

12. (REQUEST FOR RENEWAL AND EXTENSION OF MINERAL LEASE 207 (303/1921), INYO COUNTY, MT. WHITNEY TALC COMPANY - W.O. 1268, P.R.C. 1262.2.) The Mt. Whitney Talc Company, lessee under Lease 207 (303/1921), has requested renewal and extension of the lease for a period of ten years. Lease 207 (303/1921), issued May, 1932, for the extraction of talc for a term of twenty years, provides that the Lessee has the preferential right to renew the lease for successive periods of ten years each upon such reasonable terms and conditions as may be prescribed by the State unless otherwise provided by law at the time of the expiration of such periods. Section 6896 of the Public Resources Code, relating to leases for minerals other than oil and gas, provides currently that such leases shall contain the preferential right in a lessee to renew the lease for successive periods of ten years upon such reasonable terms and conditions as may be prescribed by the Commission. The Mt. Whitney Talc Company has stated willingness to accept the renewal and extension in the form authorized by the Commission heretofore for another mineral extraction lease issued originally under the provisions of Chapter 303/1921 (Minute Page 1581, Item 30, June 30, 1952). Authorization of the proposed lease will result in a simplification of administration and accounting procedures because such renewal would conform to the standard form of mineral lease authorized heretofore by the Commission and would include the standard royalty schedule authorized by the Commission on October 24, 1951 (Minute Page 1471, Item 20). The proposed royalty schedule would produce a royalty of \$1.25 per ton of ore produced and sold during the first year of the extension of the lease, compared with the last royalty of \$0.40 per ton paid under the expired lease. Due to the physical location of the workings on Lease 207, minerals produced on contiguous privately owned lands have generally been removed through tunnels located upon the leased State lands. As an alternative to providing complex procedures for segregation of ore, Lease 207 has been subject to a supplementary agreement of January 2, 1941, whereunder the Lessee has paid to the State of California the specified lease royalty on all talc removed through tunnels located on the leased State lands whether such talc is mined upon the State lands or adjacent privately owned lands. The lease applicant has agreed that this supplementary agreement should be continued in existence and be applicable to the proposed lease renewal and extension at the royalty rates specified in the lease renewal and extension.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO ISSUE A RENEWAL AND EXTENSION OF LEASE 207 (303/1921) FOR A TERM OF TEN YEARS TO MT. WHITNEY TALC COMPANY, SUBJECT TO THE DEPOSIT BY THE LESSEE OF THE PERFORMANCE BOND IN THE AMOUNT OF \$1000 AS REQUIRED BY SECTION 13 OF THE LEASE EXTENSION AND RENEWAL, AND FURTHER SUBJECT TO THE RENEWAL FOR THE TERM OF THE LEASE RENEWAL OF THE SUPPLEMENTARY AGREEMENT OF JANUARY 2, 1941, BETWEEN THE STATE AND MT. WHITNEY TALC COMPANY TO PROVIDE FOR THE PAYMENT OF ROYALTIES AS SPECIFIED IN THE LEASE RENEWAL FOR ALL TALC TRANSPORTED AND REMOVED THROUGH TUNNELS IN THE LEASED LANDS OF THE STATE WHETHER SUCH TALC IS MINED UPON LANDS OF THE STATE OR ADJACENT PRIVATELY OWNED LANDS.

13. (APPLICATION FOR PERMIT TO CONSTRUCT A PIER, LAKE TAHOE, PLACER COUNTY, MRS. W. J. BURNS - W.O. 1321, P.R.C. 775.1.) Mrs. W. J. Burns has applied for a permit to construct a recreational pier in Lake Tahoe. Due to the high water situation at Lake Tahoe, the Staff has been unable to complete its survey and investigation of the shore of the lake and of the many encroachments on State lands. It is therefore considered advisable to issue permits for a period of