAL RENTAL IN THE AMOUNT OF \$16.00, AND THAT UPON RECEIPT OF SAME, THE ACCOUNT BE WRITTEN OFF THE RECORDS OF THE STATE LANDS COMMISSION.

18. (SETTLEMENT OF IMMEDIATE POSSESSION ORDER, U. S. VS. 1,960 ACRES OF LAND, RIVERSIDE COUNTY, ET AL., NO. 2567-PH, CIVIL, U.S.D.C., SOUTHERN DISTRICT - P.R.C. 54, W.O. 689) The Commission was informed that on November 9, 1942, the United States obtained by Order of Immediate Possession under this case, vacant school land in the NE $\frac{1}{4}$ of NW $\frac{1}{4}$ of Section 16, T. 5 S., R. 16 E., S.B.M., consisting of 40 acres, Riverside County, and known as Parcel 27. This land was included within the perimeter of the Desert Center ASC Base and occupied by the United States until December 31, 1949. The taking of the subject land was for a term of years ending June 30, 1945.

However, the United States has continued to occupy the land and have enclosed it with a fence. The whole project is being transferred to the Civil Aeronautics Administration. In order to dispose of the case and revert the land in the State, the United States is now offering to settle the condemnation upon payment of \$7.40 for the period November 9, 1942 and ending on December 31, 1949.

This settlement is contingent upon the State entering into a lease for said lands with the Civil Aeronautics Administration who wish to continue to occupy the land in connection with this air field which has now been turned over to them. The Attorney General has entered into a stipulation on the basis of the \$7.40 award as mentioned above.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE COMMISSION TO CONFIRM THE ACTION OF THE EXECUTIVE OFFICER IN CONSENTING TO THIS STIPULATION BY THE ATTORNEY GENERAL AND FURTHER THAT THE EXECUTIVE OFFICER BE EMPOWERED TO ENTER INTO A LEASE WITH THE CIVIL AERONAUTICS ADMINISTRATION FOR SAID LANDS FOR A TERM OF SIX MONTHS WITH OPTION IN THE UNITED STATES TO RENEW THE LEASE ANNUALLY WITH FINAL TERMINATION LIMITED TO JUNE 30, 1960, AT AN ANNUAL RENTAL OF \$.03 PER ACRE.

19. (BLACK POINT AREA, PETALUMA CREEK, MARIN COUNTY, LEASES OF TIDE AND SUBMERGED LANDS OCCUPIED BY STRUCTURES - W.O. 124) The Commission was informed that at Black Point, Marin County, a number of buildings and narrow piers or walks have been constructed on the tide and submerged lands in Petaluma Creek. Two-thirds of these structures have been built by or are occupied by the littoral owners, one-third by squatters or permittees of the upland owners. A portion of the tide and submerged lands were subdivided and re-subdivided in 1930 and sold by the subdivider with the adjacent uplands, all without authority of the State. A survey of the area has recently been completed by the Division of State Lands and the boundary of State ownership as located by the Tidelands Commission in 1870 has been established. State lands are now occupied without lease or permit.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO NEGOTIATE AND ENTER INTO LEASES IN THE BLACK POINT, MARIN COUNTY AREA FOR THE TIDE AND SUBMERGED LANDS ADJACENT TO THE UPLANDS UNDER THE FOLLOWING TERMS AND CONDITIONS: