

**NEW MEXICO STATE LAND OFFICE MINERAL LEASE FEE SUMMARY  
EFFECTIVE 9/17/2019**

<b>Type of Lease</b>	<b>Length of Lease</b>	<b>Application Fee*</b>	<b>Annual Rental</b>	<b>Royalty Rate</b>	<b>Advance Royalty</b>	<b>Application Method</b>	<b>Minimum Bond</b>
<b>General Mining</b> NMAC 19.2.2 (Rule 2)	Primary – 3 years Secondary – 2 years Tertiary – 5 years Quaternary – 5 years.  Lease may be extended by production	\$250.00	Primary \$1.00/acre Secondary \$10/acre Tertiary \$3/acre Quaternary \$10/acre	4% of gross sales less transportation and smelting /reduction costs. Special minerals at 7% of Gross sales less transportation and smelting /reduction costs.	Primary through Tertiary N/A. Quaternary years: 11 <sup>th</sup> yr. \$10/acre 12 <sup>th</sup> yr. \$20/acre 13 <sup>th</sup> yr. \$30/acre 14 <sup>th</sup> yr. \$40/acre 15 <sup>th</sup> yr. \$50/acre	Competitive Bid May be sealed or oral, by Commissioner's determination.	Surface surety bond of \$5,000.  Performance bond as determined by Commissioner.
<b>Potash</b> NMAC 19.2.3 (Rule 3)	Primary – 10 years or less Lease may be extended by production	\$250.00	Negotiated but no less than \$0.10/acre Minimum first year is \$100.00	Potassium Chlorides 2% to 5%, depending on ore grade.  Langebeinite is 2.5%	Negotiated	Application on open tracts.	\$500 for each section. \$10,000 on producing lease(s).
<b>Salt</b> NMAC 19.2.4 (Rule 4)	Primary – 10 years Lease may be extended by production.	\$250.00	Rental in lieu of advanced royalty negotiated but not less than \$25.00 per 40 acres.	10% of value at place of extraction.	Negotiated, rental may be paid in lieu of advance royalty.	Application on open tracts.	\$500 Surface, surety and performance for single lease; or \$1,000 mega bond for multiple leases.
<b>Sand &amp; Gravel</b> NMAC 19.2.5 (Rule 5)  Special Use Applications (SUA'S)	1 – 5 years  15 day permit for exploration	\$250.00  \$100.00	\$1.00 per acre, \$40 minimum	Standard Rates: \$ 0.75 per ton or \$ 1.10 per Loose Cubic Yard (LCY) for Sand/Gravel and/or Borrow Dirt. \$ 0.45 per ton or \$ 0.68 per LCY for Crusher Fines. \$ 1.23 per ton or \$ 1.50 per LCY for Caliche.	Negotiated	Application on open tracts.	\$2,000 Performance and \$5,000 Surface or \$25,000 mega bond for multiple leases.
<b>Coal</b> NMAC 19.2.6 (Rule 6)  Special Use Applications (SUA'S)	Primary – 5 years Secondary – 5 years Lease may be extended by production.  For ongoing reclamation	\$250.00  \$100.00	\$5.00 per acre or \$500.00 per lease minimum	12.5% surface mine or 8% underground	1% of recoverable reserves	Competitive Bid May be sealed or oral, by Commissioner's determination	\$15.00 per acre Exploration On production, MMD bonding negotiable. Or \$25,000 mega bond
<b>Geothermal Resources</b> NMAC 19.2.7 (Rule 7)	Primary – 5 years Secondary – 5 years Lease may be extended by production.	\$250.00	\$1.00 per acre	Negotiated	None	Competitive Bid May be sealed or oral, by Commissioner's determination	\$2,000 Performance \$5,000 Surface or \$25,000 mega bond for multiple leases

\* All application fees are non-refundable.