

MINUTE ITEM

This Calendar Item No. C20
was approved as Minute Item
No. C20 by the State Lands
Commission by a vote of 47
to 0 at its 5/27/82
meeting.

CALENDAR ITEM

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5/27/82
PRC 5412
Hoagland

QUITCLAIM OF PERMIT TO
PROSPECT FOR GEOTHERMAL RESOURCES,
LAKE COUNTY

PERMITTEE: Geothermal Kinetics, Inc.
2300 County Center Drive
Building A, Suite 211
Santa Rosa, California 95401
Attention: John Bannister

AREA, TYPE LAND AND LOCATION:
1,785 acres of land, located in Boggs Mountain
State Forest, Lake County.

DATES OF ISSUANCE:
Issued November 30, 1977; extended two
years to December, 1982.

REASON FOR QUITCLAIM:
Geothermal Kinetics, Inc. conducted geological
and geophysical surveys to support the
presence of thermal anomalies, yet the
one deep exploratory well drilled failed
to encounter commercially producible geothermal
resources. Because of the disappointing
results of this well, Geothermal Kinetics
feels additional exploration is unwarranted
and has therefore submitted a quitclaim
for the permit.

PREREQUISITE TERMS:
A. Quitclaim submitted by permittee, dated
April 7, 1982.
B. Compliance with terms and conditions
of the permit through April 7, 1982.

ADDITIONAL INFORMATION:
The well site and access roads have been
inspected by staff to determine that those
areas have been restored in a manner prescribed
by the terms of the permit.

The Boggs Mountain EIR covered this project
from inception to abandonment. CEQA does

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not apply to this transaction because it is not a new project under P.R.C. 21065.

STATUTORY AND OTHER REFERENCES:

In accordance with Paragraph 37 of the permit.

AB- 884: N/A.

EXHIBIT: A. Location Map.
B. Land Description.

IT IS RECOMMENDED THAT THE COMMISSION:

1. AUTHORIZE THE ACCEPTANCE OF THE QUITCLAIM TO TERMINATE THE PERMIT TO PROSPECT FOR GEOTHERMAL RESOURCES, PRC 5412.1 EFFECTIVE APRIL 7, 1982, IN ACCORDANCE WITH PARAGRAPH 37 OF THE PERMIT, AS REQUESTED BY THE PERMITTEE, GEOTHERMAL KINETICS, INC.
2. FIND THAT CEQA IS NOT APPLICABLE TO THIS ACTION AS IT IS NOT A PROJECT WHICH MAY HAVE A SIGNIFICANT EFFECT ON THE ENVIRONMENT, AS DEFINED IN THE CEQA AND ITS IMPLEMENTING GUIDELINES.

