

**MINUTE ITEM**

This Calendar Item No. ~~C58~~ was approved as Minute Item No. ~~58~~ by the California State Lands Commission by a vote of 3 to 0 at its 11/27/00 meeting.

**CALENDAR ITEM  
C58**

A 1

11/27/00

S 2

PRC 5206.2

J. Adams

**CONSIDER APPROVAL OF AN ASSIGNMENT OF INTEREST  
IN STATE GEOTHERMAL RESOURCE LEASE NO. PRC 5206.2,  
THE GEYSERS GEOTHERMAL FIELD,  
LAKE COUNTY**

**ASSIGNOR:**

Calpine Geysers Company, LP  
c/o Calpine Corporation  
Mr. Kevin Talkington  
1421 Guerneville Road, Suite 108  
Santa Rosa, CA 95403

**ASSIGNEE:**

Geysers Power Company, LLC  
c/o Calpine Corporation  
Mr. Kevin Talkington  
1421 Guerneville Road, Suite 108  
Santa Rosa, CA 95403

**AREA, LAND TYPE, AND LOCATION:**

Approximately 130 acres of State 100 percent reserved mineral interest School Land in The Geysers Geothermal Field, Lake County.

**BACKGROUND:**

State Geothermal Resource Lease No. PRC 5206.2 was issued to Davies Estate Trusts in 1976. Through a series of assignments and name changes, the present Lessee is Calpine Geysers Company, LP, a subsidiary of Calpine Corporation. Calpine is now requesting that the California State Lands Commission approve assignment of 100 percent interest in this lease to Geysers Power Company, LLC, another wholly-owned subsidiary of Calpine Corporation.

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Geysers Power Company presently holds four other State Geothermal Resource leases totaling 4,400 acres at The Geysers. It also owns 19 of 23 power plants at The Geysers, which use geothermal resources from state, federal and private leaseholds to generate nearly 1,000 Mwe of electrical power. The subject assignment furthers Calpine's goal to consolidate its geothermal operations under a single subsidiary.

**STATUTORY AND OTHER REFERENCES:**

- A. Section 36 of Lease No. PRC 5206.2
- B. Public Resources Code section 6804

**OTHER PERTINENT INFORMATION**

- 1. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (Title 14, California Code of Regulations, section 15061), the staff has determined that this activity is exempt from the requirements of the CEQA because the activity is not a "project" as defined by the CEQA and the State CEQA Guidelines.

Authority: Public Resources Code section 21065 and Title 14, California Code of Regulations, section 15378.

- 2. Assignment forms and prerequisite filing fees have been paid by Calpine Corporation.

**EXHIBIT:**

- A. Location Map for Lease No. PRC 5206.2

**PERMIT STREAMLINING ACT DEADLINE:**

N/A

**RECOMMENDED ACTION:**

IT IS RECOMMENDED THAT THE COMMISSION:

**CEQA FINDING:**

FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15061 BECAUSE THE ACTIVITY IS NOT A PROJECT AS DEFINED BY PUBLIC RESOURCES CODE SECTION

