

MINUTE ITEM

11/14/69

23. PERMIT TO PROSPECT FOR MINERALS OTHER THAN OIL AND GAS AND GEOTHERMAL RESOURCES, SCHOOL LANDS IN IMPERIAL COUNTY; CHARLES G. STORIE - W-6947, P.R.G. 4363.2.

After consideration of Calendar Item 34 attached, and upon motion duly made and carried, the following resolution was adopted:

PURSUANT TO SECTION 6891 OF THE PUBLIC RESOURCES CODE, THE COMMISSION FINDS THAT SECTION 36, T. 12 S., R. 20 E., S.B.B. & M., CONTAINING 640 ACRES MORE OR LESS, IS NOT KNOWN MINERAL LAND, AND AUTHORIZES THE ISSUANCE OF THE STANDARD FORM OF PERMIT TO CHARLES G. STORIE TO PROSPECT FOR ALL MINERALS OTHER THAN OIL AND GAS AND GEOTHERMAL RESOURCES IN SAID LAND.

ROYALTY PAYABLE UNDER ANY PREFERENTIAL LEASE ISSUED UPON DISCOVERY OF COMMERCIALY VALUABLE DEPOSITS OF MINERALS, UPON ANY AND ALL MINERALS PRODUCED, EXTRACTED, OR SOLD FROM SAID LEASE PREMISES, TO BE DETERMINED AS SET FORTH IN EXHIBIT "A" ATTACHED AND BY REFERENCE MADE A PART HEREOF.

Attachment
Calendar Item 34 (2 pages)

Minute item 23, meeting of 11/14/69 ENDED (*modified*)
by minute item 19, meeting of 2/26/70. *J Stahl*
(initials)

Minute item 23, meeting of 11/14/69 ENDED
by minute item 25, meeting of 10/22/70. *J Stahl*
(initials)

CALENDAR ITEM

11/69
W-6947

34.

APPLICATION FOR PERMIT TO PROSPECT FOR MINERALS
OTHER THAN OIL AND GAS AND GEOTHERMAL RESOURCES

APPLICANT: Charles G. Storie.
LOCATION: Section 36, T. 12 S., R. 20 E., S.B.B.& M., Imperial County.
TYPE OF LAND: Vacant school lands.
ACREAGE: 640.
SURFACE OF OWNER: State of California.
MINERALS SOUGHT: Copper, silver, gold, and associated minerals.
METHOD EXPLORATION:
Core hole and geological survey.

PREREQUISITE ITEMS:

1. The proposed royalty schedule has been accepted by applicant.
2. The application and documents have been reviewed by the Attorney General's office for compliance with applicable provisions of law and the rules and regulations of the Commission.

IT IS RECOMMENDED THAT, PURSUANT TO SECTION 6891 OF THE PUBLIC RESOURCES CODE, THE COMMISSION FIND THAT SECTION 36, T. 12 S., R. 20 E., S.B.B.& M., CONTAINING 640 ACRES MORE OR LESS, IS NOT KNOWN MINERAL LAND, AND AUTHORIZE THE ISSUANCE OF THE STANDARD FORM OF PERMIT TO CHARLES G. STORIE TO PROSPECT FOR ALL MINERALS OTHER THAN OIL AND GAS AND GEOTHERMAL RESOURCES IN SAID LAND.

ROYALTY PAYABLE UNDER ANY PREFERENTIAL LEASE ISSUED UPON DISCOVERY OF COMMERCIALLY VALUABLE DEPOSITS OF MINERALS, UPON ANY AND ALL MINERALS PRODUCED, EXTRACTED, OR SOLD FROM SAID LEASE PREMISES, TO BE DETERMINED AS SET FORTH IN EXHIBIT "A" ATTACHED AND BY REFERENCE MADE A PART HEREOF.

Attachment: Exhibit "A"

EXHIBIT "A"

ROYALTY PAYABLE UNDER ANY PREFERENTIAL LEASE ISSUED UPON DISCOVERY OF COMMERCIALY VALUABLE DEPOSITS OF MINERALS, UPON ANY AND ALL MINERALS PRODUCED, EXTRACTED, OR SOLD FROM SAID PREMISES, TO BE DETERMINED AS FOLLOWS:

1. FOR GOLD, SILVER AND OTHER PRECIOUS MINERALS

$$R = 0.07 + .01 (V - 42.00)^2 \text{ for values of } V \text{ greater than } 42.00$$

2. FOR NONPRECIOUS METALLIC MINERALS

$$R = 0.07 + .01 (V - 16.00) \text{ for values of } V \text{ greater than } 16.00$$

WHERE R = ROYALTY AS A FRACTION OF GROSS SALES

V = AVERAGE UNIT VALUE OF THE MATERIAL PROCESSED
(DOLLARS PER TON)

THE MINIMUM ROYALTY FOR ALL MINERALS SHALL NOT BE LESS THAN 7% OF THE GROSS SALES.

THE MAXIMUM ROYALTY FOR GOLD, SILVER AND OTHER PRECIOUS MINERALS SHALL NOT EXCEED 50 PERCENT OF THE AVERAGE GROSS SALES PRICE OF THE ORE.