5% on all ore produced up to $20.00 per ton assay value.

Sliding scale from 5% at $20.00/ton value to 30% at $100.00/ton value as determined from formula:

$$R = K V^n$$

where R = Royalty Rate in Percent
K = Constant 0.00390625
V = Assay Value of Ore ($/ton-above $20)
N = 2

The maximum royalty rate to be 50%.

19. (Application to Assign Grazing Lease No. P. R. C. 1031 - W. J. Petterson) Upon motion duly made and unanimously carried, a resolution was adopted authorizing the Acting Executive Officer to approve the assignment of Lease No. P. R. C. 1031 by W. J. Petterson to Leslie and John Franks, subject to the condition that such assignment is not to relieve the original lessee from the responsibilities and liabilities of the lease.

20. (Application to Assign Recreational Lease No. P. R. C. 1135- Leonard B. Swaffield) Upon motion duly made and unanimously carried, a resolution was adopted approving the assignment by Leonard B. Swaffield to George S. Natalie of Lease No. P. R. C. 1135, covering Lot 34 in Fish Canyon.

21. (Grazing Lease Application No. P. R. C. 1164 - Yuba County- W. B. Harrington) Upon motion duly made and unanimously carried, a resolution was adopted authorizing the Acting Executive Officer to execute and issue a 5 year grazing lease to W. B. Harrington for the $E\frac{1}{2}$ of $NE\frac{1}{4}$ and $E\frac{1}{2}$ of $SE\frac{1}{4}$ of Section 16, T. 17 N., R. 6 E., M. D. M., containing 160 acres in Yuba County. The annual rental is to be 20 cents per acre with the lessee to pay the first and last years' rental at the time of execution of the lease. The subsequent rentals are to be paid annually in advance.