

Expanded activities at Rio Vista and Huntington Beach account for the need for the two new oil gaugers, while the file clerk is being requested to take care of a constantly increasing filing problem in the Sacramento Office, the office of record of the Division.

The increase in Operating Expenses is accounted for largely by the following items: Engineering - Boundary Determinations - Legislative Grants, + \$10,000, (estimated cost of a mandatory project, to be reimbursed in full); Travel, + \$2,520 (increased field work for survey crews during 1952-53); Rent, + \$2,380 (increased space and higher rental rates, Sacramento Office); Improvements - State Lands, + \$8000 (an allotment requested for rehabilitating tidelands, thus making them available for production of rental income).

The increase requested in allotments for equipment, \$939, is attributable principally to the necessity to purchase one additional automobile for use of the new oil gauger to be assigned to the Rio Vista Office.

Increased reimbursements of \$15,580 are anticipated as a result of reimbursements for the cost of survey work, previously mentioned, in the amount of \$10,000, and a slight increase in the amount to be received for administration of tideland mineral leases.

The budget has been designed to meet practical operating needs, and to keep operating costs as low as possible.

19. (AMENDMENT OF CHAPTER 7, STATUTES OF 1951 - W.O. 721.)

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE CHAIRMAN OF THE STATE LANDS COMMISSION TO REQUEST THE GOVERNOR TO ISSUE A SPECIAL CALL FOR INCLUSION IN THE LEGISLATION TO BE INTRODUCED IN THE 1952 BUDGET SESSION OF THE LEGISLATURE, LEGISLATION TO AMEND CHAPTER 7, STATUTES OF 1951, AS FOLLOWS:

SECTION 4 - DELETE THE WORDS "TWELVE THOUSAND DOLLARS (\$12,000.00)" FOLLOWING THE WORDS "AMOUNTS NOT TO EXCEED", AND SUBSTITUTE THEREFOR THE WORDS "THOSE SET FORTH IN PARAGRAPH 4 OF THAT CERTAIN STIPULATION ENTERED INTO BETWEEN THE ATTORNEY GENERAL OF CALIFORNIA AND THE ATTORNEY GENERAL OF THE UNITED STATES, DATED AUGUST 21, 1950, AND REFERRED TO IN SECTION 1 OF THIS ACT, OR SUCH AMOUNT AS MAY BE SET FORTH IN ANY EXTENSIONS OR MODIFICATIONS OF SAID STIPULATION."

Chapter 7, Statutes of 1951, ratifies and confirms the stipulation between the State and the United States dated August 21, 1950. It limits (in Section 4) the amount the State may receive as reimbursement for the administration of tideland mineral leases to \$12,000 per month, and provides that the Controller may transfer not in excess of that amount to the State Lands Act Fund. Provision has been made in the renewal of the stipulation dated September 24, 1951, for reimbursements to the State in the amount of \$14,000 per month. This amendment was made to secure reimbursements in full for the administrative costs in connection with these leases, these costs having advanced considerably in recent months.

There was discussion as to whether or not the Governor would allow a special call to cover this item, but it was decided that it should be submitted to him nevertheless.