

MINUTE ITEM

8/28/69

26. EXTENSION OF MINERAL EXTRACTION LEASE P.R.C. 3183.1 AND ASSIGNMENT OF MINERAL EXTRACTION LEASES P.R.C. 3183.1 AND P.R.C. 2615.1 FROM PACIFIC CEMENT & AGGREGATES TO PACIFIC CEMENT & AGGREGATES, A DIVISION OF LONE STAR CEMENT CORPORATION, MONTEREY BAY, MONTEREY COUNTY - W-9003.

After consideration of Calendar Item 46 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION AUTHORIZES A FIVE-YEAR EXTENSION OF P.R.C. 3183.1 THROUGH AUGUST 18, 1974, AND THE ASSIGNMENT OF P.R.C.'S 3183.1 AND 2615.1 FROM PACIFIC CEMENT AND AGGREGATES, ASSIGNOR, TO PACIFIC CEMENT AND AGGREGATES, A DIVISION OF LONE STAR CEMENT CORPORATION, ASSIGNEE, WITH THE ASSIGNEE TO BE BOUND BY THE TERMS AND CONDITIONS OF THE LEASES TO THE SAME EXTENT AS THE ORIGINAL LESSEE, WITH MINERAL EXTRACTION UNDER THE TERMS OF P.R.C. 3183.1 TO BE CONDITIONAL UPON A VALID DEPARTMENT OF THE ARMY PERMIT BEING IN EFFECT, WITH MINIMUM ANNUAL EXTRACTION REQUIREMENTS FOR EACH LEASE TO BE INCREASED FROM 25,000 CUBIC YARDS TO 50,000 CUBIC YARDS, WITH ROYALTY SCHEDULE UNDER EACH LEASE (MINIMUM OF \$0.06 PER CUBIC YARD) TO REMAIN UNCHANGED.

Attachment

Calendar Item 46 (1 page)

CALENDAR ITEM

8/69
W-9003

46.

EXTENSION P.R.C. 3183.1
AND ASSIGNMENT P.R.C. 3183.1 AND P.R.C. 2615.1

ASSIGNOR: Pacific Cement & Aggregates.

ASSIGNEE: Pacific Cement & Aggregates, a Division of Lone Star Cement Corporation.

LOCATION: Monterey Bay - P.R.C. 3183.1 at Lapis.
P.R.C. 2615.1 at Prattco.

ACREAGE: P.R.C. 3183.1 - 10 acres.
P.R.C. 2615.1 - 7 acres.

TYPE OF LAND: Tide and submerged.

PREREQUISITE ITEMS:

1. Assignment forms, properly executed, have been received.
2. Bond requirements have been met.
3. Monies and production statements due the State have been received.

OTHER PERTINENT INFORMATION:

1. Assignee is fully qualified to hold State leases.
2. Minimum annual extraction under terms of the leases to be increased on each lease from 25,000 to 50,000 cubic yards, with royalty schedule under each lease (minimum of \$0.06 per cubic yard) to remain unchanged.
3. Under P.R.C. 3183.1, the U. S. Army Corps of Engineers permit under which lessee operates expired 12-31-67, and no renewal has been issued to date. Operations under the lease are to be subject to a Corps of Engineers permit being in effect.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE A FIVE-YEAR EXTENSION OF P.R.C. 3183.1 THROUGH AUGUST 18, 1974, AND THE ASSIGNMENT OF P.R.C.'S 3183.1 AND 2615.1 FROM PACIFIC CEMENT AND AGGREGATES, ASSIGNOR, TO PACIFIC CEMENT AND AGGREGATES, A DIVISION OF LONE STAR CEMENT CORPORATION, ASSIGNEE, WITH THE ASSIGNEE TO BE BOUND BY THE TERMS AND CONDITIONS OF THE LEASES TO THE SAME EXTENT AS THE ORIGINAL LESSEE, WITH MINERAL EXTRACTION UNDER THE TERMS OF P.R.C. 3183.1 TO BE CONDITIONAL UPON A VALID DEPARTMENT OF THE ARMY PERMIT BEING IN EFFECT, WITH MINIMUM ANNUAL EXTRACTION REQUIREMENTS FOR EACH LEASE TO BE INCREASED FROM 25,000 CUBIC YARDS TO 50,000 CUBIC YARDS, WITH ROYALTY SCHEDULE UNDER EACH LEASE (MINIMUM OF \$0.06 PER CUBIC YARD) TO REMAIN UNCHANGED.