

10/21/65

17. APPLICATION FOR PROSPECTING PERMIT FOR GEOTHERMAL ENERGY, SONOMA COUNTY;
CEASER GIANNECCHINI ET AL. - W.O. 5102, P.R.C. 3396.2.

After consideration of Calendar Item 19 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

PURSUANT TO SECTION 6891 OF THE PUBLIC RESOURCES CODE, THE COMMISSION FINDS THAT THE LANDS DESCRIBED BELOW ARE NOT KNOWN MINERAL LANDS AND AUTHORIZES THE EXECUTIVE OFFICER TO ISSUE TO CEASER GIANNECCHINI, ALBERT E. OTTOBONI, ANTONIO OTTOBONI, LOUIS OTTOBONI, DAVID FERRARI, ELMER FERRARI, PETER MAZZANTI, JOHN GIAMPAOLI, ILVA FILIPPI GIAMPAOLI, IONE GIOVANNETTI OTTOBONI PELLEGRINI, PATRICIA IONE OTTOBONI, JAMES BARTHOLOMEW OTTOBONI, AND LOUISE CAROLYN OTTOBONI A TWO-YEAR PERMIT AUTHORIZING PROSPECTING FOR GEOTHERMAL ENERGY, FOR MINERAL WATERS, FOR NONHYDROCARBON GASES, AND FOR ALL MINERALS OTHER THAN OIL AND GAS IN 181.86 ACRES OF LIEU LAND IN SONOMA COUNTY, AS DESCRIBED IN EXHIBIT "B" ATTACHED. THE APPLICANTS, PRIOR TO THE EXECUTION OF THE PERMIT SHALL SUBMIT AN AUTHORIZATION SIGNED BY ALL THE PERMITTEES DESIGNATING ONE PERSON, TO RECEIVE NOTICES FROM THE STATE ON BEHALF OF ALL THE NAMED PERMITTEES, AND TO BE RESPONSIBLE FOR ALL REPORTS AND NOTICES TO THE STATE, AND TO HAVE FULL AUTHORITY TO ACT FOR AN ON BEHALF OF THE PERMITTEES. THE FORM OF PERMIT, INCLUDING THE ROYALTY SCHEDULE TO BE USED, IS THE FORM APPROVED BY THE STATE LANDS COMMISSION ON APRIL 29, 1965, AND SHALL INCLUDE THE CONDITIONS CONTAINED IN EXHIBIT "A" ATTACHED AND HEREBY MADE A PART HEREOF. THE ROYALTY SCHEDULE SHALL ALSO PROVIDE THAT UPON ALL CARBON DIOXIDE AND OTHER NONHYDROCARBON GASES EXTRACTED AND SAVED UNDER THIS LEASE A PAYMENT OF 16-2/3% OF THE CURRENT MARKET PRICE AT THE WELL AND OF ANY PREMIUM OR BONUS PAID ON ALL NONHYDROCARBON PRODUCTION PRODUCED OR SOLD FROM THE LEASED LANDS SHALL BE PAID TO THE STATE.

Attachment
Calendar Item 19 (4 pages)

Action modified 3/31/66
(Minute Item 32, p. 12, 448)
E. Denny

10/65

CALENDAR ITEM

19.

APPLICATION FOR PROSPECTING PERMIT FOR GEOTHERMAL ENERGY, SONOMA COUNTY; CEASER GIANNECCHINI ET AL. - W.O. 5102.

An application has been received from Ceaser Gianneccchini, et al., for a permit to prospect for geothermal energy, for all mineral products, metallic and nonmetallic, solid and liquid, and for mineral waters including but not limited to, mineral steam, on 181.86 acres more or less of lands in Sections 7 and 18, T. 11 N., R. 8 W., M.D.B. & M., and Section 12, T. 11 N., R. 9 W., M.D.B. & M., Sonoma County. The surface of the area is owned by the applicants.

The Department of Fish and Game and the Water Pollution Control Board have requested that certain provisions be included in the prospecting permit form. The substantive content of these requests has been met.

Section 6891 of the Public Resources Code provides for the issuance, to a qualified applicant, of a prospecting permit for lands which are known mineral lands.

