

MINUTE ITEM

11/30/67

33. APPROVAL OF THE EIGHTH MODIFICATION OF THE 1967 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, WILMINGTON OIL FIELD, LOS ANGELES COUNTY - W.O. 5200.317.

After consideration of Calendar Item 36 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION, PURSUANT TO THE PROVISIONS OF SECTION 5(g), CHAPTER 138, STATUTES OF 1964, 1ST E.S., APPROVES THE EIGHTH MODIFICATION OF THE 1967 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, AS SET FORTH IN THUMS APPROVAL REQUEST 22-67.

Attachment

Calendar Item 36 (1 page)

36.

APPROVAL OF THE EIGHTH MODIFICATION OF THE 1967 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, WILMINGTON OIL FIELD, LOS ANGELES COUNTY - W.O. 5200.317.

The City of Long Beach, pursuant to the provisions of Section 5(g), Chapter 138/1964, 1st E.S., has requested State approval of the Eighth Modification of the 1967 Plan of Development and Operations and Budget, Long Beach Unit.

Changes in development plans, together with an upward trend in recently received bids, indicate that an additional \$1,755,100 investment will be required for 24 wells, injection wells, cellars rail foundations, production facilities, general facilities, automotive equipment, and buildings. Also, as an expense item, an additional \$60,000 is requested to cover an anticipated increase in the Unit Operator's billable costs.

A decrease in the number of wells to be drilled during 1967 from Island Delta will allow a \$3,307,445 reduction in budgeted oil-well investment.

Specific details of these Plan and Budget changes are set forth in THUMS Approval Request 22-67.

Assuming approval of this Eighth Modification, the 1967 Budget for the Long Beach Unit will become:

Total Budget after Seventh Modification	\$89,885,635
Eighth Modification	(-) 1,492,345
Total Budget after Eighth Modification	\$88,393,290

The Division is of the opinion that this requested modification will insure continuing development of the Long Beach Unit, and that the proposed budget funds are based on reasonable estimates of anticipated expenditures.

IT IS RECOMMENDED THAT THE COMMISSION, PURSUANT TO THE PROVISIONS OF SECTION 5(g), CHAPTER 138, STATUTES OF 1964, 1ST E.S., APPROVE THE EIGHTH MODIFICATION OF THE 1967 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, AS SET FORTH IN THUMS APPROVAL REQUEST 22-67.