

MINUTE ITEM

13. REQUEST FOR TERMINATION OF MINERAL EXTRACTION LEASE P.R.C. 2037.2, WILLARD L. JOHNSON, TEHAMA COUNTY - W.O. 3498.

After consideration of Calendar Item 12 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE COMMISSION APPROVES THE TERMINATION OF MINERAL EXTRACTION LEASE P.R.C. 2037.2, COVERING THE E $\frac{1}{2}$ OF SECTION 16, T. 25 N., R. 7 W., M.D.B. & M., TEHAMA COUNTY, BY MUTUAL CONSENT OF THE STATE AND THE LESSEE, WILLARD L. JOHNSON, AS PROVIDED FOR IN SECTION 17 OF THE LEASE. THE TERMINATION IS EFFECTIVE FEBRUARY 10, 1960, AS REQUESTED BY THE LESSEE.

Attachment

Calendar Item 12 (1 page)

CALENDAR ITEM

12.

TERMINATION OF MINERAL EXTRACTION LEASE P.R.C. 2037.2, WILLARD L. JOHNSON, TEHAMA COUNTY - W.O. 3498.

Mineral Extraction Lease P.R.C. 2037.2 was issued to Willard L. Johnson pursuant to competitive public bidding on February 11, 1958, covering 320 acres of vacant State school land in the E $\frac{1}{2}$ of Section 16, T. 25 N., R. 7 W., M.D.B. & M., Tehama County, for a period of twenty years.

A request has been received from the lessee for termination of the lease because of the depressed chrome market resulting from the completion of the Federal Government chrome stock-piling program. Section 17 of the lease provides in part: ". . . this lease may be terminated or the provisions changed, altered or amended by mutual consent of the parties;".

The advance annual rental in the amount of \$320 for the lease year 1959 has been paid. The total ore shipped from the lease area was 4.38 tons, valued at \$456, on which a royalty of \$70 was paid to the State.

IT IS RECOMMENDED THAT THE COMMISSION APPROVE THE TERMINATION OF MINERAL EXTRACTION LEASE P.R.C. 2037.2, COVERING THE E $\frac{1}{2}$ OF SECTION 16, T. 25 N., R. 7 W., M.D.B. & M., TEHAMA COUNTY, BY MUTUAL CONSENT OF THE STATE AND THE LESSEE, WILLARD L. JOHNSON, AS PROVIDED FOR IN SECTION 17 OF THE LEASE. THE TERMINATION IS TO BE EFFECTIVE FEBRUARY 10, 1960, AS REQUESTED BY THE LESSEE.