the director may require. Each application shall be accompa-
nied by a fee in an amount established by the provisions of 
Section 661. Upon receipt of an application for such license, 
the director shall investigate the equipment and the sanitary 
condition of the milk products plant for which application 
for a license has been made. If the condition of the milk 
products plant is found to be satisfactory, a "milk products 
plant" license shall be issued by the director to such applicant. 
(b) Hotels, restaurants, boardinghouses, hospitals or other 
concerns or agencies which manufacture products of milk for 
the use of patrons, guests, patients, or employees shall take out 
the license herein required. 
(c) This section shall not apply to private homes manufac-
turing for their own use nor to retailers dealing in finished 
products received from a distributor or producer in final form; 
nor to producers selling milk and cream exclusively at whole-
sale for manufacturing, freezing or processing milk and milk 
products; nor to producers whose business consists exclusively 
of producing and distributing raw market milk produced by 
them. 
(d) The license fees required by Section 661 shall be pro-
rated on a quarterly basis for licensees commencing operations 
after the first quarter in any calendar year whether or not such 
milk products plant was licensed during the preceding calendar 
year. 
Sec. 7. Section 6 of this act shall become operative only if 
Senate Bill No. 199 is enacted by the Legislature at its 1965 
Regular Session, and in such case at the same time as Senate 
Bill No. 199 takes effect; at which time Section 660 of the Agri-
cultural Code as amended by Section 1 of this act is repealed.

CHAPTER 983

An act to convey certain tide and submerged lands to the 
United States in furtherance of the Point Reyes National 
Seashore.

[Approved by Governor July 9, 1965. Filed with 
Secretary of State July 9, 1965.]

The people of the State of California do enact as follows:

Section 1. There is hereby granted to the United States, 
subject to the limitations which are described in Section 2 of 
this act, all of the right, title, and interest of the State of 
California, held by the state by virtue of its sovereignty in and 
to all of the tide and submerged lands or other lands beneath 
navigable waters situated within the boundaries of the Point 
Reyes National Seashore which the Secretary of the Interior 
is authorized to establish by authority of Public Law 87–657, 
76 Stat. 538, and as such boundaries exist on the effective date 
of this act.
CHAPTER 984

An act to amend Section 13391 of, and to add Section 13391.5 to, the Government Code, and to amend Section 14792 of Part 5.5 of, and to add Section 14792.5 to Part 5.5 of, Division 3 of Title 2 of the Government Code as proposed by Assembly Bill No. 1124 of the 1965 Regular Session, relating to state purchasing.

[Approved by Governor July 9, 1965 Filed with Secretary of State July 9, 1965]

The people of the State of California do enact as follows:

SECTION 1. Section 13391 of the Government Code is amended to read:

13391. Except as provided in Article 1, every purchase of supplies or equipment in excess of twenty-five dollars ($25) for any state agency shall be made by or under the supervision of the Department of General Services; provided, that the state agency may specify the quality of the supplies or equipment to be purchased. Should the Department of General Services determine that the quality specified by the agency is inconsistent with the statewide purchasing standards established by the Director of General Services under Section 13391.5, it shall change the order to make it consistent with the standards, and it shall notify the state agency, within a reasonable time, before a purchase order is issued. If the agency is of the opinion the interests of the state would not be served by the purchase of supplies or equipment of a lesser quality or different than that specified by the agency, the agency may request a hearing before the Director of General Services. The director shall consider the arguments presented by the agency at the hearing and his decision shall be final.