

1. FOR NONPRECIOUS METALLIC MINERALS:

$$R = 3.00 + 0.37 (C-60.00)$$

2. FOR NONMETALLIC MINERALS:

$$R = 1.00 + 0.20 (C-20.00)$$

WHERE R = ROYALTY IN DOLLARS AND CENTS PER TON OF ORE

C = WEIGHTED AVERAGE GROSS SALES PRICE PER TON DETERMINED AT THE END OF THE FIRST YEAR OF THE LEASE AND EVERY FOUR YEARS THEREAFTER.

THE MAXIMUM ROYALTY SHALL NOT EXCEED 25 PER CENT OF THE AVERAGE GROSS SALES PRICE OF THE ORE FOR ALL NONPRECIOUS METALLIC AND NONMETALLIC MINERALS.

24. (APPLICATION FOR MINERAL EXTRACTION LEASE, E $\frac{1}{2}$ OF SECTION 16, T. 25 N., R. 7 W., M.D.N., TEHAMA COUNTY, L. EHORN - W.O. 1258.) An application has been received from Mr. L. Ehorn of Red Bluff, requesting that the E $\frac{1}{2}$ of Section 16, T. 25 N., R. 7 W., M.D.M., Tehama County, be offered for lease pursuant to competitive bidding for the extraction of chrome ore. The application was submitted with the statutory filing fee of \$5 and an expense deposit of \$75 in accordance with the rules and regulations of the Commission. Field inspection of the area by the Staff and review of the records of the Division of State Lands and the Division of Mines has confirmed the classification heretofore assigned to the property that it is known to contain commercially valuable deposits of minerals. Operations have been conducted sporadically in this area since 1894 with the production of chrome ore and indication of the existence of magnesite.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO PUBLISH A NOTICE OF INTENTION IN ACCORDANCE WITH THE PUBLIC RESOURCES CODE AND THE ROYALTY POLICY HERETOFORE ESTABLISHED BY THE COMMISSION, INVITING BIDS FOR A MINERAL EXTRACTION LEASE ON THE E $\frac{1}{2}$ OF SECTION 16, T. 25 N., R. 7 W., M.D.M., TEHAMA COUNTY, FOR THE EXTRACTION OF CHROME AND OTHER NONPRECIOUS METALLIC AND NONMETALLIC MINERALS.

25. (REQUEST FOR APPROVAL OF PIERS, PEBBLY BEACH, WHITE'S LANDING, FISHERMAN'S COVE, SANTA CATALINA ISLAND, LOS ANGELES COUNTY, SANTA CATALINA ISLAND COMPANY - P.R.C. 185.) Lease P.R.C. 185 was issued August 29, 1950, to the Santa Catalina Island Company, and included seventeen parcels of tide and submerged lands adjacent to Santa Catalina Island at an annual rental of \$1,293.60, based on 6.6% of an independent appraisal. By terms of the lease the right to install, maintain, operate, and sublease buoys and moorings was granted without further consent of the State. The construction, reconstruction, maintenance, and operation of piers still requires approval by the State. The old wharf at Pebbly Beach, owned by the Lessee and used for the unloading of supplies and oil, has been reconstructed, the Lessee requesting approval of such reconstruction. The U.S. Coast Guard Auxiliary Corporation has received a permit from the Santa Catalina Island Company to construct a pier 80 feet long in Fisherman's Cove, Parcel 10, under lease P.R.C. 185. The Pasadena Y.M.C.A. has also been given a permit to construct a boat