

While no formal action was taken, Mr. Dean stated that he was in agreement with the statement of policy given in the preceding paragraph. Mr. Kuchel likewise agreed, but added that if anyone involved in a title dispute with the State desires to have matters of this character adjudicated through court proceedings in order to clarify the situation, we should not resist attempts to do so.

30. (GREY LODGE REFUGE, PROPOSED GAS LEASE, BUTTE COUNTY - W.O. 1125, J.T.I. 2.) On August 29, 1951 (Minute Page 1433, Item 35), and on September 20, 1951 (Minute Page 1447, Item 11), the Commission authorized the leasing of 2,542 acres of State land in the Grey Lodge Refuge, Butte County, for the development of gas, subject to concurrence by the then Division of Fish and Game. The Department of Fish and Game has now proposed the transfer of control and possession of the Grey Lodge Refuge area to the State Lands Commission to enable the State Lands Commission to lease the land for gas production under specific conditions as determined by the Department of Fish and Game.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AMENDING THE ACTION OF AUGUST 29, 1951 (MINUTE PAGE 1433, ITEM 35), AND OF SEPTEMBER 20, 1951 (MINUTE PAGE 1447, ITEM 11), TO AUTHORIZE THE EXECUTIVE OFFICER TO EXECUTE THE AGREEMENT FOR TRANSFER OF CONTROL AND POSSESSION OF THE MINERAL RIGHTS IN GREY LODGE REFUGE, BUTTE COUNTY; WHEREUNDER JURISDICTION OVER THE AREA IS TRANSFERRED FOR THE PURPOSE OF ENABLING THE COMMISSION TO LEASE THE AREA FOR GAS PRODUCTION IN ACCORDANCE WITH DIVISION 6 OF THE PUBLIC RESOURCES CODE AND UNDER SPECIFIC CONDITIONS AS DETERMINED BY THE DEPARTMENT OF FISH AND GAME.

31. (APPLICATION FOR RENEWAL OF RIGHT-OF-WAY EASEMENT, P.R.C. 364, OWENS LAKE, INYO COUNTY, KAISER ALUMINUM & CHEMICAL CORPORATION - W.O. 1310.) Right-of-way Easement P.R.C. 364 was issued on August 19, 1948, to the Permanente Metals Corporation, predecessor to the Kaiser Aluminum & Chemical Corporation, for a period of one year, with the option on the part of the Lessee to renew the easement for 19 successive periods of one year each, upon such reasonable terms and conditions as the State may impose at the time of renewal. The annual rental paid heretofore by the Lessee in conformance with the rules and regulations of the Commission was \$66.40. The right-of-way easement covers the location of pipe lines between the brine deposits in Owens Lake and the processing facilities operated by the Lessee under State lease. An application has again been received from the Kaiser Aluminum & Chemical Corporation for an extension of the term of Right-of-way Easement P.R.C. 364, Owens Lake, for six years. The Lessee has made a deposit of \$66.40 as advance annual rental. The computed annual rental under the current policy of the Commission would be \$7.92, or \$47.52, for the six-year period requested, and hence the established minimum of \$50 would apply.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO RENEW RIGHT-OF-WAY EASEMENT P.R.C. 364 TO THE KAISER ALUMINUM & CHEMICAL CORPORATION FOR A TERM OF SIX YEARS FROM AND AFTER AUGUST 19, 1952, AT A TOTAL RENTAL OF \$50.