

to private interests. The Humboldt County Master Plan calls for acquisition of the South Humboldt Bay Sandspit by the Department of Fish and Game, and it is believed by Mr. Drury that the lands on the North Eel River Sandspit, described above, should be included under the program.

Inquiries have been made by individuals for private acquisition of this land, whereby \$336.38 or \$2 an acre was offered. In view of the public interest indicated by the Division of Beaches and Parks and the Department of Fish and Game, it is the opinion of the Staff that the property should be transferred to the Department of Fish and Game. Transfer would be made pursuant to Section 13110 of the Government Code, which requires approval by the Director of Finance.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE TRANSFER OF JURISDICTION TO THE DEPARTMENT OF FISH AND GAME OF LOT 1 OF SECTION 4, LOTS 1, 2, 5, AND 6 OF SECTION 9, LOT 2 OF SECTION 10, AND LOTS 3 AND 4 OF SECTION 16, T. 3 N., R. 2 W., H.M., CONTAINING 168.19 ACRES OF SWAMP AND OVERFLOWED LANDS IN HUMBOLDT COUNTY, PURSUANT TO SECTION 13110 OF THE GOVERNMENT CODE, AND THAT TRANSFER AGREEMENT BE SUBMITTED TO THE DIRECTOR OF FINANCE FOR APPROVAL.

21. (MINERAL EXTRACTION LEASE P.R.C. 382, SAN BERNARDINO COUNTY, INSULATION MINING AND MILLING COMPANY.) Lease P.R.C. 382, issued July 6, 1950, covering 40 acres in the SW $\frac{1}{4}$ of the SW $\frac{1}{4}$ of Section 36, T. 31 S., R. 44 E., M.D.M., and assigned to Insulation Mining and Milling Company on May 8, 1951, provides in part that the Lessee shall complete at least 720 shifts of mining operations on the demised premises during each year of the term of the lease. The lease was issued for the purpose of extraction of perlite and other nonmetallic minerals. Annual rental has been paid to July 1, 1953. The Lessee has reported that while no mineral extraction operations were conducted during the lease year 1951-1952, approximately \$16,000 has been expended for the installation of mining equipment on the premises to permit the processing of the perlite to be mined. In addition, the Lessee has under negotiation an operating contract for substantial mineral extraction during the forthcoming lease year. In consideration of these factors, the Lessee has requested that declaration of a default under the lease be withheld to permit the initiation of active operations under the lease and to protect the investment in the processing equipment installed.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO WITHHOLD SERVING A NOTICE OF DEFAULT AND CANCELLATION OF LEASE P.R.C. 382 FOR A PERIOD OF ONE YEAR FROM JULY 6, 1952, THE BASES FOR ANY FURTHER CONTINUATION OF THE LEASE TO BE DETERMINED FROM OPERATING PERFORMANCE BY THE INSULATION MINING AND MILLING COMPANY DURING THE PERIOD AUTHORIZED HEREIN.

22. (BID FOR SAND AND GRAVEL LEASE, TIDE AND SUBMERGED LANDS, ROCKAWAY BEACH, SAN MATEO COUNTY, KEN ROYCE, INC.- W.O. 1095.) On July 16, 1952, one bid was received from Ken Royce, Inc. in response to a published Notice of Intention of the State Lands Commission to receive offers to enter into a lease for the extraction of sand and gravel from approximately five acres of tide and submerged lands at Rockaway Beach, San Mateo County. Publication of this offer was authorized by the Commission on May 26, 1952. The bid submitted by Ken Royce, Inc. has been reviewed by the Staff and found to be qualified. The