5. (State Oil and Gas Lease No. 272.) Upon motion duly made and unanimously carried, the Commission authorized the Executive Officer to approve the redrilling of Well Fee No. 5, Easement No. 272. The Executive Officer brought to the attention of the Commission the fact that Termo Company was willing to revise by mutual consent, the royalty schedule presently applicable to this easement agreement and that they would hereafter pay to the State a sliding scale royalty based on production, but at no time would the State receive less than 12½ per cent. It was brought to the Commission's attention that the State was not receiving at the present time any minimum under this easement and that the average royalty was approximately eight per cent.

6. (Grazing Lease Application - Lloyd W. Martin, No. 1116, P.R.C.) Upon motion duly made and unanimously carried, a resolution was adopted whereunder the Executive Officer was authorized to advertise for bids for a grazing lease upon 160 acres of land situated in Mono County. The Commission was informed that an applicant had offered a minimum rental of 20 cents per acre per year, for this land and that the advertising would be at the expense of the applicant under Lease Application No. 1116. The Commission was further informed that a report relative to all bids received would be furnished the Commission at a later meeting subsequent to the time within which such bids would be received.

7. (Nora P. Merrick - Location No. 9980, Los Angeles Land District, P.R.C. No. 1118) Upon motion duly made and unanimously carried, a resolution was adopted wherein the Executive Officer was authorized to execute an extension of time contract with Nora P. Merrick. It was brought to the attention of the Commission that Mrs. Merrick had conformed to all of the conditions pre-requisite to the granting of such extension of time.

8. (Condemnation Action in Kern County) The Executive Officer reported that the State had been awarded a partial judgment in the amount of $888.50 for a 320 acre portion of School Land involved in a condemnation action (No. 453-J) brought by the Federal Government against several thousand acres of State School Land. It was brought to the attention of the Commission that the District Court of the United States had awarded to the Federal Government fee title to this property without any reservation of minerals to the State. Upon motion duly made by Lieutenant Governor Houser, seconded by Commissioner Riley and unanimously adopted the Commission recorded itself as being opposed to any further conveyance of State Lands to the Federal Government without insisting upon reserving to the State, the minerals which might be contained therein. The Executive Officer was instructed to confer with the Attorney General to demand reservation to the State of all minerals in any State lands which the Federal Government seeks to condemn or otherwise acquire.