

MINUTE ITEM

This Calendar item No. C 12
was approved as Minute Item
No. 12 by the State Lands
Commission by a vote of 5
to 0 at its 5-28-81
meeting.

CALENDAR ITEM

C 12

5/81
W 22031
Childress
PRC 5808

GRAZING LEASE
AMENDMENT

APPLICANT: Milton A. Blair
P. O. Box 5
Essex, California 92332

AREA, TYPE LAND AND LOCATION:
15,162[±] acres of State school land in San
Bernardino County.

LAND USE: Grazing.

TERMS OF ORIGINAL LEASE:

Initial period: 10 years from August 1, 1979.

Renewal options: None.

Surety bond: None.

Public liability insurance: \$100,000 per
occurrence for bodily
injury and for property
damage.

Consideration: \$621 per annum, with
5-year rent review.

TERMS OF PROPOSED LEASE:

Initial period: 10 years from August 1, 1979.

Surety bond: None.

Public liability insurance: None.

Special: Except for the elimination
of the provision requiring
liability insurance in
the amount of \$100,000,
all the terms and conditions
shall remain in full
force and effect.

CONSIDERATION: \$621 per annum with the State reserving
the right to fix a different rental on
each fifth anniversary of the lease.

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S 16

CALENDAR ITEM NO. C 1 2 (CONTD)

BASIS FOR CONSIDERATION:

Pursuant to 2 Cal. Adm. Code 2005.

PREREQUISITE TERMS, FEES AND EXPENSES:

Filing fee and first year's rent have been received.

STATUTORY AND OTHER REFERENCES:

A. P.R.C.: Div. 6, Parts 1 & 2; Div. 13.

B. Cal. Adm. Code: Title 2, Div. 3; Title 14, Div. 6.

BACKGROUND:

The State Lands Commission approved the current lease during its meeting on February 19, 1980. The lease required the lessee to provide a certificate of insurance in the amount of \$100,000. The lessee was advised of the Commission's action and the requirement for liability insurance on March 26, 1980. The staff has, on at least six occasions, requested that the lessee provide the required documentation.

The lessee has advised that, after contacting several insurance agents, he has been unable to arrange for the required liability insurance without paying a fee that would equal or exceed the cost of the annual rental. The high cost of insurance appears to reflect the fact Mr. Blair does not own any property to which the insurance can be tied.

The lessee currently leases lands from the Bureau of Land Management and the Southern Pacific Railroad. The Bureau of Land Management allotment contains 118,000[±] acres and completely surrounds the subject school lands. The Southern Pacific Railroad lease contains 42,000[±] acres which are intermingled with the school land. It has been determined by the Bureau of Land Management and Southern Pacific Railroad that there is no reason nor necessity for liability insurance on grazing leases in this vicinity.

OTHER PERTINENT INFORMATION:

1. This activity is exempt from CEQA because it is not a project.

CALENDAR ITEM NO. C 12 (CONTD)

Authority: P.R.C. 21065, 14 Cal. Adm. Code 15037 and 15060, and 2 Cal. Adm. Code 2903(d).

2. This project is situated on State land identified as possessing significant environmental values pursuant to P.R.C. 6370.1, and is classified in a use category, Class A and B, which authorizes Restricted and Limited Use, respectively.

Staff has coordinated this project with those agencies and organizations which nominated the site as containing significant environmental values. They have found this project to be compatible with their nomination.

EXHIBITS: A. Land Description.
 B-1 through B-4. Location Map.

IT IS RECOMMENDED THAT THE COMMISSION:

1. DETERMINE THAT AN ENVIRONMENTAL DOCUMENT HAS NOT BEEN PREPARED FOR THIS ACTIVITY AS SUCH DOCUMENT IS NOT REQUIRED UNDER THE PROVISIONS OF P.R.C. 21065, 14 CAL. ADM. CODE 15037 AND 15060 AND 2 CAL. ADM. CODE 2903(d).
2. AUTHORIZE ELIMINATION OF THE LIABILITY INSURANCE PROVISION OF GRAZING LEASE PRC 5808.2 AS DESCRIBED ON EXHIBIT "A" ATTACHED AND BY REFERENCE MADE A PART HEREOF.

