

35. MODIFIED FORM OF OIL AND GAS LEASE FOR STATE RESERVED MINERAL INTERESTS -
W.O. 6357.

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

THE COMMISSION APPROVES AND ADOPTS, PURSUANT TO DIVISION 6, PART 2, CHAPTER 3,
ARTICLES 2 AND 3 OF THE PUBLIC RESOURCES CODE, THE FORM OF OIL AND GAS LEASE
APPROVED MARCH 1, 1966 (MINUTE ITEM 34, PAGE 12,307), AS MODIFIED IN EXHIBIT
"1" ON FILE IN THE OFFICE OF THE COMMISSION AND HEREBY MADE A PART HEREOF BY
REFERENCE, AS THE FORM OF OIL AND GAS LEASE TO BE USED FOR LEASING STATE
RESERVED MINERAL INTERESTS.

Attachment

Calendar Item 3 (1 page)

3.

MODIFIED FORM OF OIL AND GAS LEASE FOR STATE RESERVED MINERAL INTERESTS -
W.O. 6357.

On March 1, 1966, the State Lands Commission approved and adopted a form of oil and gas lease to be utilized in State-owned upland areas. This lease was drafted to cover lands where the State owns both the surface and the mineral rights. To provide for the leasing of lands that have been sold with minerals reserved to the State, a modification of the lease form is necessary. The staff and the office of the Attorney General have prepared a modified form of oil and gas lease for State reserved mineral interests (Exhibit "1"). The bond form to secure payment of damages to crops or tangible improvements, as required by Exhibit "D" of the lease, is to be in a form approved by the Office of the Attorney General.

IT IS RECOMMENDED THAT THE COMMISSION APPROVE AND ADOPT, PURSUANT TO DIVISION 6, PART 2, CHAPTER 3, ARTICLES 2 AND 3 OF THE PUBLIC RESOURCES CODE, THE FORM OF OIL AND GAS LEASE APPROVED MARCH 1, 1966 (MINUTE ITEM 34, PAGE 12,307), AS MODIFIED IN EXHIBIT "1" ON FILE IN THE OFFICE OF THE COMMISSION AND HEREBY MADE A PART HEREOF BY REFERENCE, AS THE FORM OF OIL AND GAS LEASE TO BE USED FOR LEASING STATE RESERVED MINERAL INTERESTS.