

A meeting of the State Lands Commission was held in the office of the Department of Finance, State Building, Los Angeles, at 11 a.m., on October 29, 1938.

Present were:

A. E. Stockburger, Chairman
George J. Hatfield, Member

Absent was:

Harry B. Riley, Member

The Executive Officer reported to the Commission the receipt of four bids filed pursuant to notice of intention of the Commission to enter into agreements for the extraction of oil and gas from the tidelands and submerged lands easterly of 23d Street at Huntington Beach, and also three bids submitted by McVicar-Rood, a corporation, approximately five minutes following the hour set for receipt of bids. At the suggestion of Mr. Hatfield, L. G. Campbell, Esq., Deputy Attorney General, was called in to advise the Commission whether such bids qualified under notice of intention of the Commission. Mr. Campbell reported to the Commission that it was his opinion it would be proper for the Commission to open said bids received from McVicar-Rood, a corporation.

Upon motion of Mr. Hatfield, seconded by Mr. Stockburger, resolution was unanimously adopted directing the Executive Officer to open the bids received pursuant to notice of said intention of the Commission.

Upon the opening of said bids it was disclosed that bids had been received from those companies, at royalty rates, and for the locations, as follows:

<u>Name of Company</u>	<u>Royalty Rate</u>	<u>Location</u>
The Termo Company	.7	400
" " "	.8	401
Wilshire Oil Company, Inc.	1.125	400
" " " "	1.052	401
McVicar-Rood	.8111	400
" "	.5 + $\frac{110}{P}$	400
" "	.6	401

Upon motion of Mr. Hatfield, seconded by Mr. Stockburger, the bids so received were referred to the engineers and attorney of the division for report thereupon for consideration at the next meeting of the Commission.

Mr. Brooks of Messrs. Cree and Brooks, Attorneys at Law, Long Beach, together with Mr. Cooper, appeared before the Commission on behalf of the reinstatement of Sierra Huntington Oil Company, Inc., as operator of well described in Agreement for Easement No. 332, Huntington Beach. At the suggestion of Mr. Hatfield, they agreed to make a formal application to the Commission for reinstatement.

Upon motion of Mr. Hatfield, seconded by Mr. Stockburger, and unanimously carried, acts of the Executive Officer were confirmed and approved, and action was authorized and directed by the Executive officer, as follows:

(a) Issuance of prospecting permit to Clarence E. Brunty, for the period of two years, covering the SE $\frac{1}{4}$ of NW $\frac{1}{4}$ and S $\frac{1}{2}$ of NE $\frac{1}{4}$ of Section 36, T. 8 N., R. 5 E., S.B.M., for bentonite, silica, magnesium, and calcium, with right to lease for an area not exceeding 40 acres at a royalty rate of fifty cents per ton.

(b) Issuance of prospecting permit to Kenneth J. Hines, for the period of two years, covering the SW $\frac{1}{4}$ of Section 36, T. 8 N., R. 5 E., S.B.M., for bentonite, silica, magnesium and calcium, with right to lease for an area not exceeding 40 acres at a royalty rate of fifty cents per ton.

(c) Execution of certificates to the Governor requesting the issuance of patents to E. H. Smith covering NW $\frac{1}{4}$ of NE $\frac{1}{4}$ of Section 29, and SW $\frac{1}{4}$ of SW $\frac{1}{4}$ of Section 36, T. 5 S., R. 5 E., H.M., and R. W. Core for that portion of Lot 2 lying within the NW $\frac{1}{4}$ of SW $\frac{1}{4}$ of Section 9, T. 25 S., R. 21 E., M.D.M.

(d) Issuance of lease to Paramount Pictures, Inc., a corporation, for the SE $\frac{1}{4}$ of Section 16, T. 16 S., R. 20 E., S.B.M., for the term of four months at a rental of \$25.00 per month.

(e) Issuance of easement to Metropolitan Water District of Southern California overlands of the State in Riverside County, being the W $\frac{1}{2}$ of SW $\frac{1}{4}$ and SW $\frac{1}{4}$ of NW $\frac{1}{4}$ of Section 36, T. 5 S., R. 9 E., S.B.M.

(f) Confirmation of issuance of Indemnity Certificates Nos. 4762, 4763, and 4764, and refund of \$600, to Millard R. Hendron, under Section 3408 d of the Political Code.

(g) Issuance of duplicate certificate of purchase in the name of William E. Warren under Location No. 3576, Independence Land District.

(h) Issuance of certificate to United States Government to the effect that said lands were not included within the grant from the Republic of Mexico to Carrillo, were not included in the pueblo lands of the City of San Diego, and that the State of California, prior to legislative disposition of said lands to the City of San Diego, was seized of title therein in fee simple, and that no other person or persons, municipality or municipalities, ever received a patent or otherwise acquired any interest in said lands from the State of California prior to said legislative grant to the City of San Diego. Said lands are specifically described in certificate on file in the Division of State Lands.

(i) Execution of grazing lease for certain lands at Delhi State Land Settlement to J. L. LaCroix, for the term of 11 $\frac{1}{2}$ months, at a total rental of \$125, covering Lot 175B containing 181.71 acres.

(j) Execution of deed to Joseph Schutz for Lots 12 to 16, inclusive, Block 1 of the Revised Delhi Townsite of Delhi State Land Settlement, for the sum of \$100.00.

(k) Execution of deed to Cecil Wilbur for Lots 6 to 8, inclusive, Block 5 of the Revised Delhi Townsite of Delhi State Land Settlement, for the sum of \$75.00.

(l) Execution of deed to Robert F. Waters for Lots 7, 8, 25 and 26, Block 1 of the Revised Delhi Townsite of Delhi State Land Settlement, for the sum of \$200.00.

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