the Lessee may not sublease the ark site without prior written approval of the Commission.

13. (Sale of Vacant School Land, Application No. 4578, Sacramento Land District, Monterey County - Loring H. Burns) Upon motion duly made and unanimously carried, a resolution was adopted authorizing the sale of the NW¼ of Section 36, T. 20 S., R. 7 E., M.D.M., containing 160 acres in Monterey County at a cash price of $560.00. Mr. Burns was the only bidder pursuant to the advertising. The land is to be sold subject to all statutory reservations including minerals.

14. (Sale of Vacant Federal Land Obtained Through Use of Base) The Commission was informed that informal discussion with the office of the Attorney General relative to the methods of making indemnity selections of land and the subsequent disposition thereof has yielded the reply that indemnity selection may be made only with a scrip selection application as a condition precedent, and that after the approval of a scrip selection application by the Federal Government and subsequent passage of title in the subject land to the State, the land may be conveyed only directly to the original applicant therefor.

Upon motion duly made and unanimously carried, a resolution was adopted approving the filing of the selections or confirming the selections previously made and the sale of the lands to the original scrip applicants at the stated price as detailed on the schedule attached designated Appendix "B".

15. (Exchange of State Lands with the United States Government - Selection Application No. 10238, Los Angeles Land District, Serial 053220) The Commission was informed that an inquiry has been received from the General Land Office as to whether the State still desires to complete an exchange of land for which a selection application to purchase was originally filed March 9, 1938. The land originally applied for located in San Diego County is more desirable than the State land in Modoc County offered in exchange.

Upon motion duly made and unanimously carried, a resolution was adopted approving the exchange of lands under Selection Application No. 10238, Los Angeles Land District, Serial 053220, and the sale of Lot 17, Section 24, T. 17 S., R. 6 E., S.B.M., San Diego County, to be received thereunder to Mr. Robert Hays of El Centro at the appraised value or $5.00 per acre, whichever is greater, or, alternatively, if Mr. Hays does not complete the purchase at the price fixed, to include the land in the list of vacant State school lands for San Diego County for subsequent disposition to the highest bidder in accordance with the rules and regulations for the sale of vacant State school land.

16. (Addition to Regulation D, Relating to Extraction of Minerals from Streams or Lakes, Pursuant to Chapters 4 and 4.1, Part II, Division 6 of the Public Resources Code) It was recommended to the Commission that in order to avoid waste and to preserve State property that a rule should be added to Regulation "D" to provide for uniform and proper spacing of brine wells installed on Owens Lake as follows:

> "Lessee shall not extract nor install and operate any facilities for extraction at places closer than one-quarter of a mile to any other extraction facilities, nor within one-quarter of a mile of any leased premises heretofore granted by the State."