

5. (Gas Sales Contract - Signal Oil and Gas Company - State Oil and Gas Leases 98, P.R.C. 129 and 208 - Elwood Field, Santa Barbara County) The Commission was informed that a new gas sales contract between the Signal Oil and Gas Company and the Southern Counties Gas Company of California covering the purchase of residue gas from State Leases 98, P.R.C. 129 and P.R.C. 208, Elwood Field, for a period of two and one-half years from January 1, 1947 had been presented for approval by the Lessee as required by the respective leases.

Upon motion duly made and unanimously carried, a resolution was adopted authorizing the Acting Executive Officer to approve the contract between the Signal Oil and Gas Company and the Southern Counties Gas Company of California for the purchase of gas from State Oil and Gas Leases 98, P.R.C. 129 and P.R.C. 208, dated January 1, 1947 at a price of nine cents per m.c.f., subject to the condition that the approval is to state that it shall not be construed as a waiver on the part of the State of any rule and regulation now or hereafter in effect governing Lease 98, P.R.C. 129 or P.R.C. 208, or any provision of these leases inconsistent with any of the provisions of said contract, and that such approval shall not prevent the State from exercising its right to take, and to take, its royalty in kind after reasonable notice to the lessee.

6. (Report of Assembly Interim Committee on State-Federal Cooperation in the Discovery, Production, Transportation, Refining and Use of Petroleum Oil and its Products) The Commission was informed of the report of the Assembly Interim Committee on State-Federal Cooperation in the Discovery, Production, Transportation, Refining and Use of Petroleum Oil and its Products, as reported in the Assembly Journal of April 3, 1947.

The attention of the Commission was also directed to the continuance of the technical defaults in drilling performance under certain oil leases as reported at the meeting of March 4, 1947, at which time, authorization was granted for the deferment of the serving of notices of default for the succeeding ninety days.

Upon motion duly made and unanimously carried, a resolution was adopted authorizing the Acting Executive Officer to serve notices of default under State Oil and Gas Leases P.R.C. 91, P.R.C. 132, P.R.C. 144, P.R.C. 145, P.R.C. 163 and P.R.C. 186 on June 4, 1947 when the ninety-day deferment heretofore authorized expires, in the event that the respective lessees are still in default on said date.

7. (Publication of Notice of Intention to Receive Bids for Oil and Gas Development on Tide and Submerged Lands - Seal Beach, Long Beach Area - Los Angeles County - W.O. 133) The Commission was informed of the receipt of a request for the publication of a notice of intention to receive bids for the development of oil and gas from the Alamitos Bay State Park area heretofore quitclaimed to the State by the City of Long Beach, and further that evaluation of the practical considerations as to such development depended in part upon the opinion heretofore requested from the Attorney General as to whether a filled-in island constitutes filled lands within the meaning of the Public Resources Code.