UPON LOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUT IN WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO APPROVE THE AMENDMENT OF THE GAS SALES CONTRACT OF MAY 16, 1940, AS SUBJECT TO THE STANDARD OIL COMPANY OF CALIFORNIA, ON JANUARY 11, 1951, SUBJECT TO THE FOLLOWING CONDITIONS UNDER THE TERMS OF AGREEMENT FOR EASEMENT 415, EFFECTIVE JANUARY 1, 1949, AND AUTHORIZE THE STANDARD OIL COMPANY OF CALIFORNIA, AS LESSEE UNDER AGREEMENT FOR EASEMENT 415, TO TAKE CREDIT IN THE ABOUNT OF \$193,466.66 AS PREPAID ROYALTY, SAID SUM DEING THE ABOUNT PAID CONDITIONALLY HERETOFORE BY THE LESSEE DURING 1949 AND DEING IN EXCESS OF THE ROYALTY DUE UNDER AGREEMENT FOR EASEMENT 415 AS COMPUTED FROM THE REVISED GAS SALES CONTRACT APPROVED HEREIN. THE CONDITIONS OF THE APPROVAL ARE TO BE:

- 1. INCLUSION IN THE AMENDMENT OF A JIRM DEFINITION FOR THE TYPE OF FUEL OIL DESIGNATED AS THE PRICE BASE.
- 2. PREPAID ROYALTY CREDITS TO BE TAKEN BY THE LESSEE ACCORDING TO THE FOLLOWING SCHEDULE:

CREDIT AGAINST ROYALTIES DUE FOR MONTH	I	AMOUNT
of January 1951 February		\$38,813.50 52.101.96
MARCH APRIL	TOTAL	51,699.86 50,851.34 £193,466.66

(REFUND UNDER CANCELLED GRAZING LEASE P.R.C. NO. 1201, M. A. WEATHERWAX, KERN COUNTY) The Commission was informed that on November 20, 1950 (Minute Item 3, page 1216), the Commission authorized the sale of the Ng, Ng of SE and SW; of SE2 of Section 16, T. 29 S., R. 33 E., M.D.W., containing WO acres in Kern County, to M. A. Weatherwax and Maxime Weatherwax at n cash price of \$2,200,00. Completion of this sale automatically terminated Grazing Lease P.R.C. No. 1201 covering the seme lands, held by M. A. Weatherwax, the first and fifth amount rentals for which had been paid upon the execution of the lease on June 3, 1949. Section 6505.5 of the Public Resources Code provides that the sale of said lands ipso facto t rainates said lease, and Section 6509 of said code provides that upon the sale of the land by the State the lesses shall surrender the lesse to the Commission and receive in exchange therefor from the Commission a certificate showing the proportionate amount of the amuel rental to be refunded to the lesses. Therefore, Mr. Weatherwax, as the Essee, is entitled to a refund of \$39.62 out of the money paid in advance for the last year's remal, being the sum proportionate to the unexpired remainder of such last year.

UPON NOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO ISSUE A REFUND CERTIFICATE TO MR. M. A. WEATHERWAX IN THE AMOUNT OF \$39.62 REPRESENTING THE UNEARMED RENTAL UNDER CANCELLED GRAZING LEASE P.R.C. NO. 1201 UPON SURRENDED OF SAID GRAZING LEASE BY MR. WEATHERWAX,

12. (STATE EXCHANGE APPLICATION 038665, OWL SPRINGS HEALTH RESORT - SAC. W.O. 5276) The Commission was informed that on July 6, 1950 (Item 33, pages 1156, 1157) a resolution was adopted authorizing the Executive Officer to proceed with the exchange application and acquire the Southeast 160 acres (or SEN) of Section 13, T. 18 N., R. 3 E., S.B.M., in exchange for the SEN

of Section 16, T. 23 N., R. 3 E., S.B.M., pursuant to Section 7303 of the Public Resources Code.

