MINUTE ITEM

This Calendar Item No. 47.
approved as Minute Item by the State Lands Commission by a vote of to 2 at its 4 at

CALENDAR ITEM

41.

1/80 W 6325.6 Priddy

APPROVAL OF GEOTHERMAL LEASE FORM

Enactment of SB 1027 (Chapter 1139, Statutes of 1978) allowed the Commission for the first time to nominate lands with geothermal resource potential for lease by competitive bidding.

The Commission on June 27, 1979 approved amendments to Article 4.1, Title 2 of the California Administrative Code reflecting changes made by Chapter 1139. Staff has now completed a percentage of net profits geothermal lease form to reflect new provisions of the law. The form has been reviewed and approved by the office of the Attorney General.

Staff proposes to proceed with leasing of State-owned reserved mineral lands at The Geysers Geothermal Field in Sonoma, Lake and Mendocino Counties. The program includes proposed leasing of approximately 1320 acres of land shown on Exhibit "A". These lands have been previously approved by the Commission for competitive lease sale.

IT IS RECOMMENDED THAT THE COMMISSION:

1. APPROVE THE GEOTHERMAL LEASE FORM ON EILE IN THE OFFICE OF THE COMMISSION AND BY THIS REFERENCE EXPRESSLY MADE A PART HEREOF.

EXHIBIT A

A 2

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