MINUTE ITEM

Is Calendar Item No. ___21___

is submitted for information
ly, no action thereon
ing necessary.

MINUTE ITEM
21

4/28/83
PRC 5979
Gonzalez

20. Denial Without Prejudice Of An Application to Prospect
    For Minerals Other Than Oil And Gas And Geothermal
    Resources, Riverside County.

21. Request for Issuance of a Preferential Mineral Extraction
    Lease for Minerals Other Than Oil, Gas or Geothermal
    On State School Land Located in Riverside County.

During consideration of Calendar Item 20 attached, Mr. Larry
Boerner, President, Baby Comstock Mining Corporation, appeared
to object to staff's handling of Mr. Boerner's Application
for a Mineral Prospecting Permit.

A lengthy discussion followed the merits of the issues
associated with Mr. Boerner's application and his request
for a Preferential Mineral Extraction Lease under an existing
Prospecting Permit.

Following the discussion, and upon motion duly made by
Commissioner McCarthy and seconded by Chairman Cory, Calendar
Item 20 was approved as presented by a vote of 2-0. Calendar
Item 21 was submitted for information only, no action thereon
being necessary.

For a verbatim account, please see transcript.

Attachment:

    Calendar Items 20 and 21.

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CALENDAR PAGE

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≈ 21

REQUEST FOR ISSUANCE OF A PREFERENTIAL
MINERAL EXTRACTION LEASE FOR MINERALS OTHER
THAN OIL, GAS OR GEOTHERMAL ON STATE SCHOOL LAND
LOCATED IN RIVERSIDE COUNTY

APPLICANT:

Baby Comstock, Inc.
Larry Boerner, President
828 Sharon Way
El Cajon, California 92020

AREA, TYPE LAND AND LOCATION:

Approximately 160 acres of State   ool
land described as N½ N½, Section 16, T.6 S.,
R.13 E., SBBM, Riverside County, 34 miles
east of Indio, one mile south of Interstate 10.

BACKGROUND:

Baby Comstock, Inc., Larry Boerner, President,
holds a prospecting permit to 160 acres
of school lands located in Riverside
County. Mr. Boerner has requested issuance
of a preferential mineral extraction lease
claiming discovery of a commercially valuable
gold deposit exposed while excavating a
60 foot inclined shaft authorized under
the prospecting permit. Mr. Boerner submitted
a statement that the mineralization exposed
in the shaft averages 0.20 ounces of gold
per ton. Samples taken by Mr. Boerner's
consultant, TRI-R Engineering Corp, tested
a gold content of 0.074 ounces of gold
per ton. Samples taken by the engineering
staff of the State Lands Commission showed
a gold content of 0.06 ounces per ton.
Mr. Boerner was informed that the independent
samples taken by his consultant and the
SLC staff did not confirm the discovery
of a commercially valuable mineral deposit
using the industry and Federal Court approved
criterion that a "valuable mineral deposit"
is one from which the mineral can be extracted,

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removed and marketed at a _profit_. Staff
suggested that further sampling of the
prospect and processing of the already
extracted shaft material be done—either
by a professionally qualified person or
jointly by Mr. Boerner and the SLC staff—to
obtain grade, tonnage reserves, processing
yield and cost data for an economic analysis
and a feasibility determination of his
project.

Mr. Boerner has rejected the staff's suggestion
and has stated that he must block out several
million tons of ore by continuing the inclined
shaft for 500 to 800 feet with extensive
lateral tunneling and processing or bulk
sampling of the extracted material to verify
the commercial value of the deposit. Mr.
Boerner has advised staff that he must
have a long term mineral lease to do the
proposed work and, also, to raise capital
for the project.