The Geysers steam field is located one-quarter mile south of the proposed permit area, the Little Geysers steam field is four miles southeast of the permit area, and the Sulphur Bank steam field is located one mile to the west of the property.

The applicants propose to "...drill for, produce, extract, take and remove natural steam from the land and develop steam power therefrom for conversion into electrical power or for processing to obtain by-products therefrom".

The applicants propose to perform the exploratory work by engaging one of the companies currently involved in steam exploration work to drill a well on the property.

A field reconnaissance of the area has established that the land sought is not known to contain commercially valuable deposits of minerals.

The statutory filing fee of \$5 and the permit fee of \$181.86 have been paid.

The office of the Attorney General advised that the permit complies with the 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 THE LANDS DESCRIBED BELOW ARE NOT KNOWN MINERAL LANDS AND AUTHORIZE THE EXECUTIVE OFFICER TO ISSUE TO CEASER GIANNECCHINI, ALBERT E. OTTOBONI, ANTONIO OTTOBONI, LOUIS OTTOBONI, DAVID FERRARI, EIMER FERRARI, PETER MAZZANTI, JOHN GIAMPAOLI, ILVA FILIPPI GIAMPAOLI, IONE GIOVANNETTI OTTOBONI PELLEGRINI, PATRICIA IONE OTTOBONI, JAMES BARTHOLOMEW OTTOBONI, AND LOUISE CAROLYN OTTOBONI A TWO-YEAR PERMIT AUTHORIZING PROSPECTING FOR GEOTHERMAL ENERGY, FOR MINERAL WATERS, FOR NONHYDROCARBON GASES, AND FOR ALL MINERALS OTHER THAN OIL AND GAS IN 181.86 ACRES OF LIEU LAND IN SONOMA COUNTY, AS DESCRIBED IN EXHIBIT "B".

CALENDAR ITEM 19 (CONTD.)

ATTACHED. THE APPLICANTS, PRIOR TO THE EXECUTION OF THE PERMIT SHALL SUBMIT AN AUTHORIZATION SIGNED BY ALL THE PERMITTEES DESIGNATING ONE PERSON, TO RECEIVE NOTICES FROM THE STATE ON BEHALF OF ALL THE NAMED PERMITTEES, AND TO BE RESPONSIBLE FOR ALL REPORTS AND NOTICES TO THE STATE, AND TO HAVE FULL AUTHORITY TO ACT FOR AND ON BEHALF OF THE PERMITTEES. THE FORM OF PERMIT, INCLUDING THE ROYALTY SCHEDULE TO BE USED, IS THE FORM APPROVED BY THE STATE LANDS COMMISSION ON APRIL 29, 1965, AND SHALL INCLUDE THE CONDITIONS CONTAINED IN EXHIBIT "A" ATTACHED AND HEREBY MADE A PART HEREOF. THE ROYALTY SCHEDULE SHALL ALSO PROVIDE THAT UPON ALL CARBON DIOXIDE AND OTHER NONHYDROCARBON GASES EXTRACTED AND SAVED UNDER THIS LEASE A PAYMENT OF 16-2/3% OF THE CURRENT MARKET PRICE AT THE WELL AND OF ANY PREMIUM OR BONUS PAID ON ALL NONHYDROCARBON PRODUCTION PRODUCED OR SOLD FROM THE LEASED LANDS SHALL BE PAID TO THE STATE.

Attachment

Exhibits "A" and "B"

EXHIBIT "A"

1. Permittee shall contact the Regional Water Pollution Control Board and submit a report on proposed waste discharge in accordance with Section 13054 of the California Water Code. Permittee shall comply with any waste discharge requirements established by the Regional Water Pollution Control Board.
2. All waste discharges resulting from geothermal operations shall be confined to land and not be permitted to enter State surface waters.
3. Any land disposal operation of said wastes must be conducted in a manner that will not adversely affect wildlife resources. The Permittee shall consult with the Department of Fish and Game prior to and during operations.

W.O. 5102

EXHIBIT "B"

Lots 12 and 13 of Section 7, and Lots 4 and 5 of
Section 18, T. 11 N., R. 8 W., M.D.B. & M. and Lot 8 of
Section 12, T. 11 N., R. 9 W., M.D.B. & M., Sonoma County,
State of California.

The above-described land contains approximately
181.86 acres.