Before the government land at the Owl Springs Health Resort will be patented to the State, it is necessary for the State to convey to the Federal Government, by grant deed, the SE4 of said Section 16, T. 23 N., R. 3 E., S.B.M., containing 160 acres, offered in exchange.

Section blill of the Public Resources Code provides: "Whenever in the judgment of the Commission it is to the advantage of the State to exchange any of its public lands, as provided in Sections blill, blill and blill (now 8551 and 8552), the Commission shall so certify to the Governor, who shall thereupon execute, on behalf of the State, any instruments of conveyance necessary to effect the exchange."

THE STATE LANDS COMMISSION HEREBY CERTIFIES THAT IT IS TO THE ADVANTAGE OF THE STATE TO EXCHANGE THE SET OF SECTION 16, TOWNSHIP 23 NORTH, RANGE 3 EAST, SAN BERNARDINO MERIDIAN, CONTAINING 160 ACRES OF STATE LAND IN DEATH VALLEY NATIONAL MONUMENT OFFERED TO THE UNITED STATES FOR COURTNMENT LAND OF EQUAL AREA AND VALUE, AND THAT THE EXECUTIVE OFFICER BE AUTHORIZED TO EXECUTE ON BEHALF OF THE STATE LANDS COMMISSION A CERTIFICATE PROVIDED FOR IN SECTION 6444 OF THE PUBLIC RESOURCES CODE, CERTIFYING TO THE GOVERNOR THAT IN THE JUDGMENT OF THE COMMISSION IT IS TO THE ADVANTAGE OF THE STATE TO EXCHANGE THE STATE LAND IN DEATH VALLEY NATIONAL MONUMENT OFFICIAL TO THE FEDERAL COVERNMENT FOR THE SET OF SECTION 13, TOWNSHIP 18 NORTH, RANGE 3 PAST, SAN BEHNARDING WERIDIAN, CONTAINING 160 ACRES OF GOVERNMENT LAND, OF APPROXIMATELY EQUAL AREA AND VALUE."

13. (SALE OF VACANT SCHOOL LAND, APPL/C/TION NO. 1759, SECRAMENTO LAND DISTRICT, NONO COUNTY, RAPMOND H. DAMRENCE - SAC. W.O. 5290) The Commission was informed that an offer has been received from Mr. Lawrence of Bakersfield, California, to purchase Section 36, T. 5 S., R. 37 E., M.D.M., containing 640 acres in Mono County. Mr. Lawrence has made an offer of \$3200.00 or \$5.00 per acre. The Assessor of Mono County advised that he would not assess this land for more than \$1400 per acre, its full value. An appraisal by the Commission's staff indicates that the offer as made is adequate. Without water from wells, subject land has no value. Applicant expects to drill for water. Wells in vicinity 70 feet deep; flow 1,000 to 1,100 gallons per minute. The land was advertised for sale with a stipulation that no offer of less than \$3200.00 would be accepted. Mr. Lawrence bid \$3200.00.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTI-ORIZING THE SALE OF SECTION 36, T. 5 S., R. 37 E., M.D.N., NO THE SINGLE BIDDER MR. LEFRENCE, AT A CASH PRICE OF \$3200.00, SUBJECT TO ALL STATUTORY RESERVATIONS, INCLUDING MINERALS.

14. (PACIFIC GAS AND ELECTRIC-COMPANY, APPLICATION FOR RIGHT OF WAY EASEMENT CROSSING TUOLUMNE RIVER AT MODESTO, STANISLAUS COUNTY - W.O. 1026, P.R.C. 590) The Commission was informed that Pacific Gas and Electric Company has application a right of way easement 100 feet in width by 140 feet in length across Tuolumne River at Modesto, Stanislaus County, for the installation, maintenance, replacement and use of pipelines conveying gas. Regulatory rental is \$42.80 annually. Easement is requested for a period of fifteen years with right of