

19. (AGREEMENT FOR EASEMENT NO. 415, RIO VISTA, ALLOTMENT REVISION 57, STANDARD OIL COMPANY OF CALIFORNIA - W.O. 1320.) The Commission was informed that the Standard Oil Company of California, as lessee under Agreement for Easement 415, Rio Vista, has submitted the data relative to the proposed 57th revision of the estimated productive limits of the pools within Rio Vista Gas Field.

The proposed revision is based upon a general review of production data for all the recognized pools, retraction of productive limits of the West Knigh, East Knigh, and East Midland pools having been demonstrated as warranted by the decrease in productivity of edge wells in the respective pools. The proposed revisions have been reviewed by the Staff and found to be a reasonable interpretation of the location of the productive limits of the affected pools. The change in State participation in allocations of production from the Rio Vista Field is shown in the accompanying tabulation, and will result in a minor decrease in the monthly royalty accruing from the West Knigh and East Midland pools and a minor increase in gas royalties from the East Knigh pool.

<u>Pool</u>	<u>Revision 56 Effective 1/1/52</u>	<u>Revision 57 Effective 8/1/52</u>	<u>Net Change</u>
East Knigh	0.4923%	0.5050%	+ 0.0127%
West Knigh	10.9883	10.7543	- 0.2340
West Hamilton	13.2610	13.2610	---
East Midland	0.8620	0.8329	- 0.0291

20. (PROPOSED LEGISLATION FOR THE 1953 REGULAR SESSION - W.O. 1141.)

(1) AMENDMENT TO CHAPTER 7, STATUTES OF 1951 (W.O. 721)

This Chapter, in Section 4, authorized the State Controller to transfer from the money held in the Special Deposit Fund submerged land oil royalties (impounded funds) amounts not to exceed \$12,000 per month, commencing with the month of October, 1950, and continuing thereafter for so long as the Stipulations between the Attorney General of the United States and the Attorney General of California may be in effect, to defray the expenses of the State Lands Commission in administering its duties with respect to operation under the submerged land oil and gas leases.

The renewed Stipulations, as entered into on September 24, 1951, and on August 12, 1952, provide respectively that the State may collect up to \$14,000 a month for the period October 1, 1951, through September 30, 1952, and not to exceed \$180,000 per annum for the period October 1, 1952, through September 30, 1953. The actual amount of reimbursement under the above is determined by an audit of actual costs.

Because of this limitation of Section 4, the Controller has taken the position that he is unable to transfer the amounts to which