

1 We have received a telegram from the Department of
2 Fish and Game, from W. T. Shannon, Director, reading:

3 "CROWN SIMPSON APPLICATION SUBMERGED LANDS NEAR
4 FAIRHAVEN, HUMBOLDT BAY, HUMBOLDT COUNTY, YOUR
5 FILE WO5354: IF ACTION BY STATE LANDS COMMISSION
6 TO BE TAKEN THIS WEEK, THE DEPARTMENT OF FISH AND
7 GAME RECOMMENDS (1) DELETION OF ANY STATE LANDS
8 FROM THE DISPOSAL AREA

9 Those lands that would have to be filled would have to be
10 privately owned lands on the upland.

11 "(2) DREDGED FILL MATERIAL TO BE CONFINED
12 BEHIND NONERODABLE MATERIAL, WITH THE IMPOSITION
13 OF THESE QUALIFICATIONS IN ANY LEASE ISSUED WE
14 HAVE NO OBJECTION TO APPROVAL.

15 (signed) W. T. SHANNON, DIRECTOR"

16 MR. HORTIG: (continuing) Inasmuch as the authoriza-
17 tion sought today is for authorization to publish a notice of
18 intention to receive bids, there is time to include these con-
19 ditions in a lease to be issued, in a form that would be
20 satisfactory both to the applicant and to the Department of
21 Fish and Game. Subject to that understanding, it is still re-
22 quested that authorization be given to publish this notice of
23 intention. The minimum statutory time required for bidding,
24 and so forth, would be such that consideration of award of
25 the lease pursuant to this bid could also be taken up by the
26 Commission at the special meeting of December 4th.

1 MR. CHAMPION: I'd like to move approval of this.
2 The Economic Development Agency has been working on this
3 property. They have been working with the various departments
4 to see if it could be worked out. I would like to move ahead
5 on that.

6 MR. CRANSTON: Are there any problems?

7 MR. HORTIG: Not that we are aware of. We have not
8 had the engineering review....

9 MR. CHAMPION: Frank, I think I can clear it up
10 quicker than that. The action today does not commit us. If
11 there are problems, you can't say certainly today if there
12 are or not. We have time for that. This is to start the
13 time running.

14 MR. HORTIG: Representatives of the applicants are
15 here if there are questions by the other members of the Commis-
16 sion -- if there are questions, that is, on the acceptability
17 of the program.

18 GOV. ANDERSON: I am sure they would like to start.

19 MR. NELSON: My name is Richard Nelson. I am counsel
20 for Crown Zellerbach Corporation. There is a very small area
21 at the end of the area that we intend to fill which, as near
22 as anyone can tell at this stage, is probably State-owned land.
23 It is in the neighborhood of about an acre. It would be pos-
24 sible to redesign the bulkhead so that it did not cover this
25 particular area and we can do this.

26 However, in that same area we are going to have to

1 apply to you gentlemen for a lease, a commercial lease for a
2 dock, and at the time we apply for that lease we will also ask
3 you for permission to take the bulkhead that we are going to
4 construct from this area and fill behind it; and the State
5 Fish and Game people said they would oppose this. At least
6 we can argue that at the time we apply for the lease, and
7 there is no reason to inject it into this application.

8 I would like to ask one other thing, if it is in
9 order. If you gentlemen approve putting this bid out at this
10 time, the schedule looks as if the bid opening would be
11 around December 2nd, and if at all possible we would like to
12 be included in your agenda for the meeting of December 4th.
13 This would mean that we would save perhaps as much as a month
14 in going ahead with our construction work and, of course, the
15 costs are substantial.

16 GOV. ANDERSON: If that can be worked out, it is
17 all right.

18 MR. HORTIG: This was one of the thoughts -- that
19 December 4th would be the over-all satisfactory day for the
20 meeting.

21 MR. CRANSTON: What was the basis of the price?

22 MR. HORTIG: This was our most recent minimum under
23 commercial extraction leases, as most recently authorized by
24 the State Lands Commission and is related to the estimated
25 minimum value of the quality and material to be obtained from
26 the dredged site.

1 GOV. ANDERSON: Do you second Mr. Champion's motion

2 MR. CRANSTON: Yes.

3 GOV. ANDERSON: Moved and seconded, carried unani-
4 mously.

5 A moment ago, when I said there would be 100,000
6 acres or more of public land up for sale after the first of
7 the year, I forgot the real item I wanted to bring out and
8 that is to commend the staff of the Lands Commission, the
9 legal department, everyone, for the work that has been put
10 into bringing our public lands program up to date. I think
11 we have something quite good and I didn't want to close this
12 meeting without commending Mr. Hortig and the staff for what
13 they have done.

14 MR. HORTIG: And the staff thanks you, Governor.

15 GOV. ANDERSON: Our next meeting will be in Sacra-
16 mento on December 4th, and our next regular meeting -- if we
17 decide we need one -- will be on December 22nd in Sacramento
18 at nine a.m.

19 If there is no further business, we are adjourned.

20
21 ADJOURNED 10:45 A.M.

22 *****
23
24
25
26

CERTIFICATE OF REPORTER

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26

I, LOUISE H. LILLICO, reporter for the Office of Administrative Procedure, hereby certify that the foregoing twenty pages contain a full, true and accurate transcript of the shorthand notes taken by me in the meeting of the STATE LANDS COMMISSION held in Los Angeles on November 13, 1964.

Dated: Los Angeles, California, November 16, 1964.

Louise H. Lillico