

interest the State of California may have, now or in the future, over the present channel and old bed of the Colorado River. The staff considers that bond is not required. Considering the uncertainty at this time as to what right, title or interest the State of California may have, the staff also considers that a rental of \$100 is adequate."

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

THE EXECUTIVE OFFICER IS AUTHORIZED TO ISSUE TO SOUTHERN PACIFIC PIPE LINES, INC., AN EASEMENT FOR A PERIOD NOT IN EXCESS OF 49 YEARS FOR WHATEVER RIGHT, TITLE OR INTEREST THE STATE OF CALIFORNIA MAY HAVE IN THE PRESENT CHANNEL OF THE COLORADO RIVER AND THE OLD BED OF THE SAME RIVER AT A TOTAL RENTAL OF \$100, PURPOSE OF EASEMENT BEING THE INSTALLATION, MAINTENANCE AND USE OF A PIPE LINE TRANSPORTING PETROLEUM AND/OR PETROLEUM PRODUCTS, NO BOND TO BE REQUIRED.

9. (SALE OF VACANT SCHOOL LAND, APPLICATION NO. 5115, SACRAMENTO LAND DISTRICT, TEHAMA COUNTY, KENNETH PETERS, WILLIAM FOEY AND MABEL FOEY - S.W.O. 6006.) The following report was presented to the Commission:

"An offer has been received from Kenneth Peters, William Foey and Mabel Foey of Red Bluff, California, to purchase Section 16, T. 26 N., R. 7 W., M.D.M., containing 640 acres in Tehama County. The applicants made an offer of \$1,280, or \$2 per acre.

"The Assessor of Tehama County has assessed contiguous land at \$1.75 per acre, thus indicating its appraised value to be \$3.50 per acre.

"An inspection and appraisal by a member of the Commission's staff on June 9, 1955 establishes the value of the subject land at \$4 per acre.

"Before the land was advertised for sale, the applicants were advised that the appraised value was \$4 per acre. They posted the necessary amount to meet the appraised value of \$2,560.

"The land was advertised for sale with a stipulation that no offer of less than \$2,560 would be accepted. Pursuant to the advertising the application (5184, Sacramento Land District, S.W.O. 6193) of Max H. Small of Beverly Hills, California, was received and filed. Mr. Small made an offer of \$4,480, or \$7 per acre. The first applicants have the right, within 20 days after notice, to deposit the amount necessary to meet the price fixed by the Commission."

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

THE SALE IS AUTHORIZED OF SECTION 16, T. 26 N., R. 7 W., M.D.M., CONTAINING 640 ACRES IN TEHAMA COUNTY, TO THE FIRST APPLICANTS, KENNETH PETERS, WILLIAM FOEY AND MABEL FOEY, AT A CASH PRICE OF \$4,480, SUBJECT TO ALL STATUTORY RESERVATIONS INCLUDING MINERALS. IN THE EVENT THE FIRST APPLICANTS, MR. PETERS AND MR. AND MRS. FOEY, FAIL TO EXERCISE THEIR RIGHT TO MEET THE PRICE FIXED BY THE COMMISSION, THE SUBJECT LAND SHALL BE SOLD TO THE SECOND APPLICANT, MAX. H. SMALL, WHO IS THE HIGH BIDDER, AT \$4,480, SUBJECT TO ALL STATUTORY RESERVATIONS INCLUDING MINERALS.