A special meeting of the State Lands Commission was held in the office of the State Controller, Room 1114 State Capitol, Sacramento, California, at 11:45 a.m. on Monday, November 19, 1956.

Present: John M. Peirce, Chairman
Robert C. Kirkwood, Member

Absent: Harold J. Powers, Member

Staff Members in Attendance:
J. Stuart Watson, Assistant Executive Officer

Others in Attendance:

Representing the Office of the Attorney General
Leonard M. Friedman, Deputy Attorney General

Representing the State Controller's Office
Ralph I. McCarthy, Deputy State Controller

Representing Audits Division, Department of Finance
Eric McLachlan, Chief

1. (DRY GAS MARKET VALUE, LONG BEACH TIDELANDS - W. O. 2323.) The following report was presented to the Commission:

"On November 15, 1956 a report was presented to the Commission relative to bases for establishment of the reasonable wholesale market value of dry gas derived from the Long Beach tidelands as required under Section 6 of Chapter 29, Statutes of 1956, 1st E.S. (Minute Item 4, pages 2925-26). The bases for this determination were presented to Counsel for the City of Long Beach and to the office of the Attorney General for consideration, and it has been concurred that the subject determination is in accord with statutory requirements."

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, IT WAS RESOLVED, PURSUANT TO SECTION 6 OF CHAPTER 29, STATUTES FIRST EXTRAORDINARY SESSION 1956:

1. THAT THE STATE LANDS COMMISSION HEREBY APPROVES THE PRICE OF $0.1871 PER MCF AS THE REASONABLE WHOLESALE MARKET VALUE OF TIDELAND DRY GAS RECEIVED BY THE MUNICIPAL GAS DEPARTMENT OF THE CITY OF LONG BEACH DURING THE PERIOD FEBRUARY 1, 1956 THROUGH OCTOBER 31, 1956;

2. THAT THE PRICE OF $0.1871 PER MCF IS HEREBY APPROVED AS THE MINIMUM REASONABLE WHOLESALE MARKET VALUE OF TIDELAND DRY GAS RECEIVED BY SAID MUNICIPAL GAS DEPARTMENT DURING THE MONTHS OF NOVEMBER, 1956 AND DECEMBER, 1956; SUBJECT, HOWEVER, TO UPWARD REVISION IF THE COMMISSION HEREAFTER FINDS THAT MARKET CONDITIONS WARRANT SUCH UPWARD REVISION;

3. THAT THE FOREGOING DETERMINATIONS BY THE STATE LANDS COMMISSION ARE SUBJECT TO CONCURRENCE BY THE CITY OF LONG BEACH THROUGH ITS APPROPRIATELY CONSTITUTED AUTHORITIES.

There being no further business to come before the Commission, the meeting was adjourned.

Rufus W. Putnam
RUFUS W. PUTNAM
Executive Officer