

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

THE EXECUTIVE OFFICER IS AUTHORIZED TO EXECUTE AND ISSUE TO SCHULTZ INVESTMENT CO. A MINERAL EXTRACTION LEASE FOR A TERM OF 20 YEARS TO PERMIT THE REMOVAL OF SAND, GRAVEL AND FILL MATERIAL FROM A PORTION OF THE CORTE MADERA CANAL IN SECTIONS 9, 10, 15, 16, T. 1 N., R. 6 W., M.D.B. & M., MARIN COUNTY, CONTAINING 30 ACRES, MORE OR LESS, UPON PAYMENT OF AN ADVANCE ANNUAL RENTAL OF \$30 AND SUBJECT TO ROYALTY OF ONE CENT PER CUBIC YARD FOR ALL SAND, GRAVEL AND FILL MATERIAL EXTRACTED UNDER THE LEASE. A PERFORMANCE BOND IN THE PENAL SUM OF \$1,000 SHALL BE DEPOSITED BY THE LESSEE TO GUARANTEE THE FAITHFUL PERFORMANCE AND OBSERVANCE OF ALL CONDITIONS OF THE LEASE. THE LEASE SHALL PROVIDE THAT IT MAY BE CANCELLED BY THE STATE UPON THIRTY DAYS' NOTICE TO THE LESSEE IF IT SHOULD BE DETERMINED BY THE STATE THAT REMOVAL OF SAND, GRAVEL AND FILL MATERIAL HAS RESULTED, OR WILL RESULT, IN PERMANENTLY DAMAGING EFFECTS TO THE LANDS LITTORAL TO THE DEMISED PREMISES OR ADVERSE EFFECT TO THE REGIMEN OF THE CANAL.

17. (CONSULTING SERVICES FOR REVIEW OF PROPOSED OIL AND GAS LEASES - W.O. 2049.)

The Executive Officer submitted for consideration the interdepartmental memorandum of March 28, 1955 on the subject of consulting services and recommended that consideration be given to the employment of Dr. Paul T. Homan, University of California at Los Angeles, and other experts to be selected by him, for initial study and report on the proposed offshore leasing towards the southeasterly end of Huntington Beach, the cost of such study and report not to exceed \$20,000 and the report to be completed within 90 days. The Executive Officer further suggested that the proposed State-wide project be deferred until the results of this initial survey are known, having in mind that the issues and scope of the State-wide survey could be then more clearly defined.

The Commission agreed with this procedure, except that it was felt that experts other than Dr. Homan should not come from a University but should be selected from the point of view of more direct experience with business and industry. The Executive Officer was instructed to make further inquiries in this respect and to confer informally with individual members of the Commission at the earliest opportunity. As a basis for the study by the initial board at Huntington Beach, the staff was instructed to compile a report covering its own investigations and recommendations.

As to the State-wide study, the Executive Officer was instructed to define the scope thereof and to make an estimate of its cost for the purpose of presenting to the Legislature an item in the 1955-56 budget. The Executive Officer was further instructed to investigate and report back to the Commission the necessity or desirability of having an expression of policy from the Legislature with respect to this State-wide survey.