

MINUTE ITEM

7/26/73
JFS

10. QUITCLAIM OF MINERAL EXTRACTION LEASE PRC 2150.2, PROPRIETARY LANDS IN SAN LUIS OBISPO COUNTY; MARY JANE PIERCE, FEREE PIERCE AND FRANK PIERCE - W 9380, PRC 2150.2.

After consideration of Calendar Item 8 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION AUTHORIZES THE ACCEPTANCE OF A LEASE QUITCLAIM DEED TO MINERAL EXTRACTION LEASE PRC 2150.2, MARY JANE PIERCE, FEREE PIERCE AND FRANK PIERCE, LESSEES, IN ACCORDANCE WITH SECTION 15 OF THE LEASE AND SECTION 6804.1, DIVISION 6, OF THE PUBLIC RESOURCES CODE, WITH THE EFFECTIVE DATE OF SUCH QUITCLAIM TO BE MAY 28, 1971.

Attachment:

Calendar Item 8 (1 page)

CALENDAR ITEM

7/73

JFS

W 9380

8.

QUITCLAIM OF MINERAL EXTRACTION LEASE

LEASE: Mineral Extraction Lease PRC 2150.2.
LESSEE: Mary Jane Pierce, Feree Pierce and Frank Pierce.
LEASE LOCATION: Lots 1 and 7 in Section 33, T 29 S, R 12 E, MDM, San Luis Obispo County.
ACREAGE: 47.71 acres more or less.
TYPE OF LAND: Proprietary lands.
LEASE PERIOD: April 14, 1950, through April 13, 1978.
DATE QUITCLAIM TO BE EFFECTIVE: May 28, 1971.

PRODUCTION DATA:

Lease produced 341 tons of chromite ore in 1958, with a royalty of \$1,045.21 paid to the State. There has been no production since then.

With the discontinuance of government buying, the mining of chromite ore became uneconomical. Lessee had requested and was authorized deferment of operations for 12 years through April of 1970. In April, 1971, a \$400 minimum royalty was proposed by the staff; however, the lessee did not feel that this was feasible and elected to quitclaim the lease.

OTHER PERTINENT INFORMATION:

1. Lease quitclaim deed was submitted, dated May 28, 1971.
2. All lease requirements have been met, and all required monies have been submitted.
3. Lease area has been inspected and found to be in a condition complying with the requirements of the lease for termination by quitclaim.

EXHIBIT: A. Location Map.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE ACCEPTANCE OF A LEASE QUITCLAIM DEED TO MINERAL EXTRACTION LEASE PRC 2150.2, MARY JANE PIERCE, FEREE PIERCE AND FRANK PIERCE, LESSEES, IN ACCORDANCE WITH SECTION 15 OF THE LEASE AND SECTION 6804.1, DIVISION 6, OF THE PUBLIC RESOURCES CODE, WITH THE EFFECTIVE DATE OF SUCH QUITCLAIM TO BE MAY 28, 1971.