

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:

ORIGINAL

OPINION AND ORDER

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.

O R D E R

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,

IT IS HEREBY ORDERED that the East Side Canal Company
be and hereby is authorized, within thirty days from the date
hereof, to enter into a written agreement with the Canal Oil Com-
pany substantially as set forth in the application herein.

Dated at San Francisco, California, this 13th
day of August, 1934.

Leon C. ...

M. B. ...

M. B. ...

Walter ...

Commissioners.