

1. INITIATE DEVELOPMENT ON A LEASE.
2. QUITCLAIM THE ENTIRE LEASE AREAS.
3. PRESENT NEW, ADEQUATE BASES, NOT CONSIDERED HERETOFORE, FOR CONSIDERATION AS TO ANY FURTHER EXTENSION OF THE DEFERMENT OF THE OPERATING AND DRILLING REQUIREMENTS UNDER THE RESPECTIVE LEASES.

5. (APPLICATION TO DREDGE, INSTALL PIPE LINES, DOLPHINS AND WHARF, TIDE AND SUBMERGED LANDS, SUISUN BAY, CONTRA COSTA COUNTY, P.R.C. 387.1, SHELL CHEMICAL CORPORATION - W.O. 1683.) On February 9, 1954, the Executive Officer was authorized to grant permission to the Shell Chemical Corporation to dredge approximately 7,000 cubic yards of material and install a pipe line in Suisun Bay, Contra Costa County, within the area covered by Lease No. P.R.C. 387.1, issued to said Corporation on January 1, 1949, for a term of 15 years. Subsequent information has revealed that the Corporation also wishes to install two 9-pile dolphins and a wharf 16 feet in width by 30 feet in length within the area covered by its lease. The estimated value of the installation is \$23,500, the cost of the proposed dredging being \$7,000. The purpose of this project is to permit the loading of barges with chemicals produced in the Corporation's plant. This appears to be consistent with the uses provided for in Paragraph 4 of said lease, namely, for lawful commercial purposes in connection with chemical plant operation. The Staff believes that the proposed installation does not warrant an increase in the amount of the performance bond of \$1,000 presently required. Filing fee is not necessary.

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

THE EXECUTIVE OFFICER IS AUTHORIZED TO GRANT PERMISSION TO THE SHELL CHEMICAL CORPORATION TO INSTALL TWO DOLPHINS, A WHARF AND A PIPE LINE ON SAID WHARF AND TO DREDGE APPROXIMATELY 7,000 CUBIC YARDS OF MATERIAL FROM SUISUN BAY, CONTRA COSTA COUNTY, ADJACENT TO SAID WHARF, ALL OPERATIONS TO BE WITHIN THE PURVIEW OF PARAGRAPH 4 OF LEASE P.R.C. 387.1, ISSUED TO SAID CORPORATION, THIS ACTION TO SUPERSEDE THAT AUTHORIZED BY THE STATE LANDS COMMISSION ON FEBRUARY 9, 1954.

6. (APPLICATION FOR AMENDMENT OF LEASE P.R.C. 600.1, TIDE AND SUBMERGED LANDS, SAN PABLO BAY, CONTRA COSTA COUNTY, UNION OIL COMPANY OF CALIFORNIA - W.O. 1605.) The Union Oil Company of California has applied for an amendment of Lease P.R.C. 600.1, issued to that company on April 6, 1951, and amended on August 29, 1951. The amendment now requested is for the construction of a new and much larger pier at the company's Oleum Refinery which will occupy more area. The old pier occupies 3.261 acres; the new pier will occupy 8.842 acres. Rental at the present time amounts to \$1,233.60 annually for the wharf area and 3.68 acres of filled tidelands used for storage. The increased area at the same appraised value as that established in 1951 will call for an increase in annual rental amounting to \$457.37, to a total of \$1,690.43 annually. Performance bond in the amount of \$35,000, furnished pursuant to Lease P.R.C. 600.1 now in effect, should be increased to \$80,000 because of the increased size of the new pier and because of its concrete rather than timber construction.

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