

MINUTE ITEM

14. DEFERMENT OF OPERATING REQUIREMENTS, MINERAL EXTRACTION LEASE P.R.C. 709.1, CONSTRUCTION AGGREGATES CORPORATION, SAN FRANCISCO AND MARIN COUNTIES - W.O. 4288.

After consideration of Calendar Item 26 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO ACCEPT THE PAYMENT SUBMITTED TO COVER THE ROYALTY DUE THE STATE ON THE REQUIRED MINIMUM EXTRACTION OPERATIONS AND TO GRANT A DEFERMENT OF THE OPERATING REQUIREMENTS SPECIFIED IN SECTION 10 OF MINERAL EXTRACTION LEASE P.R.C. 709.1 FOR THE LEASE YEAR ENDING FEBRUARY 13, 1962.

ALL OTHER TERMS, CONDITIONS, AND PERFORMANCE REQUIREMENTS UNDER THE SUBJECT LEASE ARE TO REMAIN UNCHANGED.

Attachment
Calendar Item 26 (1 page)

CALENDAR ITEM

26.

DEFERMENT OF OPERATING REQUIREMENTS, MINERAL EXTRACTION LEASE P.R.C. 709.1, CONSTRUCTION AGGREGATES CORPORATION, SAN FRANCISCO AND MARIN COUNTIES - W.O. 4288.

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 mineral has been removed from the lease during the operating year ending February 13, 1962. Lease P.R.C. 709.1 requires an advance annual rental of \$900, which has been paid, and a royalty of three cents (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 operator's estimate of the amount of sand that would be extracted in completing 100 shifts is 20,000 cubic yards. In consideration of the equipment proposed to be used, this estimate appears to the staff to be reasonable.

A payment in the amount of \$600 was submitted with the application for deferment of operations, to cover the State's royalty under the required minimum lease operations. The Lessee is interested in continuation of the lease.

IT IS RECOMMENDED THAT THE EXECUTIVE OFFICER BE AUTHORIZED TO ACCEPT THE PAYMENT SUBMITTED TO COVER THE ROYALTY DUE THE STATE ON THE REQUIRED MINIMUM EXTRACTION OPERATIONS AND TO GRANT A DEFERMENT OF THE OPERATING REQUIREMENTS SPECIFIED IN SECTION 10 OF MINERAL EXTRACTION LEASE P.R.C. 709.1 FOR THE LEASE YEAR ENDING FEBRUARY 13, 1962.

ALL OTHER TERMS, CONDITIONS, AND PERFORMANCE REQUIREMENTS UNDER THE SUBJECT LEASE ARE TO REMAIN UNCHANGED.