

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