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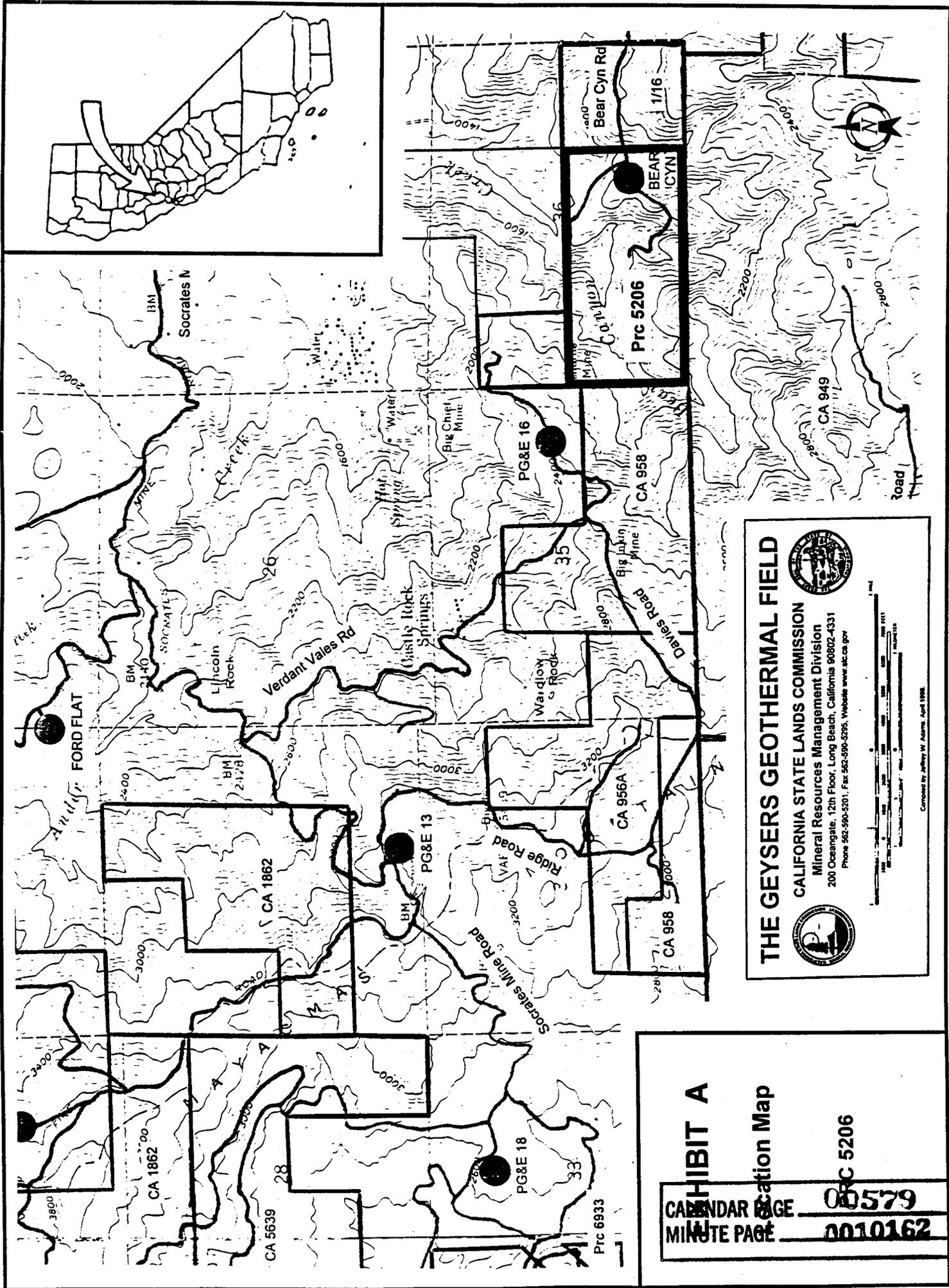
21065 AND TITLE 14, CALIFORNIA CODE OF REGULATIONS,  
SECTION 15378.

**AUTHORIZATION:**

CONSENT TO THE ASSIGNMENT OF 100 PERCENT INTEREST IN  
STATE GEOTHERMAL RESOURCE LEASE NO. PRC 5206.2 FROM  
CALPINE GEYSERS COMPANY, LP, TO GEYSERS POWER  
COMPANY, LLC WITH THE ASSIGNEE TO BE BOUND BY ALL THE  
TERMS AND CONDITIONS OF THE LEASE.

AUTHORIZE THE EXECUTIVE OFFICER OR HIS DESIGNEE TO  
EXECUTE ANY DOCUMENT NECESSARY TO IMPLEMENT THIS  
ASSIGNMENT.

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**THE GEYSERS GEOTHERMAL FIELD**



**CALIFORNIA STATE LANDS COMMISSION**  
 Mineral Resources Management Division  
 200 Ocean Gate, 12th Floor, Long Beach, California 90802-4331  
 Phone 562-590-5201, Fax 562-590-5295, Website www.ac.ca.gov



Compiled by Jeffrey W. Adams, April 1996

**EXHIBIT A**

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**Prc 5206**