The first well drilled under the subject lease was unproductive and has resulted in a proffer of a quitclaim deed of the entire lease by the Honolulu Oil Corporation. The abandonment of the one well drilled has been completed under a program approved by the Division of Oil and Gas and the Division of State Lands.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, IT WAS RESOLVED AS FOLLOWS:

The Executive Officer is authorized to accept the quitclaim of State Oil and Gas Lease P.R.C. 820.4 from the Honolulu Oil Corporation.

6. (AUTHORIZATION FOR EXTRACTION OF SAND AND GRAVEL, SAN FRANCISCO BAY, DIVISION OF HIGHWAYS, P.R.C. 860.9, W.Q. 1533.) An application has been received from the Division of Highways, pursuant to Section 101.5 of the Streets and Highways Code, for an authorization to remove approximately 2,200,000 cubic yards of sand and gravel from the Fort Knox and Presidic Shoal areas of San Francisco Bay for use in construction of a portion of the Eastshore Freeway in Alemeda County. The material is to be removed from areas that are exclusively under the jurisdiction of the State Lands Commission.

Authorization has been granted by the Commission heretofore (Minute Item 46, Page 1440, meeting of August 29, 1951) for the removal by the Division of Highways of a maximum amount of 600,000 cubic yards of material from the same area for which application has now been made. However, no material has been removed under this authorization. Removal of sand and gravel from the same area is also authorized under nonexclusive Mineral Extraction Lease P.R.C. 709.1, issued February 14, 1952, to Construction Aggregates Corp. No materials have been extracted under this lease to date.

Section 101.5 of the Streets and Highways Code provides that the Department of Public Works may file for record with the Division of State Lands such maps as are necessary to furnish an accurate description of lands which are needed as a source of materials for the construction, maintenance or improvement of any highway, and that upon approval of such map by the Division of State Lands, the lands described therein are reserved for such use by the Department of Public Works.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, IT WAS RESCLVED AS FOLLOWS:

The Executive Officer is authorized to approve a map presented by the Division of Highways, pursuant to Section 101.5 of the Streets and Highways Code, and to authorize the removal of not to exceed 2,200,000 cubic yards of material from the Fort Knox and Presidio Shoal areas of San Francisco Lay for use in construction of the Eastshore Freeway in Alameda County, State Route 69, 206-Emv, Ber, Alb. This authorization is to supersede the authorization granted by the State Lands Commission, August 29, 1951 (Minute Item 16, Page 11410), as shown on approved map dated September 27, 1951.