34．AUTHORIZATION TO OFFER MTNERAL EXURACMION ITEASE，DWENG IAKE，TINYO COUNIY（MORRISON AND WEATHERIY CHENICAI PRODUCTS，APPLICANT）－W．0． 6412.

After consideration of Calendar Item 50 attached，and upon motion duly made and carried，the following resolution was adopted：

THE COMMISSION AUTHORIZES THE OFFERING FOR TEASE，PURSUANT TO COMPEITMTVE FUBIIC BIDDING，OF THE AREA OF IAND IN THE BED OF OWENS IAKE，MORE PARTTCU－ LARIY DESCRIBEII IN EXXIBIT＂A＂，AT AN ANNUAL RENTAL OF $\$ 2.50$ PER ACRE AND AT A MINIMM ROYALTY RATE OF GEVEMXI CENTS（\＄0．70）PER TON FOR AL工 MINERALS EXTRACTED AND／OR PRODUCED AND／OR SOID FROM TYE PROPOSED LEEASE AREA ON OWENS IAKEF．

ROYALTY PAYMEMT UNDFR THE TEASE WILL BE IN ACCORDANCE WITH THE TOMOWING SCHEDUIE：

$$
\mathrm{R}=[0.70+0.10(\mathrm{C}-8.75)] \mathrm{B}
$$

WHERER＝ROYALTY IN DOLIARS AND CENTS PER TON OF MATERTAL
0 ＝WEIGHTED AVERAGE OF GROSS SATES PRICT PER TON DETMRMTENED BX THE ACIVAL GROSS SALES VALUE OF THE MATEHTAT SOID ON A QUARTERLY BASIS
$B=$ BID FACTOR（EXPRESSHD AS $1.0,1.1,1.2$, ETC．）
THE MAXIMOM ROYATIY SHATL NOT BXCRED 25 DERCETV OF THE AVERAGE GROSS SAEES PRIEE OF THE MATERTAL．

THE MINEMUM ROXALTY SHALL BE \＄O．70 PER TON．
Attachment
Calender Item 50 （3 pages）

## 50.

TO OFFER
MINERAL EXITRACTION LEASE

APPLICANI: Morxison and Weatherly Chemical Products
LOCATION: Owens Iake, Californte
DESCRIPIION AND ACREAGE:
See Exhibit "A"
MINERAL: Trona, a thin cyust of sodium sesquicarbonate
FROPOSED METHOD OF MHIETG:
"Harvesting" from surface of lake
STAMURORY AND OTHER RETERENCES:
a. Public Resources Code: Div. 6, Sec. 6871.3
b. Administrative Code: Sec. 1902(d)
c. Coimission policy: Minute Item. 22, p. 889, 8/21/67

OTHER PRRITNENT INFORMATION:
a. Approved by:

1. Office of the Attorney Generaz
b. Statement of nonobjection by:
2. Depariment of Fish and Game
3. Department of Farks and Recreation, Division of Beaches and Parks

EXHIBITS:
A. Tegal description
B. Location mag

IT IS RECOMAMDED THAT THE COMISSIOX AUTHORIZE THE OFFERIVG FOR IEASE, PURSUANT TO COMPETTITVE PUBLIC BIDDING, OF PHE AREA OF LAND IT TTE BED OF OWENS LARE; MORE PARTICULARLY DESCRIBED IN EXHIBIT "A", AT AN AMNUL REMTAL OF $\$ 2.50$ PIRR AChE AMD AT A MINTMU ROYAITY RATE OF SEVGYIY CENTS ( $\$ 0.70$ ) PER TON FOR ALL MINERALS EXIRACITED AND/OR FRODUCED AND/OR SOID FROM THE RROPOSED LEASE AREA ONT OWEIS LAKE.

ROYAIITY PAYMENT UNDER THE LEASE VIIH BE LN ACCORDANCE WITH THE FOLIONING SCHEDULE:

$$
R=[0.70+0.10(\mathrm{c}-8.75)] \mathrm{B}
$$

WHERE $R=$ ROXATIY IN DOLIARS AMD CENRS PER TON OF MATERTAL

$$
\begin{aligned}
& C= \text { UEIGHED AVERAGE OF GROSS SAIES PRICE FER TON DEIERMINED } \\
& \text { BY MHE ACTUAL GROSS SALES VALUE OF TEE MATERIAL SOLD ON } \\
& \text { A QUARYERLY BASIS } \\
& B=\text { BID FACTOR (EXPRESSED AS } 1.0,1.1,1.2, ~ E T C .) ~
\end{aligned}
$$

## CAITRDAR ITIEM 50. (CONTD.)

THE MAXIMUM ROYALTY SHAT HOI EXCEED 25 PERCENT OF THE AVERAGE GROSS SALDS PRICE OF THE MATERTAL.

THE RITIMUM ROXALTY SHALL BE $\$ 0.70$ PER TONV.
Attachment: Exhibit "A"

## EXHIBIT' "A"

The northwest quarter of Section 31, T. 17 S., R. 38 E., M.D. M., containing 260 acres.
the south halt and the northeast quarter of the northeast quarter, and the north halif and the southwest quarter of the southeast quarter, and the east half of the southuest quarter, and the southeast quarter of the northwest quarter of Section 36, T. 17 S., R. 37 E., M.D.M., containing 360 acres.

The west half of the northeast quarter, and the north half and the southwest quarter of the southwest quarter, and the northwest quarter of Section 1 , T. $18 \mathrm{S}.$. R. 37 स., M.D.M., containing 360 acres.

The southeest quarter of the northeast quarter, and the east half of the southwest quarter, and the southeast quarter of Section 2, T. 18 S ., R. 3 R Em , M.D.M., containing 280 acres.

The east balf of the northwest quarter, and the west hall and the northeast quarter of the northeart quarter of Section 11, T. 18 S., R. 37 E., M.D.M., contitining 200 acres.

Total of above: 1,360 acres.

