

MINUTE ITEM

9/27/73
CVB

20. APPROVAL OF THE SECOND MODIFICATION OF THE 1973-1974 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, WILMINGTON OIL FIELD, LOS ANGELES COUNTY.

After consideration of Calendar Item 18 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION APPROVES THE SECOND MODIFICATION OF THE 1973-1974 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1973, THROUGH JUNE 30, 1974.

Attachment:

Calendar Item 18 (1 page)

CALENDAR ITEM

9/73
CVB

18.

APPROVAL OF THE SECOND MODIFICATION OF THE 1973-1974
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., has requested Commission approval of the Second Modification of the Plan of Development and Operations and Budget, Long Beach Unit (July 1, 1973, through June 30, 1974).

This Second Modification changes the Plan to provide for the drilling of Union Pacific-Ford Zone production Well C-321, and also provides funds for this well by transfer of \$220,000 from Budget Item III.A.1.a.(2), Development Drilling Ranger Zone to Budget Item III.A.1.a.(4), Development Drilling Union Pacific-Ford Zone. No Union Pacific-Ford Zone well locations were included in the 1973-1974 Plan nor were any investment funds provided for such development drilling. Recent studies indicate that a producing well location in Fault Block 90 in the proximity of the Monterey A-1 Fault will yield a good economic return on the proposed investment.

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

<u>BUDGET, PART III</u>	<u>Current Budget</u>	<u>This Modification</u>	<u>Adjusted Budget</u>
<u>A. ESTIMATED EXPENDITURES FOR INVESTMENT</u>			
<u>1. DRILLING AND DEVELOPMENT</u>			
a. <u>Development Drilling</u>			
(2) Ranger Zone	\$3,865,000	\$(220,000)	\$3,645,000
(4) Union Pacific- Ford Zone	0	220,000	220,000

The total 1973-1974 Budget remains unchanged.

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

IT IS RECOMMENDED THAT THE COMMISSION APPROVE THE SECOND MODIFICATION OF THE 1973-1974 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1973, THROUGH JUNE 30, 1974.