

MINUTE ITEM

12. PROPOSED MINERAL EXTRACTION LEASE, SAN PABLO BAY, CONTRA COSTA COUNTY - W.O. 4448, P.R.C. 3075.1.

After consideration of Calendar Item 6 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

IN ACCORDANCE WITH THE PROVISIONS OF DIVISION 6 OF THE PUBLIC RESOURCES CODE, THE COMMISSION AUTHORIZES THE EXECUTIVE OFFICER TO ISSUE TO BLOMQUIST OIL SERVICE, INC., THE HIGHEST QUALIFIED BIDDER, A MINERAL EXTRACTION LEASE FOR APPROXIMATELY 370 ACRES OF SUBMERGED LAND LYING IN SAN PABLO BAY, CONTRA COSTA COUNTY, AS DETAILED IN EXHIBIT "A" ATTACHED, SUBJECT TO PAYMENT OF A ROYALTY IN ACCORDANCE WITH THE FOLLOWING SCHEDULE:

FOR ALL SAND EXTRACTED.

$$R = 0.08 + 0.1 (C - 0.42)$$

WHERE R = ROYALTY IN DOLLARS AND CENTS PER CUBIC YARD OF SAND EXTRACTED

C = WEIGHTED AVERAGE SALES PRICE OF SAND PER CUBIC YARD DETERMINED QUARTERLY

A PERFORMANCE BOND IN THE PENAL SUM OF \$10,000 IS TO BE DEPOSITED BY THE LESSEE TO GUARANTEE THE FAITHFUL PERFORMANCE AND OBSERVANCE OF ALL OF THE TERMS AND CONDITIONS OF THE LEASE.

Attachment

Exhibit "A" (1 page)
Calendar Item 6 (2 pages)

EXHIBIT "A"

THAT CERTAIN PARCEL OF SUBMERGED LAND, SITUATED IN THE COUNTY OF CONTRA COSTA, STATE OF CALIFORNIA, AND MORE PARTICULARLY DESCRIBED AS FOLLOWS, TO WIT:

FROM U.S.C. & G.S. TRIANGULATION STATION CONCRETE STACK, 1938, AT SELBY ON THE SOUTH SHORE OF CARQUINEZ STRAITS, IN SAN PABLO BAY, N. $85^{\circ} 30'$ W., A DISTANCE OF 11,640 FEET TO THE POINT OF BEGINNING; THENCE S. 79° W., 8,760 FEET; THENCE N. 11° W., 3,346 FEET; THENCE S. 82° E., 9,265 FEET; THENCE S. 11° E., 330 FEET TO THE POINT OF BEGINNING, CONTAINING 370 ACRES MORE OR LESS.

EXCEPTING THEREFROM THAT PORTION, IF ANY, OF THE ABOVE-DESCRIBED PARCEL WHICH LIES WITHIN SOLANO COUNTY.

CALENDAR ITEM

6.

PROPOSED MINERAL EXTRACTION LEASE, SAN PABLO BAY, CONTRA COSTA COUNTY -
W.O. 1148.

On July 16, 1963, two bids were received in response to a published Notice of Intention of the State Lands Commission to enter into a lease for the extraction of sand from approximately 370 acres of submerged land in San Pablo Bay, Contra Costa County.

The high bid, submitted by Blomquist Oil Service, Inc., offered, in addition to the \$0.08 per cubic yard minimum, an increment of 10 percent of the gross sales price in excess of \$0.42 per cubic yard for all sand extracted. The other bid, submitted by United Sand and Gravel Company, offered, in addition to the \$0.08 minimum royalty, an increment of 5.15% of the gross sales price in excess of \$0.42 per cubic yard for all sand extracted.

The office of the Attorney General has advised that the bid of Blomquist Oil Service, Inc., complies with the provisions of the Public Resources Code and the provisions of the California Administrative Code, and with the conditions set forth in the offer.

IT IS RECOMMENDED THAT, IN ACCORDANCE WITH THE PROVISIONS OF DIVISION 6 OF THE PUBLIC RESOURCES CODE, THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO ISSUE TO BLOMQUIST OIL SERVICE, INC., THE HIGHEST QUALIFIED BIDDER, A MINERAL EXTRACTION LEASE FOR APPROXIMATELY 370 ACRES OF SUBMERGED LAND LYING IN SAN PABLO BAY, CONTRA COSTA COUNTY, AS DETAILED IN EXHIBIT "A" ATTACHED, SUBJECT TO PAYMENT OF A ROYALTY IN ACCORDANCE WITH THE FOLLOWING SCHEDULE:

FOR ALL SAND EXTRACTED:

$$R = 0.08 + 0.1 (C - 0.42)$$

WHERE R = ROYALTY IN DOLLARS AND CENTS PER CUBIC
YARD OF SAND EXTRACTED

C = WEIGHTED AVERAGE SALES PRICE OF SAND PER
CUBIC YARD DETERMINED QUARTERLY

A PERFORMANCE BOND IN THE PENAL SUM OF \$10,000 IS TO BE DEPOSITED BY THE LESSEE TO GUARANTEE THE FAITHFUL PERFORMANCE AND OBSERVANCE OF ALL OF THE TERMS AND CONDITIONS OF THE LEASE.

Attachment
Exhibit "A"

EXHIBIT "A"

THAT CERTAIN PARCEL OF SUBMERGED LAND, SITUATED IN THE COUNTY OF CONTRA COSTA, STATE OF CALIFORNIA, AND MORE PARTICULARLY DESCRIBED AS FOLLOWS, TO WIT:

FROM U.S.C. & G.S. TRIANGULATION STATION CONCRETE STACK, 1938, AT SELBY ON THE SOUTH SHORE OF CARQUINEZ STRAITS, IN SAN PABLO BAY, N 85° 30' W., A DISTANCE OF 11,640 FEET TO THE POINT OF BEGINNING; THENCE S. 79° W., 8,760 FEET; THENCE N. 11° W., 3,346 FEET; THENCE S. 82° E., 9,265 FEET; THENCE S. 11° E., 330 FEET TO THE POINT OF BEGINNING, CONTAINING 370 ACRES MORE OR LESS.

EXCEPTING THEREFROM THAT PORTION, IF ANY, OF THE ABOVE-DESCRIBED PARCEL WHICH LIES WITHIN SOLANO COUNTY.