EXHIBIT "A"

LAND DESCRIPTION

W 22031

Twenty-four parcels of California State School Lands, situated in San Bernardino County, California, and described as follows:

1. Section 16, T4N, R17E, SBM
2. Section 36, T4N, R17E, SBM
3. Section 16, T4N, R18E, SBM
4. Section 36, T4N, R18E, SBM
5. Section 16, T5N, R17E, SBM
6. Section 36, T5N, R17E, SBM
7. Section 16, T5N, R18E, SBM
8. Section 36, T5N, R18E, SBM
9. Section 16, T6N, R17E, SBM
10. Section 36, T6N, R17E, SBM
11. Section 16, T6N, R18E, SBM
12. Section 36, T6N, R18E, SBM
13. Section 16, T6N, R19E, SBM
14. W 1/2 Section 36, W 1/2 of E 1/2 Section 36, Lots 1-4 Section 36, all in T6N, R19E, SBM
15. N 1/2 Section 36, N 1/2 of SW 1/4 Section 36, NW 1/4 of SE 1/4 Section 36, all in T7N, R16E, SBM
16. Section 16, T7N, R17E, SBM
17. Section 36, T7N, R17E, SBM
18. Section 16, T7N, R18E, SBM
19. Section 36, T7N, R19E, SBM
20. Section 16, T8N, R17E, SBM
21. Section 36, T8N, R18E, SBM
22. Section 16, T8N, R19E, SBM
23. Section 36, T8N, R19E, SBM
24. Section 36, T9N, R19E, SBM

