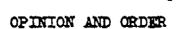
Decision No. 27283

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of EAST SIDE CANAL COMPANY, for an order authorizing the execution of a certain oil drilling license to Canal Oil Company.

Application No. 19527.

BY THE COMMISSION:



The East Side Canal Company by this application prays
the Commission's authority to enter into a proposed agreement
with the Canal Oil Company by which the latter may be permitted
to occupy and use certain portions of applicant's canal right of
way for the purpose of drilling for oil. Although the proposed
drilling will border applicant's irrigation canal, it appears
that it does not intend to divest itself of any rights therein
which will in any respect result in the discontinuance or impairment of its public utility water service.

While it may be that the proposed license agreement is not strictly a lease or encumbrance of property to which the Commission's approval is required under Section 51 of the Public Utilities Act, it appears that the authority requested may properly be granted.

ORDER

It appearing that a public hearing upon the application herein is not required, and that the authority sought by the applicant should be granted; therefore,

day of August, 1934.

MI fan M. B. Karria

Commissioners.