16. (Survey in Connection With Morro Bay Lease - County of San Luis Obispo - No. P. R. C. 233) The Commission was informed that the San Luis Obispo County Engineer desires to resurvey Tideland Surveys Nos. 10 and 14, San Luis Obispo County, in connection with the determination of the boundaries of the upper portion of Morro Bay heretofore leased to the County of San Luis Obispo. Such survey costs are properly chargeable under the Public Resources Code to the owners of the land involved, but due to present difficulty in obtaining immediate agreement from the land owners, it has been suggested that the County assume the costs until collections from the land owners can be made, and that in the event that there are any uncollectible survey costs, that the State permit an offset credit under Lease No. P. R. C. 233.

Upon motion duly made and unanimously carried, a resolution was adopted to reimburse the County of San Luis Obispo for any uncollectable survey costs resulting from the resurvey of Tideland Surveys Nos. 10 and 14 by credit against rent under Lease No. P. R. C. 233 in a maximum amount of $375.00, or one-half of the cost of the resurvey, whichever is the lesser, but not to exceed the amount uncollectable from the land owners involved.

17. (Application to Purchase Recession Lands in Tule Lake - Lake County - J. B. Scott) The Commission was informed that in the sale of Swamp and Overflowed Survey Location No. 12, 12.83 acres of land were inadvertently excluded by erroneous location of the survey, and that application to purchase of the ommitted area had been received from the successor in interest to the original purchaser of the contiguous land.

Upon motion duly made and unanimously carried, a resolution was adopted authorizing the sale of 12.83 acres of recession land in Tule Lake, Lake County, to J. B. Scott at a cash price of $500.00, subject to all statutory reservations including minerals.

18. (Application for Prospecting Permit P. R. C. 224, Merle F. Otto) Pursuant to the application received from M. F. Otto, upon motion duly made and unanimously carried, a resolution was adopted authorizing the Acting Executive Officer to issue a prospecting permit for gold in the SW¼ of Section 36, T. 23S., R. 42 E., M. D. M., Inyo County, with a stated royalty payable under any preferential lease issued upon discovery of commercially valuable deposits to be in accordance with the following schedule: