

MINUTE ITEM

11/29/73
CVB

14. AMENDMENT TO DRILLING AND OPERATING CONTRACT (LONG BEACH HARBOR DEPARTMENT TIDELANDS PARCEL), CITY OF LONG BEACH, WILMINGTON OIL FIELD, LOS ANGELES COUNTY.

After consideration of Calendar Item 12 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION, PURSUANT TO SECTION 10(b), CHAPTER 29, STATS. OF 1956, 1ST E.S., APPROVES THE AMENDMENT TO THE DRILLING AND OPERATING CONTRACT (LONG BEACH HARBOR DEPARTMENT TIDELANDS PARCEL), AS SUBMITTED BY THE CITY OF LONG BEACH.

Attachment:

Calendar Item 12 (1 page)

12.

AMENDMENT TO DRILLING AND OPERATING CONTRACT
(LONG BEACH HARBOR DEPARTMENT TIDELANDS PARCEL),
CITY OF LONG BEACH, WILMINGTON OIL FIELD,
LOS ANGELES COUNTY

The Commission, at its meeting of December 20, 1963, approved the award of the Drilling and Operating Contract (Long Beach Harbor Department Tidelands Parcel) to the highest qualified bidder, Long Beach Oil Development Company. The City of Long Beach now requests Commission approval of an Amendment to this Drilling and Operating Contract.

This Amendment will permit Long Beach Oil Development Company, as Contractor, to use the subject lands (granted tidelands described in the Contract) and properties and personnel related thereto, in connection with uplands unitized properties in Fault Blocks IV and V and/or the adjacent tideland property, known as Parcel "A", when so directed by the City Manager of the City of Long Beach.

The purpose of this Amendment is to increase operating efficiency and reduce overall costs. The Amendment provides for an appropriate distribution of costs in the event this Contractor's operations are conducted away from the Contractor's subject lands.

The Long Beach City Council approved this Amendment at its meeting of November 13, 1973. The City of Long Beach has requested that the Commission approve the Amendment at its next regular meeting.

The Office of the Attorney General has reviewed the Amendment and advised that it is legally sufficient and may be approved by the Commission.

The Division has reviewed the proposed Amendment and finds that implementation of the provisions of the Amendment will be economically beneficial to the City-State oil interests in the Long Beach granted tidelands.

IT IS RECOMMENDED THAT THE COMMISSION, PURSUANT TO SECTION 10(b), CHAPTER 29, STATS. OF 1956, 1ST E.S., APPROVE THE AMENDMENT TO THE DRILLING AND OPERATING CONTRACT (LONG BEACH HARBOR DEPARTMENT TIDELANDS PARCEL), AS SUBMITTED BY THE CITY OF LONG BEACH.