Mr. Boerner has requested permission to
appear before the Commission to discuss
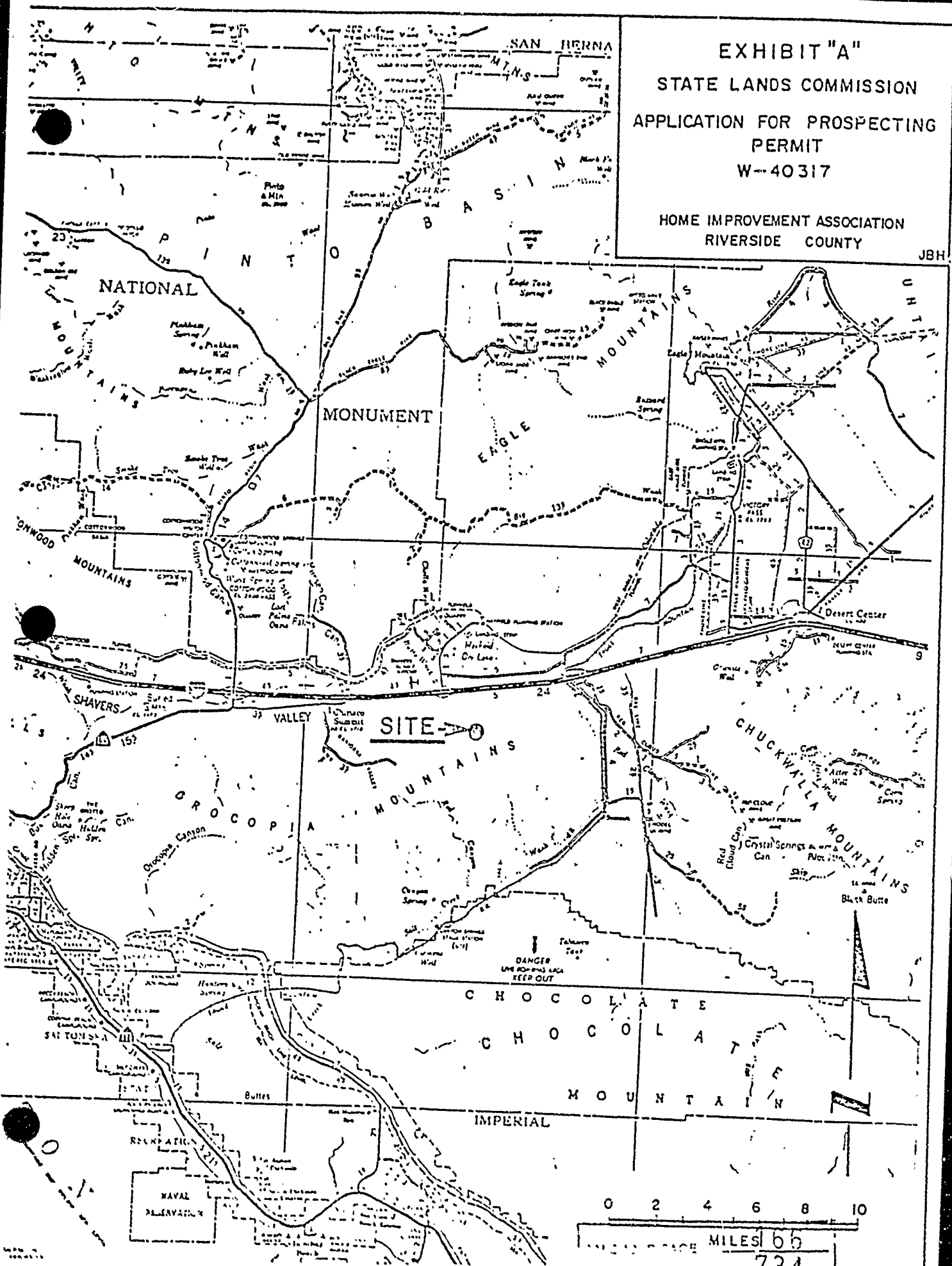this matter.

AB 884:   N/A.

EXHIBIT: A. Site Map.

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EXHIBIT "A"

STATE LANDS COMMISSION

APPLICATION FOR PROSPECTING
PERMIT
W—40317

HOME IMPROVEMENT ASSOCIATION
RIVERSIDE COUNTY

JBH

SAN BERNA

PINTO BASIN

NATIONAL

MONUMENT

EAGLE MOUNTAINS

Desert Center

COTTONWOOD MOUNTAINS

SHAVERS VALLEY

SITE→

OROCOPIA MOUNTAINS

CHUCKWALLA MOUNTAINS

Black Butte

DANGER
LIVE BOMBING AREA
KEEP OUT

CHOCOLATE

CHOCOLATE

MOUNTAIN

IMPERIAL

NAVAL
RESERVATION

| 0 | 2 | 4 | 6 | 8 | 10 |

MILES 66
734