AT SUCH TERMS AND CONDITIONS AS SHALL BE SET BY THE STATE AT TIME OF RENEWAL, 
AND UPON ISSUANCE OF THE LEASE THE SHELL OIL COMPANY, SHALL BE REQUIRED TO FILE 
A PERFORMANCE BOND OR EQUIVALENT IN AN AMOUNT OF $50,000.00 TO GUARANTEE PERFORM-
ANCE UNDER THE LEASE.

5. (APPROVAL OF SUBLEASE UNDER P.R.C. 502, CRESCENT CITY HARBOR DISTRICT) The 
Commission was informed as follows: The Crescent City Harbor District has filed 
with the Commission for approval pursuant to Section 11 of P.R.C. 502 sublease 
to be entered into between the Harbor District and the River Terminals Company. 
The latter company proposed to build a pipe line for receipt of shipments of 
petroleum products in Crescent City Harbor, which line will cross State tide 
and submerged lands under lease in P.R.C. 502.

There are only two provisions of the proposed sublease upon which it is necessary 
that the Commission give approval. These are as follows:

1. Term of lease. The River Terminals Company sublease provides 
for the term to be from August 1, 1950, to December 31, 1983, 
or 33 years. The State lease from the Commission to the Harbor 
District calls for a 15 year term with right of renewal upon 
such terms and conditions as shall be fixed by the State at 
time of renewal.

2. P.R.C. 502 requires that permission be obtained from the 
adjacent upland owner in order to build facilities upon the State 
lands to be subleased, The Harbor District advises that they 
have under condemnation the upland adjacent to the submerged land 
to be used by the River Terminals Company but that the condem-
nation has not been concluded by the Court. The Court has given 
the Crescent City Harbor District an order of immediate possession 
to the contiguous upland adjacent to that described in the sub-
lease. In the meantime the Crescent City Harbor District is 
negotiating to settle the condemnation with the owners of the 
upland.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZ-
IZING THE EXECUTIVE OFFICER TO APPROVE THE SUBLEASE FILED WITH THE COMMISSION AND 
DATED JUNE 21, 1950, BY AND BETWEEN THE CRESCENT CITY HARBOR DISTRICT AND THE 
RIVER TERMINALS COMPANY SUBJECT TO THE CONDITION THAT THE STATE RESERVES THE RIGHT 
TO TERMINATE THIS APPROVAL IN THE EVENT THE CRESCENT CITY HARBOR DISTRICT FAILS 
TO ACQUIRE FEE TITLE TO THE UPLAND OVER WHICH THE RIVER TERMINALS COMPANY PIPE 
LINES ARE TO BE BUILT, OR DOES NOT OBTAIN A LEASE OR OTHER USER RIGHT OR OTHER-
WISE SATISFY THE REQUIREMENTS OF PARAGRAPH 12 OF P.R.C. 502, THE APPROVAL TO BE 
FURTHER SUBJECT TO ALL OF THE CONDITIONS OF THIS LEASE TERM BETWEEN THE STATE 
AND THE HARBOR COMMISSION.

6. (APPLICATION FOR ASSIGNMENT MINERAL LEASE P.R.C. 382, J. E. HICKS) The 
Commission was informed that an application has been received from Insulation, 
Inc., a California Corporation, for the assignment of Mineral Lease P.R.C. 382 
from Mr. J. E. Hicks to said corporation, said lease having been issued July 6, 
1950, covering extraction of perlite and other non-metallic minerals from the 
SW\(\frac{1}{4}\) of SW\(\frac{1}{4}\) of Section 36, T. 31 S., R. 44 E., M.D.B. & M., containing 10 acres.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORI-
ZING THE EXECUTIVE OFFICER TO APPROVE THE ASSIGNMENT OF MINERAL LEASE P.R.C. 382