

17. (DEFERMENT OF OPERATING REQUIREMENTS, MINERAL EXTRACTION LEASE P.R.C. 709, CONSTRUCTION AGGREGATES CORPORATION.) Mineral Extraction Lease P.R.C. 709 was issued to Construction Aggregates Corporation on February 14, 1952, subject to competitive public bidding, for an initial term of 20 years, to cover the extraction of sand from Point Knox, Alcatraz and Presidio Shoals in San Francisco Bay. The Construction Aggregates Corporation was the sole bidder in response to the lease invitation. Lease P.R.C. 709 requires an advance annual rental payment of \$900 and a royalty of 3 cents per cubic yard for all sand extracted, and specified a minimum of extraction operations shall be performed during each year of the term of the lease.

Notice has been received from the Construction Aggregates Corporation that there have been no extraction operations under the lease during the first calendar year. Therefore it is requested that the requirement for extraction operations be waived for the lease year ending February 13, 1953.

In consideration of the lack of competition in bidding at the time of the lease offer, the substantial prepaid annual rental and the fact that no State lands have been occupied or utilized,

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, IT WAS RESOLVED AS FOLLOWS:

The Executive Officer is authorized to grant a deferment of the operating requirements specified in Section 10 of Mineral Extraction Lease P.R.C. 709 for the lease year ending February 13, 1953, all other terms, conditions and performance requirements under the subject lease to remain unchanged.

18. (APPLICATION FOR MINERAL EXTRACTION LEASE, INYO COUNTY, R. A. DONNELLY AND E. H. BRAWNER - W.O. 1389.) An application has been received from Mr. R. A. Donnelly and Mr. E. H. Brawner of Los Angeles for the issuance of a mineral extraction lease, pursuant to the rules and regulations of the State Lands Commission, on the 40 acres of vacant State school land lying in the NW $\frac{1}{4}$  of NE $\frac{1}{4}$  of SW $\frac{1}{4}$ , the S $\frac{1}{2}$  of NE $\frac{1}{4}$  of NW $\frac{1}{4}$  of SW $\frac{1}{4}$ , the S $\frac{1}{2}$  of NW $\frac{1}{4}$  of SW $\frac{1}{4}$ , and the N $\frac{1}{2}$  of NE $\frac{1}{4}$  of SW $\frac{1}{4}$  of SW $\frac{1}{4}$  of Section 36, T. 23 S., R. 42 E., M.D.B. & M., Inyo County. The area was classified as known to contain commercially valuable deposits of minerals following a discovery of gold ore under Prospecting Permit P.R.C. 224, issued August 26, 1946. The area was then included in Mineral Extraction Lease P.R.C. 224, issued June 12, 1947, and terminated June 11, 1952.

The filing fee and expense deposit required by the rules and regulations have been submitted by the applicants.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, IT WAS RESOLVED AS FOLLOWS:

The Executive Officer is authorized to publish a Notice of Intention, in accordance with the Public Resources Code and the rules and regulations of the State Lands Commission, offering 40 acres of vacant State school land in the NW $\frac{1}{4}$  of NE $\frac{1}{4}$  of SW $\frac{1}{4}$ , the S $\frac{1}{2}$  of the NE $\frac{1}{4}$  of NW $\frac{1}{4}$  of SW $\frac{1}{4}$ , the S $\frac{1}{2}$  of NW $\frac{1}{4}$  of SW $\frac{1}{4}$ , and the N $\frac{1}{2}$  of NE $\frac{1}{4}$  of SW $\frac{1}{4}$  of SW $\frac{1}{4}$  of Section 36, T. 23 S., R. 42 E., M.D.B. & M., Inyo County, for a mineral extraction lease covering gold and other metallic minerals, pursuant to competitive public bidding.