

MINUTE ITEM

14. REQUEST FOR EXTENSION OF TERM, MINERAL EXTRACTION LEASE P.R.C. 11.2, SIERRA TALC COMPANY, INYO COUNTY - W.O. 4204.

After consideration of Calendar Item 10 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO EXTEND THE TERM OF MINERAL EXTRACTION LEASE P.R.C. 11.2, INYO COUNTY, AS REQUESTED BY THE LESSEE, SIERRA TALC COMPANY, FOR A PERIOD OF 10 YEARS COMMENCING FEBRUARY 25, 1962. ALL OTHER TERMS AND CONDITIONS OF THE LEASE ARE TO REMAIN IN FULL FORCE AND EFFECT.

Attachment
Calendar Item 10 (1 page)

CALENDAR ITEM

10.

REQUEST FOR EXTENSION OF TERM, MINERAL EXTRACTION LEASE P.R.C. 11.2, SIERRA TALC COMPANY, INYO COUNTY - W.O. 4204.

Mineral Extraction Lease P.R.C. 11.2, covering the SE $\frac{1}{4}$ of the NE $\frac{1}{4}$ of Section 36, T. 18 S., R. 39 E., M.D.B. & M., Inyo County, was issued on February 25, 1942, to the Sierra Talc Company, pursuant to competitive public bidding, for a term of 20 years.

An application has been received from the Sierra Talc Company requesting an extension of the lease term from February 25, 1962, to February 24, 1972, inclusive. Section 1 of the lease provides, in part "... with the preferential right in the lessee to renew this lease for successive periods of 10 years upon such reasonable terms and conditions as may be prescribed by the State Lands Commission". Talc, the mineral extracted from the State land, is an inferior grade used in the ceramic industry. During the year ending September 30, 1961, 869 tons of talc was mined and a royalty of \$1,416 paid to the State. Cumulative royalty received through September 30, 1961, was \$32,834. The royalty rate for ore mined or removed from the premises is \$1.25 per ton.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO EXTEND THE TERM OF MINERAL EXTRACTION LEASE P.R.C. 11.2, INYO COUNTY, AS REQUESTED BY THE LESSEE, SIERRA TALC COMPANY, FOR A PERIOD OF 10 YEARS COMMENCING FEBRUARY 25, 1962. ALL OTHER TERMS AND CONDITIONS OF THE LEASE ARE TO REMAIN IN FULL FORCE AND EFFECT.