

"The Assessor of Trinity County has assessed contiguous lands at an average of \$2.50 per acre.

"An inspection and appraisal by a member of the Commission's staff on August 10, 1955 establishes the value of the subject land at \$25 per acre.

"Before the land was advertised for sale the applicant was advised of the appraised value, whereupon he posted the necessary amount to meet the appraised value of \$600.

"The land was advertised for sale with a stipulation that no offer of less than \$600 would be accepted.

"Prior to advertising, the application (5242, Sacramento Land District, S.W.O. 6348) of H. A. MacMillan of Portland, Oregon, was received and filed. The applicant made an offer of \$104, or \$2.60 per acre. Said application was cancelled by request of the applicant.

"Pursuant to advertising, the application (5279, Sacramento Land District, S.W.O. 6475) executed by Milton Palermo and Chadwick D. Miller of Inglewood, California, was received. The applicants submitted a bid of \$800, or \$20 per acre. The application is invalid as to Chadwick D. Miller as his execution thereof was not subscribed and sworn to before a notary public. The application is valid as to Milton Palermo, the other party thereto.

"Pursuant to advertising, the application (5280, Sacramento Land District, S.W.O. 6476) of H. A. MacMillan of Portland, Oregon, was received. The applicant submitted a bid of \$705, or \$17.62+ per acre.

"Pursuant to Section 2302(d) of the Rules and Regulations of the State Lands Commission, the first applicant was allowed 20 days from the date of opening of bids (August 6, 1956) within which to submit the additional amount to meet the highest bid received. The first applicant, Edward D. Brest, failed to meet the high bid within the period specified above."

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

THE SALE IS AUTHORIZED OF THE NW $\frac{1}{4}$ OF NW $\frac{1}{4}$ OF SECTION 36, T. 34 N., R. 11 W., M.D.M., CONTAINING 40 ACRES IN TRINITY COUNTY, TO THE HIGH BIDDER, MILTON PALERMO, AT A CASH PRICE OF \$800, SUBJECT TO ALL STATUTORY RESERVATIONS INCLUDING MINERALS.

33. (SALE OF VACANT FEDERAL LAND, OBTAINED THROUGH USE OF BASE, LIEU LAND APPLICATION NO. 5027, SACRAMENTO LAND DISTRICT, HUMBOLDT COUNTY, N. O. NICHOLSON - S.W.O. 5805.) The following report was presented to the Commission:

"An offer has been received from N. O. Nicholson of Eugene, Oregon, to purchase the NE $\frac{1}{4}$ of NW $\frac{1}{4}$ of Section 7, NE $\frac{1}{4}$ of NE $\frac{1}{4}$ of Section 16, T. 5 N., R. 4 E., SE $\frac{1}{4}$ of SE $\frac{1}{4}$ of Section 12, NW $\frac{1}{4}$ of SE $\frac{1}{4}$ of Section 13,

T. 10 N., R. 2 E., and SW $\frac{1}{4}$ of SE $\frac{1}{4}$ of Section 33, T. 10 N., R. 3 E., H.M., containing 200 acres in Humboldt County. This land may be obtained by the State from the Federal Government through use of base. The applicant made an offer of \$1,000, or \$5 per acre.

"An inspection and appraisal by a member of the Commission's staff during August and September, 1955 establishes the value of the subject land at an average of \$514 per acre, including timber thereon. The applicant posted the necessary amount to meet this value. Said appraisal also indicates that said land is not suitable for cultivation without artificial irrigation.

"The selection of the subject land is considered to be to the advantage of the State in that the selection thereof will assist the State in satisfying the loss to the School Land Grant and in addition will place said land on the tax rolls of the county in which it is situated.

"The State's application to select the land has been accepted by the Bureau of Land Management and the land was listed (conveyed) to the State on December 7, 1955.

"Under date of December 9, 1954 the Redwood Creek Cattle Company submitted a protest to the State Lands Division, indicating that said company should have the first right to purchase the subject lands for the appraised value, inasmuch as said lands adjoin the ranch holdings of the company. Furthermore, we were informed that the Redwood Creek Cattle Company was to submit a protest to the State's selection application to the United States Bureau of Land Management. If such protest was filed, it was apparently dismissed as the lands were conveyed to the State on the date indicated above.

"Under date of January 12, 1956 a letter was received from Chezem Bros. requesting that the subject lands be put up for competitive bidding, inasmuch as ranch holdings previously purchased partially surround the lands in question. The letter further indicated that the sale of subject lands to other individuals would block an access road up Redwood Creek, which serves as access to their holdings.

"The State applicant has complied with all laws and rules and regulations pertaining to indemnity selections and, in accordance therewith, is entitled to receive title to the land, subject to approval of the sale by the State Lands Commission."

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

THE COMMISSION DETERMINES THAT IT IS TO THE ADVANTAGE OF THE STATE TO SELECT THE FEDERAL LAND COMPRISED IN THE NE $\frac{1}{4}$ OF NW $\frac{1}{4}$ OF SECTION 7, E $\frac{1}{2}$ OF NE $\frac{1}{4}$ OF SECTION 18, T. 5 N., R. 4 E., SE $\frac{1}{4}$ OF SE $\frac{1}{4}$ OF SECTION 12, NW $\frac{1}{4}$ OF E $\frac{1}{2}$ OF SECTION 13, T. 10 N., R. 2 E., AND SW $\frac{1}{4}$ OF SE $\frac{1}{4}$ OF SECTION 33, T. 10 N., R. 3 E., H.M., CONTAINING 200 ACRES IN HUMBOLDT COUNTY; THE COMMISSION FINDS THAT SAID FEDERAL LAND IS NOT SUITABLE FOR CULTIVATION; THE COMMISSION APPROVES THE SELECTION AND AUTHORIZES THE SALE OF SAID LAND, FOR CASH, TO N. O. NICHOLSON AT THE APPRAISED CASH PRICE OF \$102,800, SUBJECT TO ALL STATUTORY RESERVATIONS INCLUDING MINERALS.