

6. (ASSIGNMENT OF AGREEMENT FOR EASEMENT NO. 297, CENTRALIA OIL COMPANY, HUNTINGTON BEACH - W.O. 1168.) The Centralia Oil Company, lessee under Agreement for Easement No. 297, Huntington Beach, issued March 1, 1934, has submitted an application for assignment of the subject easement agreement to the Consolidated Petroleum Company. Agreement for Easement 297 provides in part that there shall be no assignment, either in part or in whole, voluntarily or involuntarily, without the consent in writing of the State first had and obtained. The assignment has been requested because Consolidated Petroleum Company has become the sole stockholder of Centralia Oil Company, which company Consolidated Petroleum Company is desirous of eliminating as a corporate entity. Assignment of corollary right-of-way agreements to which the State is not a party, but which cover the course of the well traversing upland not under the jurisdiction of the State, have also been requested by the Consolidated Petroleum Company from the Standard Oil Company of California, the Huntington Beach Company, Pacific Electric Land Company, and the Pacific Electric Railway Company.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO APPROVE THE ASSIGNMENT OF AGREEMENT FOR EASEMENT 297, CENTRALIA OIL COMPANY, TO THE CONSOLIDATED PETROLEUM COMPANY, EFFECTIVE MARCH 1, 1952, SUBJECT TO THE DEPOSIT BY THE CONSOLIDATED PETROLEUM COMPANY OF A PERFORMANCE BOND IN THE AMOUNT OF \$2000 AS REQUIRED BY SECTION 2(a) OF THE SUBJECT EASEMENT.

7. (REQUEST FOR APPROVAL OF GAS SALES CONTRACT, STANDARD OIL COMPANY OF CALIFORNIA, AGREEMENT FOR EASEMENT 338, HUNTINGTON BEACH.) The Standard Oil Company of California has submitted for approval a form of sales contract covering the delivery of gas produced from Agreement for Easement 338, Huntington Beach, to the Pacific Lighting Gas Supply Company, to be effective January 1, 1951, for a term of five years. Agreement for Easement 338 provides in part that no sales of gas produced may be made except under a contract approved in writing by the State. Agreement for Easement 338 was authorized September 10, 1937. The proposed gas sales contract would supersede the contract approved by the Commission on May 5, 1951. The general terms and conditions of the proposed contract relating to the manner of delivery, price, and quantity and quality measurement are in conformance with the lease terms and general practice in the Huntington Beach Tideland Oil Field. The proposed sales price would be 14¢ per m.c.f. for deliveries made during the calendar year 1951, and would be increased 1/2¢ per m.c.f. per year thereafter to a maximum of 17¢ per m.c.f. during 1955, which is one of the most favorable price schedules available to any State lessee at Huntington Beach.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO APPROVE THE GAS SALES CONTRACT OF NOVEMBER 24, 1950, EFFECTIVE JANUARY 1, 1951, BETWEEN THE STANDARD OIL COMPANY OF CALIFORNIA AND THE PACIFIC LIGHTING GAS SUPPLY COMPANY AS THE BASIS FOR THE SALE AND DELIVERY BY THE STANDARD OIL COMPANY OF CALIFORNIA OF ALL DRY GAS MARKETABLE FROM STATE AGREEMENT FOR EASEMENT 338, SUBJECT TO THE EXPRESS CONDITION THAT THE APPROVAL OF THE SALES CONTRACT SHALL NOT BE CONSTRUED TO MODIFY OR AFFECT IN ANY MANNER ANY OF THE LEASE TERMS, INCLUDING FULL COMPLIANCE BY THE LESSEE THEREWITH AND WITH THE RULES AND REGULATIONS OF THE COMMISSION.