

MINUTE ITEM

15. APPLICATION FOR MINERAL EXTRACTION LEASE, OWENS LAKE, INYO COUNTY;
PITTSBURGH PLATE GLASS COMPANY - W.O. 5429.

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

THE EXECUTIVE OFFICER IS AUTHORIZED TO OFFER FOR LEASE, PURSUANT TO COMPETITIVE PUBLIC BIDDING, THE AREA OF LAND IN THE BED OF OWENS LAKE MORE PARTICULARLY DESCRIBED IN EXHIBIT "A" ATTACHED, UTILIZING THE FORM OF LEASE APPROVED BY THE OFFICE OF THE ATTORNEY GENERAL, AT AN ANNUAL RENTAL OF \$2.50 PER ACRE AND AT A MINIMUM ROYALTY RATE ON ALL MINERALS EXTRACTED AND/OR PRODUCED AND/OR SOLD FROM THE STATE LANDS AND FROM THE WATERS OF OWENS LAKE, IN THE SUM OF FIFTY CENTS (\$0.50) PER TON, OR TWO PER CENT (2%) OF THE AVERAGE BULK VALUE RECEIVED F.O.B. THE PLANT AT OWENS LAKE, WHICHEVER IS THE GREATER, FOR ALL MINERALS.

Attachment

Calendar Item 12 (3 pages)

CALENDAR ITEM

12.

APPLICATION FOR MINERAL EXTRACTION LEASE, OWENS LAKE, INYO COUNTY; PITTSBURGH PLATE GLASS COMPANY - W.O. 5429.

An application has been received from the Pittsburgh Plate Glass Company for a mineral extraction lease and for a right-of-way for pipe lines and appurtenances on an area 100 feet wide and 39,688.68 feet long, containing a total of 91.11 acres more or less in the dry bed of Owens Lake, located in portions of Sections 20, 21, 22, 27, 28, 29, 32, 34 and 35, T. 17 S., R. 37 E., and a portion of Section 3, T. 18 S., R. 37 E., M.D.B. & M., Inyo County. Minerals will be extracted from brine produced by wells drilled into the bed of the Lake.

The Department of Parks and Recreation of the Division of Beaches and Parks has reported that the issuance of a lease would have no effect upon any program or project of that Department, and that there are no known recreational activities on these lands or on land littoral which would be adversely affected by the lease. The Department of Fish and Game has reported that the operation will not interfere with any use of the area which comes within its jurisdiction. The Office of the Attorney General has advised that the application complies with applicable provisions of the statutes and the rules and regulations of the State Lands Commission.

The lands are recession lands, and may be leased pursuant to Section 6991 of the Public Resources Code. The form of lease has been approved by the Office of the Attorney General.

The statutory filing fee and the required expense deposit have been submitted.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO OFFER FOR LEASE, PURSUANT TO COMPETITIVE PUBLIC BIDDING, THE AREA OF LAND IN THE BED OF OWENS LAKE MORE PARTICULARLY DESCRIBED IN EXHIBIT "A" ATTACHED, UTILIZING THE FORM OF LEASE APPROVED BY THE OFFICE OF THE ATTORNEY GENERAL, AT AN ANNUAL RENTAL OF \$2.50 PER ACRE AND AT A MINIMUM ROYALTY RATE ON ALL MINERALS EXTRACTED AND/OR PRODUCED AND/OR SOLD FROM THE STATE LANDS AND FROM THE WATERS OF OWENS LAKE, IN THE SUM OF FIFTY CENTS (\$0.50) PER TON, OR TWO PER CENT (2%) OF THE AVERAGE BULK VALUE RECEIVED F.O.B. THE PLANT AT OWENS LAKE, WHICHEVER IS THE GREATER, FOR ALL MINERALS.

Attachment
Exhibit "A"

EXHIBIT "A"

Five Parcels of land situated in the bed of Owens Lake, County of Inyo, State of California. Said parcels of land being 100 feet wide, and lying 50 feet on each side of the following described centerlines.

Parcel No. 1 Beginning at the southwest corner of Section 28, T. 17 S., R. 37 E., M.D.M., which is located on Parcel 3 of State Lease P.R.C. 257, thence bear N. $0^{\circ} 32'$ E., a distance of 5280.00 feet, thence N. $89^{\circ} 14'$ W., a distance of 1090.20 feet to the true point of beginning which lies on the north easterly border of land described as Parcel 1 of State Lease P.R.C. 257 and lies on the northerly boundary of Section 29, T. 17 S., R. 37 E., M.D.M.

Thence bear S. $89^{\circ} 14'$ E., along the northerly boundaries of Sections 29, 28, and 27 a distance of 11650.20 feet to the northeast corner of Section 27, T. 17 S., R. 37 E., M.D.M.

Parcel No. 2 Beginning at the southwest corner of Section 28, T. 17 S., R. 37 E., M.D.M., which is located on Parcel 3 of State Lease P.R.C. 257, thence bear N. $0^{\circ} 32'$ E., a distance of 2640.00 feet, thence bear S. $89^{\circ} 14'$ E., 100 feet which is the true point of beginning and lies on the easterly boundary of land described as Parcel 4 of State Lease P.R.C. 257.

Thence bear S. $89^{\circ} 14'$ E., a distance of 10460.00 feet to the eastern boundary of Section 27, T. 17 S., R. 37 E., M.D.M., which point is S. $0^{\circ} 32'$ W., 2640.00 feet from the northeast corner of Section 27, T. 17 S., R. 37 E., M.D.M.

Parcel No. 3 Beginning at the southwest corner Section 28, T. 17 S., R. 37 E., M.D.M., which is located on Parcel 3 of State Lease P.R.C. 257, thence bear S. $0^{\circ} 32'$ W., a distance of 2860 feet, to the true point of beginning.

Thence bear N. $89^{\circ} 14'$ W., 5280.00 feet to the west boundary of Section 32, T. 17 S., R. 37 E., M.D.M., which point lies on the easterly boundary of land described as L.L.L. No. 2168.

Parcel No. 4 Beginning at the northeast corner of Section 34, T. 17 S., R. 37 E., M.D.M., which is located on Parcel 3 of State Lease P.R.C. 257, thence bear S. $0^{\circ} 32'$ W., 50 feet to the true point of beginning.

Thence bear S. $0^{\circ} 32'$ W., along the easterly boundary of Section 34, T. 17 S., R. 37 E., M.D.M., a distance of 3438.86 feet, thence bear S. $45^{\circ} 0'$ W., a distance 2569.62 feet to the southerly boundary of Section 34, T. 17 W., R. 37 E., M.D.M.

Thence bear S. $0^{\circ} 15'$ W., 5280.00 feet to the southerly boundary of Section 3, T. 18 S., R. 37 E., M.D.M.

EXHIBIT "A" (CONT'D.)

Parcel No. 5 Beginning at the point of intersection of Parcel 4, above, with the southerly boundary of Section 34, T. 17 S., R. 37 E., M.D.M. which point is N. 89° 14' W., a distance of 1800.00 feet from the south-east corner of Section 34, T. 17 S., R. 37 E., M.D.M., thence bear N. 45° 0' W., 50.00 feet to the true point of beginning.

Thence bear N. 45° 0' W., a distance of 1010.00 feet.

The total length of the above-described centerlines is 39688.68 feet. The total area of the lands defined by these centerlines, excluding lands already covered by existing leases is 91.11 acres more or less.