A regular meeting of the State Lands Commission was held in Room 709 State Building, Los Angeles 12, California, on Wednesday, May 26, 1954, at 10 a.m.

> Present: Robert C. Kirkwood, Chairman Harold J. L. Wers, Member John M. Peirce, Member

Staff Members in Attendance:

Rufus W. Putnam, Executive Officer J. Stuart Watson, Assistant Executive Officer Harold E. George, Senior Civil Engineer Kenneth C. Smith, Supervising Lend Title Abstractor Elma Nenny and Myrtle Stratton, Acting Secretaries

Others in Attendance:

For Item 14 - Scrip Applications by Redlock Corporation For the Applicant: Wallace K. Downey, General Counsel California Portland Gement Company

> For the Complainants: R. X. James, Spokesman Wm. R. Walsh, Attorney

1. UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, THE MINUTES OF THE MEET-ING OF THE STATE LANDS COMMISSION HELD IN SACRAMENTO ON APRIL 27, 1954, WERE CONFIRMED AS SUBMITTED.

2. UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, IT WAS DECIDED TO DEFER SETTING A DATE FOR THE NEXT COMMISSION MEETING.

3. (OMITCLAIM OF OIL AND GAS LEASE P.R.C. 422.5, HONOLULU OIL COMPORATION, SANTA BARBARA COUNTY.) Oil and Gas Lease P.R.C. 422.5, issued October 23, 1949 in renewal and extension of former Oil and Gas Lease 90 (303/1921), provides in part that "this lease may be terminated and any of the provisions hereof may be modified or amended, upon immediate consent in writing of the parties hereto".

All wells under this lease have heretofore become unproductive and have been abandoned in compliance with existing laws and regulations relating to the abandonment of oil and gas wells as evidenced by the records of the Division of Oil and Gas and approvals for the abandonment by the Division of State Lands. All royalties and rentals due under the lease have been paid for the period terminating October 23, 1954. The operating pier placed on tide and submerged lands under the provisions of the original oil and gas lease and pursuant to War Department permit, has been removed, the completion of the removal having been approved by the Corps of Engineers, U. S. Army. Honolulu Oil Corporation has proffered a quitclaim deed for the entire area of oil and gas lease extension and renewal P.R.C. 422.5.

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

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STANDARD BAP "NOTEAR"

THE EXECUTIVE OFFICER IS AUTHORIZED TO CANCEL OIL AND GAS LEASE P.R.C. 422.5 AND ACCEPT THE QUITCLAIM DEED FOR SAID LEASE FROM THE HONOLULU OIL CORPORATION.

4. (SALE OF VACANT SCHOOL LAND, APPLICATION NO. 4911, SACRAMENTO LAND DIS-TRICT, SISKIYOU COUNTY, MARVIN G. CROSS - S.W.O. 5549.) An offer has been received from Marvin G. Cross of Tulelake, California, to purchase the N_2^1 of NEt of Section 16, T. 46 N., R. 1 E., M.D.M., containing 80 acres in Siskiyou County. Mr. Cross made an offer of \$164, or \$2.05 per acre.

The Assessor of Siskiyou County is assessing land in the immediate vicinity at \$2 per acre, thus indicating its appraised value to be \$4 per acre.

An inspection and appraisal was made by an independent appraiser on February 14, 1954. Said appraisal, on file with the Commission, establishes the value at \$6 per acre for four acres, \$2.50 per acre for four acres, and \$2 per acre for 72 acres, an average of \$2.225 per acre for 80 acres.

Before the land was advertised for sale, Mr. Cross was advised that the minimum appraised value was \$2.225 per acre. He posted the necessary amount to meet the appraised value of \$178.

The land was advertised for sale with a stipulation that no offer of less than \$178 would be accepted. No other application for said land was received pursuant to the advertising.

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

THE SALE IS AUTHORIZED OF THE NO OF NET OF SECTION 16, T. 46 N., R. 1 E., N.D.M., CONTAINING 80 ACRES IN SISKIYOU COUNTY, TO THE SINGLE BIDDER, MARVIN G. CROSS, AT A CASH PRICE OF \$178, SUBJECT TO ALL STATUTORY RESERVATIONS INCLUDING MINERALS.

5. (SILE OF VACANT SCHOOL LAND, APPLICATION NO. 4915, SACRAMENTO LAND DIS-TRICT, SANTA CLARA COUNTY, DAVE J. PETERS - S.W.O. 5554.) An offer has been received from Dave J. Peters of San Jose, California, to purchase the Sz of Nz and SEz of Section 16, T. 7 S., R. 5 E., M.D.M., containing 320 acres in Santa Clara County. Mr. Peters made an offer of \$1,600, or \$5 per acre.

The Assessor of Santa Clara County is assessing land adjoining the subject land at \$2 per acre, thus indicating its appraised value to be \$4 per acre.

An inspection and approvisal by a member of the Commission's Staff on October 8, 1953, sets the minimum value at \$5 per acre.

The land was advertised for sale with a stipulation that no offer of less than \$1,600 would be accepted. Mr. Peters bid \$1,600. No other application for said land was received pursuant to the advertising.

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

THE SALE IS AUTHORIZED OF THE SA OF NA AND SEA OF SECTION 16, T. 7 S., R. 5 E., M.D.M., CONTAINING 320 ACRES IN SANTA CLARA COUNTY, TO THE SINGLE BIDDER, DAVE J. PETERS, AT A CASH PRICE OF \$1,600, SUBJECT TO ALL STATUTORY RESERVATIONS INVILUDING MINERALS.

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