The issuance of the prospecting permit is to be subject to notice to the Department of the Interior and the provisions, if any, of the stipulation entered into between the Attorney General of the United States and the Attorney General of California dated July 26, 1947, as extended in 1948 and 1949.

17. (Sacramento Yacht Club, Inc., - Application for lease of tide and submerged lands in Sacramento River adjacent to Miller Park, Sacramento - W.O. 570, P.R.C. 187) The Commission was informed that the Sacramento Yacht Club, Inc., a non-profit corporation, has applied for a lease of approximately 2.11 acres of tide and submerged lands in Sacramento River adjacent to the Sacramento City owned Miller Park. The City of Sacramento by Resolution No. 854 has granted the Yacht Club the right of ingress and egress across the park. The lease is desired for the purpose of constructing and using floating wherves and anchoring a club house barge for recreational purposes. A permit for the installation has been issued by the United States Corps of Engineers.

Mr. G. A. Tilton appeared before the Commission and advised that the Sacramento Yacht Club is a non-profit organization; the location desired is temporary; that a short term lease should be issued; that rental should be nominal; and that no performance bond should be required,

Upon motion duly made and unanimously carried, a resolution was adopted authorizing the issuance of a lease to the Sacramento Yacht Club for one year with the right of renewal, at an annual rental of \$50.00, subject to the filing of a bond in the amount of \$200.00,

h8. (Sale of Vacant School Land, Application No. 1707, Sacramento Land District, Inyo County - City of Los Angeles - Sac.W.O. 191) The Commission was informed that an offer has been received from City of Los Angeles (through its Department of Water and Power) to purchase the Swi, Lot 1 of Nwi, Wi of Lot 2 of Nwi of Section 3, Ez of Lots 1 and 2 of NEi of Section 1, Nwi, Swi of NEi, Ez of Swi, Wz of SEi of Section 10, Nwi of NEi, Nz of Nwi, Swi of Nwi and Nwi of Swi of Section 15, Nei of Nwi of Section 22, Nwi of NEi, Ez of Ez, Sei of Swi and Swi of Section 27, Nwi of Nei and Ez of Ez of Section 31, and Swi of Section 35, T. 20 S., R. 37 E., M.D.M., containing 1599.43 acres in Inyo County,

The Commission was further informed that this school land (lieu land) was acquired by the State from the Federal Government and is impressed with the trust for the benefit of schools set forth in Section h of Article 9 of the Constitution. The Legislature by Chap. 352 of the State, of 1909 grants municipal corporations rights of way over public lands of the State for maintenance of water works. Under this statute, which requires no rental for the State land used, the City of Los Angeles hasconstructed its Haiwee Reservoir, the lower Owens Valley terminal reservoir of the Los Angeles Aqueduct. Because it is school land, from time to time requests have been made to the State by private persons for purchase of lands adjoining the reservoir. The right to fish in the waters has been denied citizens by the City of Los Angeles because of possible water contamination. In order to obtain unquestionable control the City of Los Angeles has made an offer of \$7,997.15 or \$5.00 per acre. The Assessor of Inyo County has assessed contiguous land at \$2.00 per acre, thus indicating an appraised value of the land of \$4.00 per acre. An appraisal by the Commission's staff indicates that the offer as made is adequate.

That portion of the land not covered by water is strictly desert land, very rough, broken and cut by washes, unsuitable for cultivation, very poor grazing, and except for the value to the City of Los Angeles for reservoir purposes, the land is practically worthless.