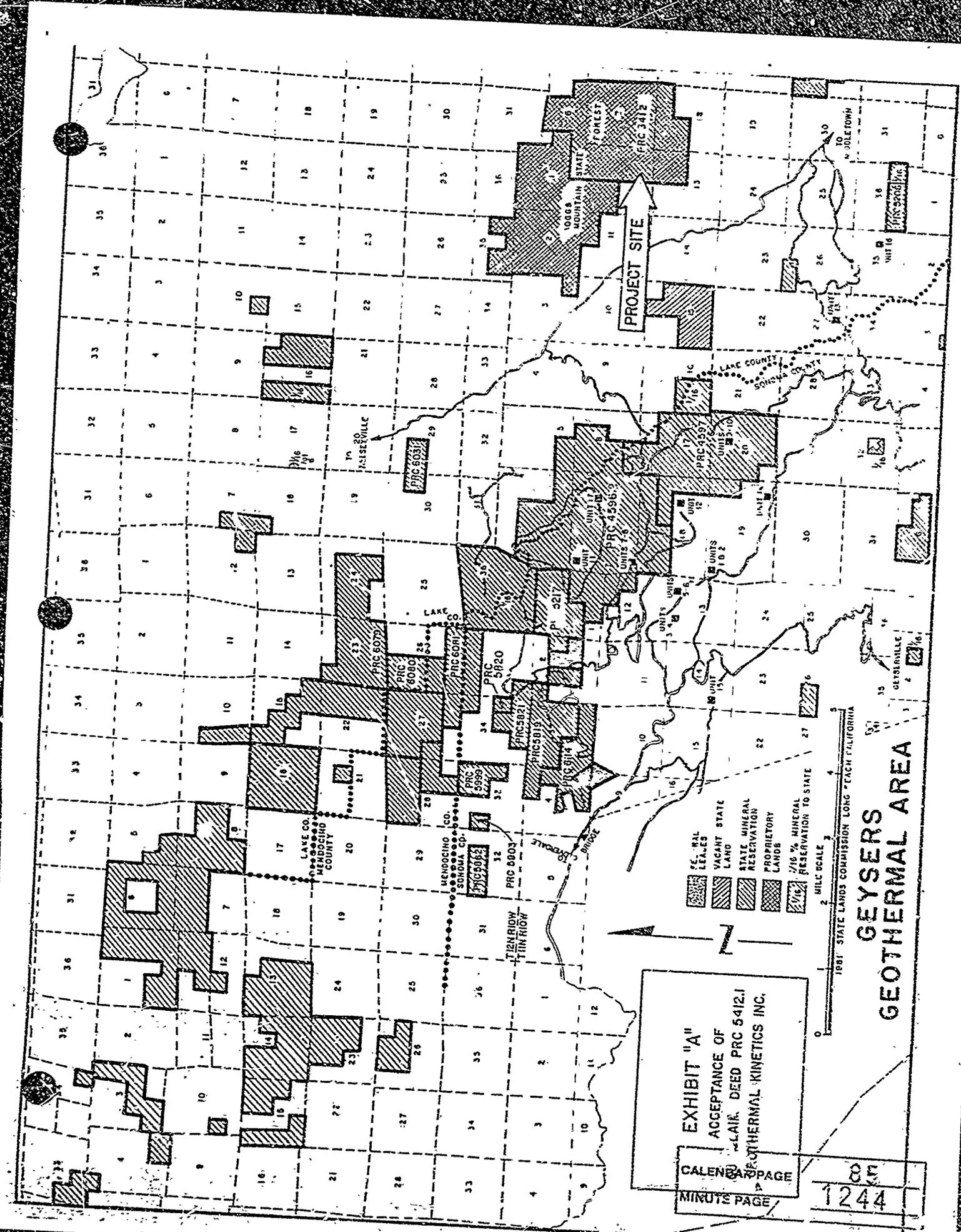


EXHIBIT "A"
 ACCEPTANCE OF
 LAKE DEED PRC 5412.1
 GEOTHERMAL KINETICS INC.

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GEYSERS
 GEOTHERMAL AREA

EXHIBIT "B"

LAND DESCRIPTION

PRC 5412

Six parcels of California State school lands in Lake County, California,
described as follows:

PARCEL 1

Lots 2, 3, 6, SE-1/4 of SE-1/4, W-1/2 of SE-1/4, and E-1/2
of SW-1/4 of Section 6, T11N, R7W, MDM.

PARCEL 2

Section 7, T11N, R7W, MDM.

PARCEL 3

Lots 1, 2, 3, N-1/2 of NE-1/4, and E-1/2 of NW-1/4, of
Section 18, T11N, R7W, MDM.

PARCEL 4

S-1/2 of SE-1/4 of Section 1, T11N, R8W, MDM.

PARCEL 5

E-1/2 of Section 12, T11N, R8W, MDM.

PARCEL 6

NE-1/4 of Section 13, T11N, R8W, MDM.

END OF DESCRIPTION.

REVIEWED MAY 12, 1982 BY TECHNICAL SERVICES UNIT, ROY MINNICK, SUPERVISOR.

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