

MINUTE ITEM

9. APPLICATION FOR AMENDMENT OF GRAZING LEASE P.R.C. 3006.2, INYO COUNTY;
R. W. KELSEY - P.R.C. 3006.2.

After consideration of Calendar Item 20 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO ISSUE AN AMENDMENT TO GRAZING LEASE P.R.C. 3006.2 THAT WILL EXPAND THE USE FOR AGRICULTURAL PURPOSES OF THE E $\frac{1}{2}$ OF SECTION 36, T. 8 S., R. 37 E., AND THE E $\frac{1}{2}$ OF SECTION 16, T. 9 S., R. 38 E., M.D.M., CONTAINING 640 ACRES IN INYO COUNTY, FOR THE UNEXPIRED TERM OF SAID LEASE, WITH THE EFFECTIVE DATE OF SAID AMENDMENT TO BE MAY 23, 1965, FOR A TOTAL ANNUAL RENTAL OF \$281.60, THE FIFTH YEAR'S RENTAL TO BE PAID AT TIME OF EXECUTION OF THE AMENDMENT.

Attachment

Calendar Item 20 (1 page)

CALENDAR ITEM

20.

APPLICATION FOR AMENDMENT OF GRAZING LEASE P.R.C. 3006.2, INYO COUNTY;
R. W. KELSEY - P.R.C. 3006.2.

An application has been received from R. W. Kelsey of San Jose, California, lessee under Grazing Lease P.R.C. 3006.2, to expand the use for agricultural purposes of two parcels therein described as the E $\frac{1}{2}$ of Section 36, T. 8 S., R. 37 E., and the E $\frac{1}{2}$ of Section 16, T. 9 S., R. 38 E., M.D.M., containing 640 acres in Inyo County. The original lease was issued for a period of five years commencing May 23, 1963, and terminating on May 22, 1968. Rental under the lease, based upon a staff appraisal, was established at 2 $\frac{1}{2}$ an acre for a total annual rental of \$70.40. The lessee, in his proposal to utilize the land for agricultural purposes, has requested that any lease amendment contain authority for the erection or placement of certain improvements on the land, as follows:

1. Fencing as may be necessary.
2. Drilling of not more than three water wells on each parcel.
3. Barns, Quonset type buildings, and removable buildings, as may be needed.

It is proposed that the effective date of any amendment will be at the commencement of the third year of the original lease. The lease amendment will provide for removal of certain buildings by the lessee upon any termination of the lease, with permanent improvements, such as wells and fencing, to become the property of the State. An appraisal by the Commission staff as of February 1965 establishes fair rental value for agricultural use at 35 $\frac{1}{2}$ per acre per year, for a total of \$224 per year.

Location: 4 $\frac{1}{2}$ miles easterly of the town of Big Pine.

Access: 3 miles from maintained graveled county road.

Cover: Sparse creosote.

Soil: Sandy, with small surface rock.

Terrain: Flat.

Highest Use: Grazing and agricultural -- poor rating.

The \$5 filing fee, and the deposit of \$211.20 covering the increased rental for the fifth year have been paid.

IT IS RECOMMENDED THAT THE EXECUTIVE OFFICER BE AUTHORIZED TO ISSUE AN AMENDMENT TO GRAZING LEASE P.R.C. 3006.2 THAT WILL EXPAND THE USE FOR AGRICULTURAL PURPOSES OF THE E $\frac{1}{2}$ OF SECTION 36, T. 8 S., R. 37 E., AND THE E $\frac{1}{2}$ OF SECTION 16, T. 9 S., R. 38 E., M.D.M., CONTAINING 640 ACRES IN INYO COUNTY, FOR THE UNEXPIRED TERM OF SAID LEASE, WITH THE EFFECTIVE DATE OF SAID AMENDMENT TO BE MAY 23, 1965, FOR A TOTAL ANNUAL RENTAL OF \$281.60, THE FIFTH YEAR'S RENTAL TO BE PAID AT TIME OF EXECUTION OF THE AMENDMENT.

11,004