

"In addition, the Property Acquisition Division reported in part on October 19, 1956 as follows:

'We realize the amount of investigation and research necessary as a foundation for your recommendation, and have no quarrel with your decision. However, since the recommendation was received the matter has been given careful study here, especially taking into consideration the large holding retained for hospital use immediately adjacent to the surplus parcels.

'The consensus is that it would be desirable to retain the mineral rights, and it is therefore our request, in which the Director of Finance joins, that we have the approval of the State Lands Commission for the inclusion of a provision reserving mineral rights to the State when conveying these properties.'

"Under Section 6404, Public Resources Code, any State agency that sells any of the lands listed in Section 6403, Public Resources Code, (e.g., land acquired by the State for public use) may, with the approval of the State Lands Commission, reserve to the State any or all oil, gas, oil shale, coal, phosphate, gold, silver, or other mineral deposits therein. It appears that the bases under which the Property Acquisition Division desires to retain the mineral rights in the subject land involve considerations beyond the scope authorized for recommendation by the staff of the State Lands Division. The original recommendation to the Commission for approval of the non-reservation of the mineral interests in the subject land was based on the sole consideration under the cognizance of the State Lands Division that record review and field inspection showed no evidence of any current known mineral value."

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

THE COMMISSION CONSIDERS THE REQUEST OF THE PROPERTY ACQUISITION DIVISION OF THE DEPARTMENT OF FINANCE AND THE DIRECTOR OF FINANCE THAT THE COMMISSION RESCIND THE ACTION OF AUGUST 15, 1956 RELATIVE TO THE APPROVAL OF THE NON-RESERVATION TO THE STATE OF THE MINERAL RIGHTS IN THE SALE OF PARCELS 4, 5 AND 6, CHAPTER 976, STATUTES OF 1955, TULARE COUNTY, AND FURTHER, APPROVES THE RESERVATION TO THE STATE PURSUANT TO SECTION 6404 OF THE PUBLIC RESOURCES CODE OF THE MINERAL RIGHTS IN THE SALE OF PARCELS 4, 5 AND 6, CHAPTER 979, STATUTES OF 1955, TULARE COUNTY.

11. (CONSIDERATION OF SUBSIDENCE COST PROJECTS, LONG BEACH - W. O. 10,009; W. O. 10,010.) The following report was presented to the Commission:

"On August 15, 1956 (Minute Item 4, pages 2759-2760) the Commission approved the costs proposed to be expended by the City of Long Beach, including subsidence remedial work for the balance of the fiscal year under two projects, W. O. 10,003 'Subsidence Maintenance' and W. O. 10,014 'Subsidence Studies', and on

September 27, 1956 (Minute Item 15, pages 2819-2821) the Commission approved four additional projects, W. O. 10,002 'Pier B', W. O. 10,006 'Pier C', W. O. 10,007 'Pier D', and W. O. 10,008 'Pier E'.

"The City of Long Beach through the Port of Long Beach has presented for consideration and conditional approval two additional projects to remedy and protect against the effects of subsidence of the land surface within the Long Beach Harbor District. The following projects have received initial staff review and are considered to include some 'subsidence costs' as defined in Section 1(f) of Ch. 29/56, 1st E.S.

"L.B. 10,009 - Project submitted by the Port of Long Beach, Pier 1.

- Work Proposed:
1. Relocation and reconstruction of railroad and truck access.
 2. Redevelopment of pier.
 3. Force account work by the Maintenance Division.

Estimated total cost of project: \$113,190

Estimated 'subsidence costs': \$99,040

"L.B. 10,010 - Project submitted by the Port of Long Beach, Pier 2.

- Work Proposed:
1. Extension of steel sheet pile bulkhead, construction of rock dike and placement of fill and paving.
 2. Force account work by the Maintenance Division.

Estimated total cost of project: \$8,300 for the period
December 1, 1956 - June 30,
1957.

Estimated 'subsidence costs': \$6,500"

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

THE COMMISSION APPROVES THE COSTS PROPOSED TO BE EXPENDED BY THE CITY OF LONG BEACH, INCLUDING SUBSIDENCE REMEDIAL WORK UNDER PROJECTS LONG BEACH W. O.s 10,009, PIER 1, AND 10,010, PIER 2; SUBJECT TO THE CONDITIONS, HOWEVER, THAT THE AMOUNTS, IF ANY, OF EACH OF THE ITEMS TO BE ALLOWED ULTIMATELY AS SUBSIDENCE COSTS, DEDUCTIBLE UNDER SECTION 5(a) OF CH. 29/56, 1ST E.S., WILL BE DETERMINED BY THE COMMISSION UPON AN ENGINEERING REVIEW AND FINAL AUDIT SUBSEQUENT TO THE TIME WHEN THE WORK UNDER ANY OF THESE ITEMS IS COMPLETED; AND THE EXECUTIVE OFFICER OR THE ASSISTANT EXECUTIVE OFFICER OR THE MINERAL RESOURCES ENGINEER ARE AUTHORIZED TO EXECUTE APPROPRIATE WRITTEN INSTRUMENTS REFLECTING THE COMMISSION'S CONDITIONAL APPROVAL.