

MINUTE ITEM

8. DEFERMENT OF OPERATING REQUIREMENTS, PREFERENTIAL MINERAL EXTRACTION LEASE P.R.C. 2150.2, KARL PIERCE, FEREE PIERCE AND FRANK PIERCE, SAN LUIS OBISPO COUNTY - W.O. 3429.

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

THE EXECUTIVE OFFICER IS AUTHORIZED TO GRANT TO KARL PIERCE, FEREE PIERCE AND FRANK PIERCE A DEFERMENT OF THE OPERATING REQUIREMENTS SPECIFIED IN SECTION 10 OF PREFERENTIAL MINERAL EXTRACTION LEASE P.R.C. 2150.2 FOR THE LEASE YEAR ENDING APRIL 13, 1960, ALL OTHER TERMS, CONDITIONS AND PERFORMANCE REQUIREMENTS UNDER THE LEASE TO REMAIN UNCHANGED.

Attachment

Calendar Item 20 (1 page)

CALENDAR ITEM

20.

DEFERMENT OF OPERATING REQUIREMENTS, PREFERENTIAL MINERAL EXTRACTION LEASE P.R.C. 2150.2, KARL PIERCE, FEREE PIERCE AND FRANK PIERCE, SAN LUIS OBISPO COUNTY - W.O. 3429.

Preferential Mineral Extraction Lease P.R.C. 2150.2 was issued April 14, 1958, in accordance with Division 6 of the Public Resources Code, to Karl Pierce, Feree Pierce and Frank Pierce. The lease requires an advance annual rental of \$47.71 and the completion of 100 shifts of work during each year of the lease term. The work requirements for the initial lease year ending April 13, 1959 have been fulfilled. The State has received \$1,046.00 in royalty on 349 tons of chrome ore mined during this period.

A request has been received from the lessees for a deferment of operating requirements for the lease year ending April 13, 1960. Because of the depressed chrome market, this grade of ore cannot be mined economically at present.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO GRANT TO KARL PIERCE, FEREE PIERCE AND FRANK PIERCE A DEFERMENT OF THE OPERATING REQUIREMENTS SPECIFIED IN SECTION 10 OF PREFERENTIAL MINERAL EXTRACTION LEASE P.R.C. 2150.2 FOR THE LEASE YEAR ENDING APRIL 13, 1960, ALL OTHER TERMS, CONDITIONS AND PERFORMANCE REQUIREMENTS UNDER THE LEASE TO REMAIN UNCHANGED.