

quarterly basis, royalty equal to that which the Lessee would pay had the minimum required tonnage of minerals been produced and sold from the leases. Royalties have been paid on shipments made from the affected leases in September, October, and November, 1950, and February and March, 1951. However, an application has again been received from the Kaiser Aluminum and Chemical Corporation, Lessee, for an extension of the deferment of the production requirements under the subject leases, for an additional period of one year. This deferment is requested on the basis that the increase in defense requirements during the past year has caused the aluminum industry to perfect plans for considerable expansion which, in turn, will require increased quantities of raw materials, except that these plans will not mature in the form of actual plants or operations until late 1951 and 1952. Therefore, the basic conditions presented in the original request for suspension of production have not yet been altered markedly.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO SUSPEND THE REQUIREMENTS FOR THE PRODUCTION OF MINERALS FROM LEASES P.R.C. 273 AND P.R.C. 356 AS SET FORTH IN PARAGRAPH D, SECTION 2, OF THE AFORESAID LEASES, FOR THE LEASE YEARS JANUARY 8, 1951, TO JANUARY 7, 1952, AND MAY 19, 1951, TO MAY 18, 1952, FOR LEASES P.R.C. 273 AND P.R.C. 356 RESPECTIVELY, PROVIDED THAT THE LESSEE PAY TO THE STATE, ON A QUARTERLY BASIS, ROYALTY EQUAL TO THAT WHICH THE LESSEE WOULD PAY HAD THE MINIMUM REQUIRED TONNAGE OF MINERALS BEEN PRODUCED AND SOLD FROM THE LEASES. ANNUAL RENTALS PAID ARE TO BE CONSIDERED AS A CREDIT AGAINST THE MINIMUM ROYALTY PAYMENTS SO MADE, IN ACCORDANCE WITH THE LEASE TERMS. THE GRANT OF DEFERMENT IS ALSO TO BE SUBJECT TO THE CONDITION THAT SUCH ACTION SHALL NOT BE CONSTRUED AS RELIEVING THE LESSEE FROM ANY OF THE LESSEE'S OTHER CONTINUING OBLIGATIONS PROVIDED FOR IN LEASES P.R.C. 273 AND P.R.C. 356.

27. (SALE OF VACANT SCHOOL LAND, APPLICATION NO. 4766, SACRAMENTO LAND DISTRICT, PLACER COUNTY - LEROY J. HALL - S.W.O. 5304.) An offer has been received from Mr. Hall of Sacramento, California, to purchase the SW $\frac{1}{4}$ of SW $\frac{1}{4}$ of Section 16, T. 15 N., R. 10 E., M.D.M., containing 40 acres, in Placer County.

Mr. Hall has made an offer of \$220.00 or \$5.50 per acre. The Assessor of Placer County has assessed contiguous land at \$1.00 to \$9.00 plus per acre, thus indicating an appraised value of the land of \$2.00 to \$18.00 plus per acre. An appraisal by the Commission's staff indicates that the offer as made is adequate, for the reason that there was a fire through the subject land during September of 1950; also, the contiguous land has timber and mining claims thereon.

The land was advertised for sale with a stipulation that no offer of less than \$220.00 would be accepted. Mr. Hall bid \$220.00.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED A RESOLUTION WAS ADOPTED AUTHORIZING THE SALE OF THE SW $\frac{1}{4}$ OF SW $\frac{1}{4}$ OF SECTION 16, T. 15 N., R. 10 E., M.D.M., TO THE SINGLE BIDDER MR. HALL AT A CASH PRICE OF \$220.00, SUBJECT TO ALL STATUTORY RESERVATIONS, INCLUDING MINERALS.