END OF DESCRIPTION

PREPARED 1/23/80 BY TECHNICAL SERVICES UNIT, ROY MINNICK, SUPERVISOR

CALENDAR PAGE	051
MINUTE PAGE	1073

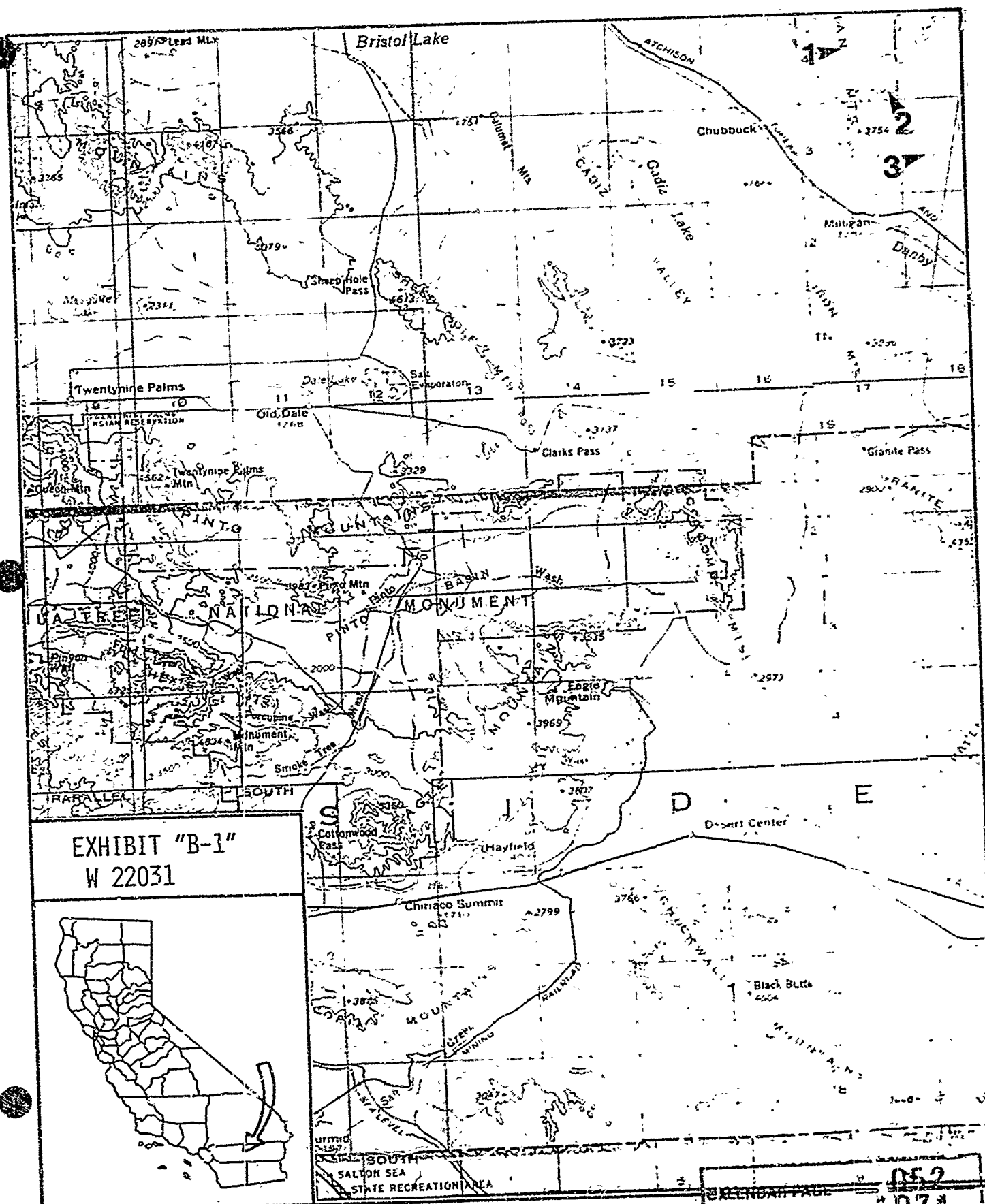


EXHIBIT "B-1"
W 22031



GREENBAY PAGE
MINUTE PAGE

