

13. APPLICATION FOR PERMIT TO CONDUCT SALVAGE OPERATIONS IN SAN FRANCISCO BAY SOUTHWESTERLY OF ANGEL ISLAND, SAN FRANCISCO COUNTY; A. A. MIKALOW - W.O. 3559, P.R.C. 3535.1.

After consideration of Calendar Item 7 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO ISSUE A PERMIT TO A. A. MIKALOW TO PERFORM SALVAGE OPERATIONS ON ABANDONED STATE-OWNED WRECKS IN SAN FRANCISCO BAY WITHIN AN AREA HERETINAFTER DESCRIBED, SUBJECT TO THE FOLLOWING:

1. THERE SHALL BE PAID TO THE STATE THE SUM OF \$25 AS CONSIDERATION FOR ISSUANCE OF THE PERMIT AND FOR THE FIRST \$500 RECEIVED FROM SALVAGE OPERATIONS. THEREAFTER, PERMITTEE SHALL PAY TO THE STATE 25% OF THE GROSS RECEIPTS FROM ALL SALES OF MATERIAL SALVAGED; AND
2. THE INITIAL TERM OF THE PERMIT SHALL BE FOR THREE YEARS UNLESS TERMINATED BY THE STATE FOR CAUSE OR THE BEST INTERESTS OF THE STATE; PROVIDED, THAT THE PERMITTEE MAY ELECT TO EXTEND THE PERMIT FOR A PERIOD NOT TO EXCEED THREE YEARS, SUBJECT TO A REQUIREMENT THAT SALVAGE OPERATIONS BE DILIGENTLY PURSUED AT ALL TIMES; AND
3. A \$2,000 SURETY BOND SHALL BE PROVIDED.

THE OPERATIONS SHALL BE RESTRICTED TO THE FOLLOWING-DESCRIBED AREA:

A CIRCULAR PARCEL OF SUBMERGED LAND IN SAN FRANCISCO BAY, MARIN COUNTY, CALIFORNIA, SITUATE SOUTHWESTERLY OF ANGEL ISLAND, SAID PARCEL HAVING A RADIUS OF 4000 FEET AND A CENTER POINT OF 37° 50' 50" N. LATITUDE AND 122° 27' 00" W. LONGITUDE, EXCEPTING THEREFROM ANY PORTION OF THE ABOVE PARCEL WITHIN SAN FRANCISCO CITY AND COUNTY, ANY PORTION WITHIN THE U. S. MILITARY RESERVATION (CH. 81, STATS. 1897) ADJACENT TO ANGEL ISLAND, AND ALSO ANY PORTION OF SAID CIRCULAR PARCEL LYING ABOVE THE MEAN HIGH TIDE LINE OF ANGEL ISLAND.

Attachment

Calendar Item 7 (2 pages)

7.

APPLICATION FOR PERMIT TO CONDUCT SALVAGE OPERATIONS IN SAN FRANCISCO BAY SOUTHWESTERLY OF ANGEL ISLAND, SAN FRANCISCO COUNTY; A. A. MIKALOW - W.O. 3559.

Mr. A. A. Mikalow, d.b.a. Coastal Deep Sea Diving Company, has applied for a permit to perform salvage operations on the abandoned wreck "H. J. Cochrane" and on three other unidentified hulks located southwesterly of Angel Island in San Francisco Bay. (The general location of the operating site is indicated on Exhibit "A".)

Salvage operations will be conducted on only one wreck at a time, and diving will be performed only during daylight hours, from the vessel "Salvage King", which will be secured to an anchored barge. The U. S. Army Corps of Engineers has issued a navigational permit for the operations.

The permit will be effective for three years, subject to termination by the State for cause with sixty days' notice. The permittee may extend the term for an additional three years provided salvage operations are diligently pursued at all times.

The permittee will pay to the State \$25 as the consideration for the execution of the agreement and for the first \$500 received from salvage operations, and thereafter he will pay to the State 25% of the gross receipts from all sales of material salvaged. In addition, a \$2,000 surety bond will be provided to insure faithful performance of the terms of the permit.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO ISSUE A PERMIT TO A. A. MIKALOW TO PERFORM SALVAGE OPERATIONS ON ABANDONED STATE-OWNED WRECKS IN SAN FRANCISCO BAY WITHIN AN AREA HEREINAFTER DESCRIBED, SUBJECT TO THE FOLLOWING:

1. THERE SHALL BE PAID TO THE STATE THE SUM OF \$25 AS CONSIDERATION FOR ISSUANCE OF THE PERMIT AND FOR THE FIRST \$500 RECEIVED FROM SALVAGE OPERATIONS. THEREAFTER, PERMITTEE SHALL PAY TO THE STATE 25% OF THE GROSS RECEIPTS FROM ALL SALES OF MATERIAL SALVAGED; AND
2. THE INITIAL TERM OF THE PERMIT SHALL BE FOR THREE YEARS UNLESS TERMINATED BY THE STATE FOR CAUSE OR THE BEST INTERESTS OF THE STATE; PROVIDED, THAT THE PERMITTEE MAY ELECT TO EXTEND THE PERMIT FOR A PERIOD NOT TO EXCEED THREE YEARS, SUBJECT TO A REQUIREMENT THAT SALVAGE OPERATIONS BE DILIGENTLY PURSUED AT ALL TIMES; AND
3. A \$2,000 SURETY BOND SHALL BE PROVIDED.

THE OPERATIONS SHALL BE RESTRICTED TO THE FOLLOWING-DESCRIBED AREA:

A CIRCULAR PARCEL OF SUBMERGED LAND IN SAN FRANCISCO BAY, MARIN COUNTY, CALIFORNIA, SITUATE SOUTHWESTERLY OF ANGEL ISLAND, SAID PARCEL HAVING A RADIUS OF 4000 FEET AND A CENTER POINT OF 37° 50' 50" N. LATITUDE AND 122° 27' 00" W. LONGITUDE,

CALENDAR ITEM 7. (CONTD.)

EXCEPTING THEREFROM ANY PORTION OF THE ABOVE PARCEL WITHIN SAN FRANCISCO CITY AND COUNTY, ANY PORTION WITHIN THE U. S. MILITARY RESERVATION (CH. 81, STATS. 1897) ADJACENT TO ANGEL ISLAND, AND ALSO ANY PORTION OF SAID CIRCULAR PARCEL LYING ABOVE THE MEAN HIGH TIDE LINE OF ANGEL ISLAND.