

MINUTE ITEM

21. DEFERMENT OF OPERATING REQUIREMENTS, MINERAL EXTRACTION LEASE P.R.C. 2094.1, TIDE AND SUBMERGED LANDS, SAN DIEGO BAY, SAN DIEGO COUNTY; SAN DIEGO GAS AND ELECTRIC COMPANY - W.O. 4648.

After consideration of Calendar Item 3 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO GRANT TO SAN DIEGO GAS AND ELECTRIC COMPANY A DEFERMENT FOR THE LEASE YEAR ENDING MARCH 9, 1963, OF THE OPERATING REQUIREMENTS SPECIFIED IN SECTION 10 OF MINERAL EXTRACTION LEASE P.R.C. 2094.1, ALL OTHER TERMS, CONDITIONS, AND PERFORMANCE REQUIREMENTS, INCLUDING RENTAL PAYMENT, TO REMAIN UNCHANGED AND IN FULL FORCE AND EFFECT.

Attachment

Calendar Item 3 (1 page)

CALENDAR ITEM

3.

DEFERMENT OF OPERATING REQUIREMENTS, MINERAL EXTRACTION LEASE P.R.C. 2094.1, TIDE AND SUBMERGED LANDS, SAN DIEGO BAY, SAN DIEGO COUNTY; SAN DIEGO GAS AND ELECTRIC COMPANY - W.O. 4648.

Mineral Extraction Lease P.R.C. 2094.1 was issued on March 9, 1958, to the San Diego Gas and Electric Company pursuant to competitive public bidding in accordance with Division 6 of the Public Resources Code. The lease requires an advance annual rental of \$225.78 and the completion of 100 shifts of work during each year of the lease term. During the initial lease year, the lessee extracted a total of 831,997 cubic yards of sand, gravel, and fill material. This resulted in a royalty payment to the State in the amount of \$24,959.91. The Commission has heretofore granted deferments of operating requirements to the lessee for the lease years ending March 9, 1960, March 9, 1961, and March 9, 1962.

A request has been received from the San Diego Gas and Electric Company for a deferment of operating requirements for the lease year ending March 9, 1963. The lessee states that dredging operations required in the construction of the first and second units of the South Bay Generating Station are completed; therefore, any further dredging of material under this lease is not contemplated at the present time. However, it is anticipated that additional plant construction requiring further extraction will be necessary in the future, and it is desired that the lease continue to remain in effect.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO GRANT TO SAN DIEGO GAS AND ELECTRIC COMPANY A DEFERMENT FOR THE LEASE YEAR ENDING MARCH 9, 1963, OF THE OPERATING REQUIREMENTS SPECIFIED IN SECTION 10 OF MINERAL EXTRACTION LEASE P.R.C. 2094.1, ALL OTHER TERMS, CONDITIONS, AND PERFORMANCE REQUIREMENTS, INCLUDING RENTAL PAYMENT, TO REMAIN UNCHANGED AND IN FULL FORCE AND EFFECT.