052
074

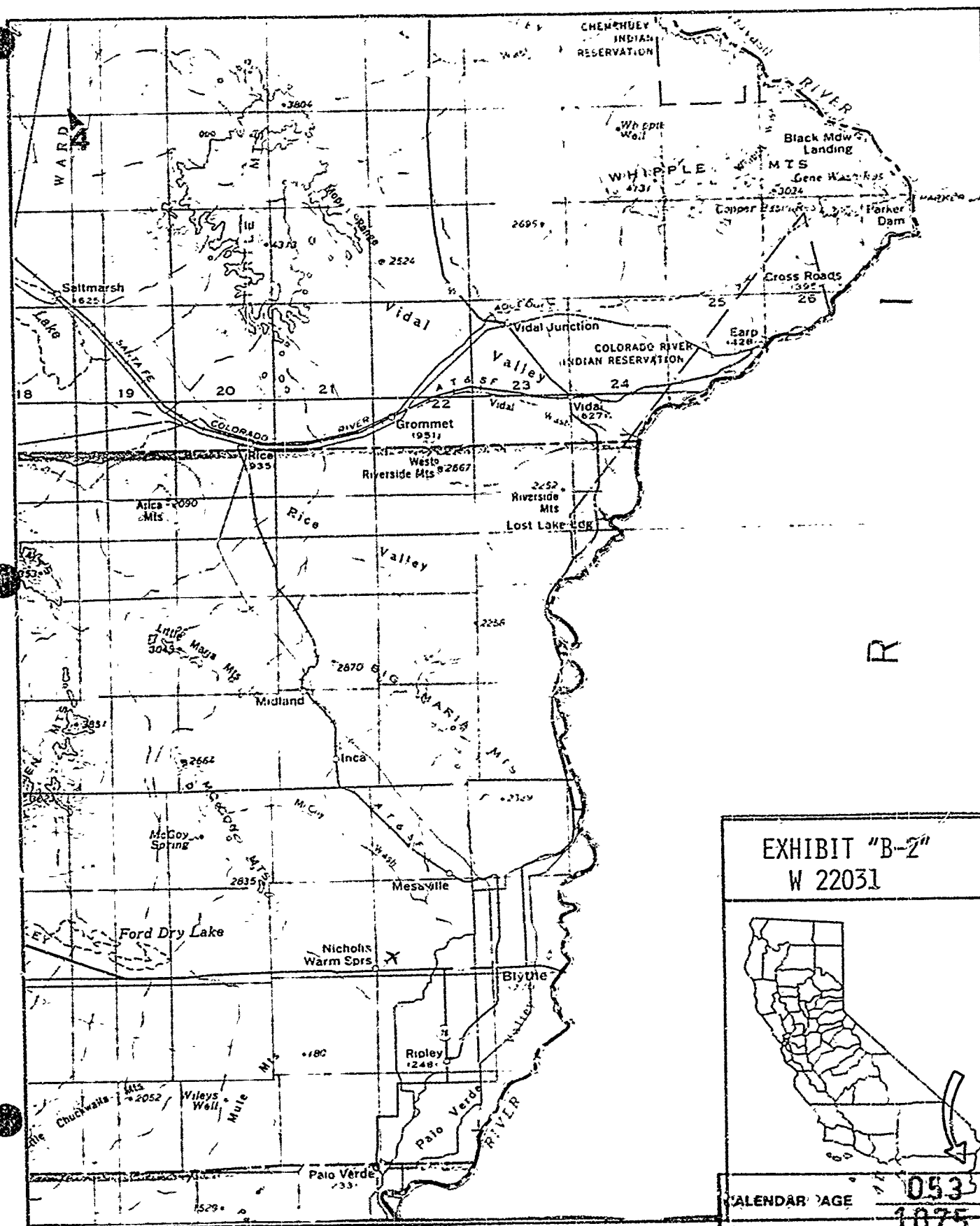


EXHIBIT "B-2"
W 22031



CALENDAR PAGE

053

MINUTE PAGE

1875

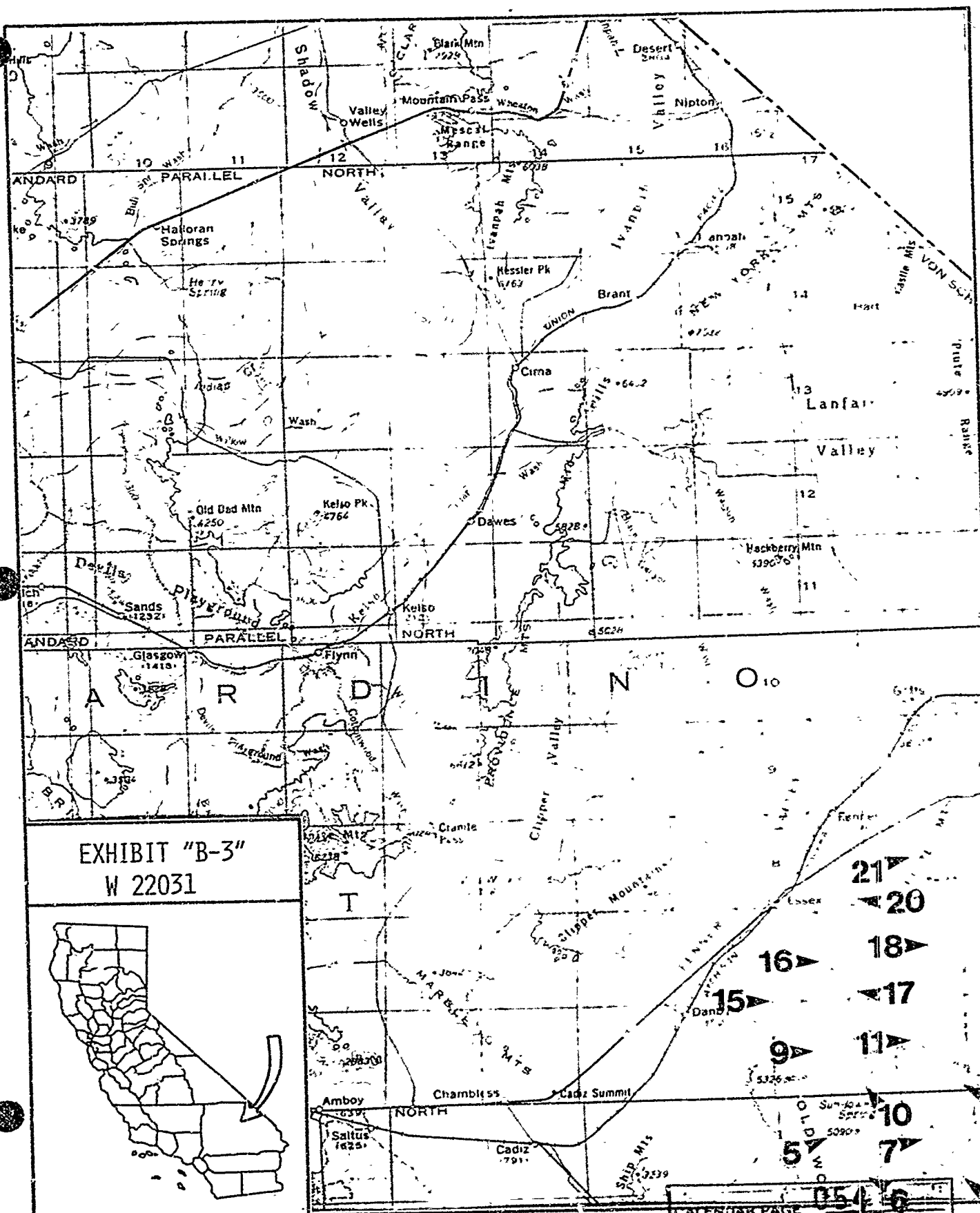


EXHIBIT "B-3"
W 22031



CALENDAR PAGE
MINUTE PAGE

1076

