

MINUTE ITEM

This Calendar Item No. 33
was approved as Minute Item
No. 33 by the State Lands
Commission by a vote of 2 CALENDAR ITEM
to 0 at its 3/28/79
meeting.

33.

3/79
W 9785
Smith
PRC 5643

APPLICATION FOR A PROSPECTING PERMIT

APPLICANT: Denby Jackson
3201 San Carlos Drive
Spring Valley, California 92077

TYPE OF LAND: School land.

AREA AND LOCATION:

NW $\frac{1}{4}$ of Section 16, T15S, R5E, SBB&M, S.
Diego County (approximately 50 miles east
of San Diego).

PROPOSAL:

To evaluate the potential for mineral values
other than oil, gas and geothermal resources
of the subject State lands. The primary
exploration objective is to determine if
tungsten ore and associated minerals exist
in commercial quantities, and if so, propose
a plan for its extraction. Commercial tungsten
deposits have been mined in the past approxi-
mately 5 miles east of the subject property.
Tungsten is used widely in the manufacture
of alloy steel and tungsten carbide, an
abrasive. Tungsten ore currently sells
for \$130 per ton.

METHOD OF EXPLORATION:

Initially the surface will be mapped and
surface samples taken for analysis. Five
exploratory drill holes will be completed,
each to a depth of 50 feet. Access will
be by existing roads, and all data obtained
will be made available to the Commission.

PREREQUISITE TERMS:

1. Statutory filing fees and permit fees
have been deposited by the applicant.
2. The subject permit has been reviewed
and approved by the Office of the Attorney
General as to compliance with applicable
provisions of law pursuant to Section 6890
of the P.R.C.

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3. The area is not known to contain commercially valuable deposits of minerals.

OTHER PERTINENT INFORMATION:

1. A negative declaration was prepared by the Commission's staff pursuant to CEQA and implementing regulations, and was certified by the Commission on November 27, 1978.
2. This project is situated on State land identified as possessing environmental values pursuant to P.R.C. 6370.1, and is classified in a use category, Class B, which authorizes Limited Use.

Staff has coordinated this application with those agencies who nominated the site as containing significant environmental values. They found this application to be compatible with their nomination.

EXHIBIT: A. Location Map.

IT IS RECOMMENDED THAT THE COMMISSION:

1. FIND THAT GRANTING OF THE APPLICATION WILL HAVE NO SIGNIFICANT EFFECT UPON ENVIRONMENTAL CHARACTERISTICS IDENTIFIED PURSUANT TO SECTION 6370.1 ET SEQ. OF THE P.R.C., BASED UPON NEGATIVE DECLARATION NO. 232 WHICH WAS CERTIFIED BY THE COMMISSION ON NOVEMBER 27, 1978.
2. ACKNOWLEDGE THAT THE DETERMINATION MADE ON NOVEMBER 27, 1978 WHICH FOUND THAT THE PROPOSED PROJECT WILL NOT HAVE A SIGNIFICANT EFFECT ON THE ENVIRONMENT.
3. DETERMINE THAT THE LANDS DESCRIBED IN THE PERMIT ARE NOT KNOWN TO CONTAIN COMMERCIALY VALUABLE DEPOSITS OF MINERALS.
4. AUTHORIZE ISSUANCE OF A PERMIT, TO DENBY JACKSON, TO PROSPECT FOR A TERM OF 2 YEARS FOR ALL MINERALS OTHER THAN OIL, GAS AND GEOTHERMAL RESOURCES IN THE NW $\frac{1}{4}$ OF SECTION 16, T16S, R5E, SBB&M. SAN BERNARDINO COUNTY IN ACCORDANCE WITH THE STANDARD FORM OF PERMIT, ROYALTY PAYABLE UNDER ANY PREFERENTIAL LEASE ISSUED UPON DISCOVERY OF COMMERCIALY VALUABLE DEPOSITS, FOR ANY AND ALL MINERAL PRODUCTS EXTRACTED OR REMOVED FROM SAID PREMISES FOR SALE OR STOCKPILING, SHALL BE 10% OF THE GROSS SALES REVENUE LESS SPECIFIC CHARGES, AS APPROVED BY

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THE COMMISSION, RELATED TO TRANSPORTING AND PROCESSING AS SET FORTH IN SAID PERMIT. ANNUAL MINIMUM ROYALTY SHALL BE \$2,500 AND SUCH MINIMUM ROYALTY SHALL BE SUBJECT TO REVIEW AFTER THE END OF THE SECOND YEAR.

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EXHIBIT "A"
PROSPECTING PERMITS—
TUNGSTEN
W 9785



EL CAYON 32 MI.
PINE VALLEY 3 MI.

