

the State Division of Oil and Gas on April 18, 1950. The well could not have been redrilled economically because of poor mechanical conditions in the original well and the proximity of other producing wells. Section 15 of the easement agreement also provides that "It is hereby agreed between the parties hereto that this agreement may be terminated * * * upon the mutual consent of the parties hereto."

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO TERMINATE AGREEMENT FOR EASEMENT NO. 326 HUNTINGTON BEACH UPON THE MUTUAL CONSENT OF THE PARTIES THERETO.

23. (APPROVAL OF MANNER OF COMPLETION OF WELL "3-A" LEASE P.R.C. 91, HUNTINGTON BEACH) The Commission was informed that Lease P.R.C. 91 issued to the Huntington State Company for the drilling and operations of wells at Huntington Beach provides in part as follows:

"Exhibit A -

3. Unless the written consent of the State is first obtained by the lessee for other well locations, all wells drilled * * * shall be so located that the top of the productive portions * * * shall be seaward of the line marked "Drilling Unit Boundary" * * * *."

Developments in the redrilling of Well P.R.C. 91-3 pursuant to approval by the Division of State Lands, show that it would be mechanically and economically desirable to establish the top of the productive portion of the redrilled well 50 feet landward of the aforesaid drilling unit boundary. At such location the only other productive wells not under control of the drilling operator are 280 feet and 380 feet distant respectively. The regulatory minimum separation of the productive portions of wells as specified by the Commission is 200 ft. Therefore, to permit the completion of the redrilled well on a schedule involving minimum physical hazards, letter authorization was granted June 27, 1950, to the Huntington State Company for the completion of Well "3-A" with the top of the productive portion thereof located 50 feet landward of the drilling unit boundary, subject to confirmation of such authorization by the Commission pursuant to the terms of Lease P.R.C. 91. Authorizations have been granted heretofore for the completion of two other wells of the Huntington State Company landward of the drilling unit boundary at distances of 50 and 110 feet respectively.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED CONFIRMING THE AUTHORIZATION GRANTED TO THE HUNTINGTON STATE COMPANY ON JUNE 27, 1950 TO COMPLETE WELL P.R.C. 91-3A WITH THE TOP OF THE PRODUCTIVE PORTION THEREOF NOT MORE THAN 50 FT. LANDWARD OF THE DRILLING UNIT BOUNDARY AS DETAILED IN LEASE P.R.C. 91.

24. (LAND PURCHASE CONTRACT-VACANT SCHOOL LAND, IMPERIAL COUNTY, UNITED STATES BUREAU OF RECLAMATION - W.O. 186) The Commission was informed that there has been received from the Department of Interior, Bureau of Reclamation a Land Purchase Contract for acquisition by the United States of 19.12 acres of school land in NE $\frac{1}{4}$ of Section 36, T. 15 S., R. 18 E., S.B.M. Under this contract a price of \$12.00 per acre will be paid to the State.

On August 19, 1947, the Commission was advised that the United States Bureau of Reclamation had made application to purchase this land for a right of way for the

Coachella Branch of All-American Canal; the appraisal value being \$12.00 per acre. The Commission then took the following action:

"Upon motion duly made and unanimously carried, a resolution was adopted authorizing the suspension for this action of the regulatory requirement for publication of a notice of intention to receive bids for the area and the conveyance to the United States Bureau of Reclamation of 49.12 acres in the NE $\frac{1}{4}$ of Section 36, T. 15 S., R. 18 E., S.B.B. & M., Imperial County, at a cash price of \$12.00 per acre, or \$589.44 total, subject to all statutory reservations including minerals."

Subsequent to the Commission's action, it was found impossible to deliver the land to the United States because the Bureau of Reclamation could not pay the cash price until after title was conveyed to it. Also, the United States objected to the State reserving the minerals in this land to be submerged by the waters in the Coachella Branch of the All-American Canal.

Section 7729 of the Public Resources Code was amended at the 1949 regular session to provide as follows:

"*****The United States shall not be required to make payment for State land until the patent is delivered *****"

Also, Section 6402 of the Public Resources Code provides as follows:

"(Grants to the United States, etc.) Whenever authorized by law to make grants of land to the United States of America, or to an officer, department, or agency thereof, either in exchange for other lands or otherwise, the Commission may make such grants with or without the reservation of deposits of oil and gas, and other minerals, required by this chapter."

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE SALE TO THE UNITED STATES BUREAU OF RECLAMATION OF 49.12 ACRES IN THE NE $\frac{1}{4}$ OF SECTION 36, T. 15 S., R. 18 E., S.B.B. & M., IMPERIAL COUNTY, AT A CASH PRICE OF \$12.00 PER ACRE, OR \$589.44 TOTAL, PURSUANT TO SECTION 6402, 7301 AND 7729 OF THE PUBLIC RESOURCES CODE, SAID SALE TO BE MADE TO THE UNITED STATES WITHOUT THE RESERVATION OF MINERALS AND THE FURNISHING TO THE BUREAU OF RECLAMATION OF A CERTIFIED COPY OF THE RESOLUTION ADOPTED BY THE COMMISSION, AS PROVIDED BY SECTION 6106 OF THE PUBLIC RESOURCES CODE, AUTHORIZING THE EXECUTION OF THE CONTRACT AND THE SALE OF THE SUBJECT LAND.

25. (HEARINGS PURSUANT TO SECTION 126, GOVERNMENT CODE, W.O.'S 711, 656 AND 714)
On July 11 and again on July 26, 1949, the Commission authorized the Executive Officer to conduct hearings pursuant to Section 126 of the Government Code relating to acquisition by the United States of lands used for certain specified installations. Applications have since been received for the following additional installations:

Department of the Navy - Destroyer Base, San Diego, California,	W.O. 711
Department of the Navy - Shore Patrol Headquarters, San Diego, California,	W.O. 711
Department of the Air Force - Castle Air Force Base, Merced County, California,	W.O. 656
Department of the Air Force - Edwards Air Force Base, Kern County, California,	W.O. 714