

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO APPROVE THE AMENDMENT OF THE GAS SALES CONTRACT OF MAY 16, 1940, AS SUBMITTED BY THE STANDARD OIL COMPANY OF CALIFORNIA, ON JANUARY 11, 1951, SUBJECT TO THE FOLLOWING CONDITIONS UNDER THE TERMS OF AGREEMENT FOR EASEMENT 415, EFFECTIVE JANUARY 1, 1949, AND AUTHORIZE THE STANDARD OIL COMPANY OF CALIFORNIA, AS LESSEE UNDER AGREEMENT FOR EASEMENT 415, TO TAKE CREDIT IN THE AMOUNT OF \$193,466.66 AS PREPAID ROYALTY, SAID SUM BEING THE AMOUNT PAID CONDITIONALLY HERETOFORE BY THE LESSEE DURING 1949 AND 1950 AND BEING IN EXCESS OF THE ROYALTY DUE UNDER AGREEMENT FOR EASEMENT 415 AS COMPUTED FROM THE REVISED GAS SALES CONTRACT APPROVED HEREIN. THE CONDITIONS OF THE APPROVAL ARE TO BE:

1. INCLUSION IN THE AMENDMENT OF A FIRM DEFINITION FOR THE TYPE OF FUEL OIL DESIGNATED AS THE PRICE BASE.
2. PREPAID ROYALTY CREDITS TO BE TAKEN BY THE LESSEE ACCORDING TO THE FOLLOWING SCHEDULE:

| CREDIT AGAINST ROYALTIES DUE FOR MONTH OF | AMOUNT |
|----------------------------------------------|---------------------|
| JANUARY 1951 | \$38,813.50 |
| FEBRUARY | 52,101.96 |
| MARCH | 51,699.86 |
| APRIL | 50,851.34 |
| TOTAL | <u>\$193,466.66</u> |

11. (REFUND UNDER CANCELLED GRAZING LEASE P.R.C. NO. 1201, M. A. WEATHERWAX, KERN COUNTY) The Commission was informed that on November 20, 1950 (Minute Item 3, page 1216), the Commission authorized the sale of the N $\frac{1}{2}$, N $\frac{1}{2}$ of SE $\frac{1}{4}$ and SW $\frac{1}{4}$ of SE $\frac{1}{4}$ of Section 16, T. 29 S., R. 33 E., M.D.M., containing 440 acres in Kern County, to M. A. Weatherwax and Maxine Weatherwax at a cash price of \$2,200.00. Completion of this sale automatically terminated Grazing Lease P.R.C. No. 1201 covering the same lands, held by M. A. Weatherwax, the first and fifth annual rentals for which had been paid upon the execution of the lease on June 3, 1949. Section 6505.5 of the Public Resources Code provides that the sale of said lands ipso facto terminates said lease, and Section 6509 of said code provides that upon the sale of the land by the State the lessee shall surrender the lease to the Commission and receive in exchange therefor from the Commission a certificate showing the proportionate amount of the annual rental to be refunded to the lessee. Therefore, Mr. Weatherwax, as the lessee, is entitled to a refund of \$39.62 out of the money paid in advance for the last year's rental, being the sum proportionate to the unexpired remainder of such last year.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO ISSUE A REFUND CERTIFICATE TO MR. M. A. WEATHERWAX IN THE AMOUNT OF \$39.62 REPRESENTING THE UNEARNED RENTAL UNDER CANCELLED GRAZING LEASE P.R.C. NO. 1201 UPON SURRENDER OF SAID GRAZING LEASE BY MR. WEATHERWAX.

12. (STATE EXCHANGE APPLICATION 038665, OWL SPRINGS HEALTH RESORT - SAC. W.O. 5278) The Commission was informed that on July 6, 1950 (Item 33, pages 1156, 1157) a resolution was adopted authorizing the Executive Officer to proceed with the exchange application and acquire the Southeast 160 acres (or SE $\frac{1}{4}$) of Section 13, T. 18 N., R. 3 E., S.B.M., in exchange for the SE $\frac{1}{4}$

STANDARD B & P "NOISEAR"

"NOISEAR"