MINUTE ITEM

9. (APPLICATION FOR EXTENSION OF PROSPECTING PERMIT P.R.C. 1665.2, WALTER WALTER REESE, INYO COUNTY - W. O. 2844.)

After presentation of Calendar Item 20 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO REJECT THE APPLICATION OF WALTER REESE FOR A ONE-YEAR EXTENSION OF THE TERM OF PROSPECTING PERMIT P.R.C. 1665.2, COVERING APPROXIMATELY 155 ACRES OF VACANT STATE SCHOOL LAND IN THE SW $\frac{1}{12}$ OF SECTION 36, T. 20 S., R. 37 E., M.D.B.& M., INYO COUNTY, DUE TO NONCOMPLIANCE WITH THE TERMS AND CONDITIONS OF THE PERMIT.

Attachment
Calendar Item 20 (1 page)

CALENDAR ITEM

MINERAL LEASE

20.

(APPLICATION FOR EXTENSION OF PROSPECTING PERMIT, WALTER REESE, INYO COUNTY - W. O. 2844.)

Prospecting Permit P.R.C. 1665.2, covering approximately 155 acres of vacant State school land in the SE_{ij}^1 of Section 36, T. 20 S., R. 37 E., M.D.B.& M., Inyo County, was issued March 15, 1956 to Walter Reese authorizing prospecting for all minerals for a term of two years. A request for the extension of the term of Permit P.R.C. 1665.2 for an additional year has been received from the permittee.

Section 6891 of the Public Resources Code provides, in part: "The Commission may, in its discretion, extend the term of any permit for a period not exceeding one year..."

The permittee has failed to comply with the conditions of the permit or to exercise due diligence in the prosectuion of development work. The Quarterly Reports of Operations and Statements of Shipments and Sales have not been furnished regularly. During the two-year term of the permit the completion of 480 eight-hour shifts is required. The permittee has reported 234 shifts completed. No ore has been shipped from the permit area.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO REJECT THE APPLICATION OF WALTER REESE FOR A ONE-YEAR EXTENSION OF THE TERM OF PROSPECTING PERMIT P.R.C. 1665.2, COVERING APPROXIMATELY 155 ACRES OF VACANT STATE SCHOOL LAND IN THE $SW_{\overline{u}}^{1}$ OF SECTION 36, T. 20 S., R. 37 E., M.D.B.& M., INYO COUNTY, DUE TO NONCOMPLIANCE WITH THE TERMS AND CONDITIONS OF THE PERMIT.