

MINUTE ITEM

11. (DEFERMENT OF OPERATING REQUIREMENTS, MINERAL EXTRACTION LEASE P.R.C. 709.1, CONSTRUCTION AGGREGATES CORPORATION, SAN FRANCISCO AND MARIN COUNTIES.)

After presentation of Calendar Item 22 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE ACTING EXECUTIVE OFFICER IS AUTHORIZED TO GRANT A DEFERMENT OF THE OPERATING REQUIREMENTS SPECIFIED IN SECTION 10 OF MINERAL EXTRACTION LEASE P.R.C. 709.1 FOR THE LEASE YEARS ENDING FEBRUARY 13, 1956 AND FEBRUARY 13, 1957, ALL OTHER TERMS, CONDITIONS AND PERFORMANCE REQUIREMENTS UNDER THE SUBJECT LEASE TO REMAIN UNCHANGED.

Attachment

Calendar Item 22 (1 page)

CALENDAR ITEM

MINERAL LEASE

22.

(DEFERMENT OF OPERATING REQUIREMENTS, MINERAL EXTRACTION LEASE P.R.C. 709.1, CONSTRUCTION AGGREGATES CORPORATION, SAN FRANCISCO AND MARIN COUNTIES.)

Construction Aggregates Corporation, lessee under Mineral Extraction Lease P.R.C. 709.1 issued February 14, 1952 pursuant to competitive public bidding, has reported that no material has been removed from the lease during the operating years ending February 14, 1956 and February 14, 1957. Lease P.R.C. 709.1 requires an advance annual rental of \$900 which has been paid, and a royalty of 3¢ per cubic yard for all sand extracted, together with the performance of a specified minimum of 100 shifts of extraction operations during each year of the term of the lease. The lessee is interested in continuation of the lease because of several prospects for future operations, but feels that the performance of the minimum shift requirements, without commercial removal of material, would serve no useful purpose. Therefore, it has been requested that the requirement for extraction operations be waived for the lease years ending February 13, 1956 and February 13, 1957. In consideration of the lack of competition in bidding at the time of the lease offer, the annual rentals which have been paid, and the fact that no State lands have been occupied or utilized,

IT IS RECOMMENDED THAT THE ACTING EXECUTIVE OFFICER BE AUTHORIZED TO GRANT A DEFERMENT OF THE OPERATING REQUIREMENTS SPECIFIED IN SECTION 10 OF MINERAL EXTRACTION LEASE P.R.C. 709.1 FOR THE LEASE YEARS ENDING FEBRUARY 13, 1956 AND FEBRUARY 13, 1957, ALL OTHER TERMS, CONDITIONS AND PERFORMANCE REQUIREMENTS UNDER THE SUBJECT LEASE TO REMAIN UNCHANGED.