MINUTE ITEM

6/28/73
CVB

20. RATIFICATION OF THE SIXTEENTH MODIFICATION OF THE 1972-1973 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, WILMINGTON OIL FIELD, LOS ANGELES COUNTY.

After consideration of Calendar Item 19 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION RATIFIES THE ACTION OF THE EXECUTIVE OFFICER, PURSUANT TO SECTION 5(g), CHAPTER 138/1964, 1ST E.S., APPROVING THE SIXTEENTH MODIFICATION OF THE 1972-1973 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1972, THROUGH JUNE 30, 1973.

Attachment:
Calendar Item 19 (2 pages)

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CALENDAR ITEM

6/73
CVB

19.

RATIFICATION OF THE SIXTEENTH MODIFICATION OF THE 1972-1973
PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET,
LONG BEACH UNIT, WILMINGTON OIL FIELD, LOS ANGELES COUNTY

The City of Long Beach, in accordance with Section 5(g), Chapter 138/1964, 1st E.S. and PART IV, Section D.3.c. of the subject Plan and Budget, has requested Commission approval of the Sixteenth Modification of the Plan of Development and Operations and Budget, Long Beach Unit (July 1, 1972, through June 30, 1973).

The Executive Officer, by letter dated May 31, 1973, approved the Sixteenth Modification, subject to ratification by the Commission.

This Sixteenth Modification provides investment funds for the drilling of three Ranger Zone production wells, B-125, C-527, and D-111, by transfer from expense funds previously provided for the redrilling of injection wells. This budget transfer is necessary to restore a portion of the development drilling funds that were removed after the passage of the California Coastal Zone Conservation Act in November, 1972, which caused an indefinite interruption in development. Recently, the Long Beach Unit received an exemption from permit requirements by the South Coast Regional Commission under the vested rights provisions, and development drilling has now resumed.

With the approval of this Modification the affected Budget Items will be adjusted as follows:

BUDGET, PART III	Current Budget	This Modification	Adjusted Budget
A. ESTIMATED EXPENDITURES FOR INVESTMENT			
1. DRILLING AND DEVELOPMENT			
a. Development Drilling (2) Ranger Zone	$2,597,000	$450,000	$3,047,000
B. ESTIMATED EXPENDITURES FOR EXPENSE			
2. OPERATING EXPENSE			
a. Wells Injection Wells (7) Redrills	$1,370,000	($450,000)	$ 920,000

The total 1972-1973 Budget remains unchanged.

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The Division has reviewed this Sixteenth Modification and finds the proposed drilling and budget transfer desirable.

IT IS RECOMMENDED THAT THE COMMISSION RATIFY THE ACTION OF THE EXECUTIVE OFFICER, PURSUANT TO SECTION 5(g), CHAPTER 138/1964, 1ST E.S., APPROVING THE SIXTEENTH MODIFICATION OF THE 1972-1973 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1972, THROUGH JUNE 30, 1973.