

MINUTE ITEM

This Calendar Item No. 34  
 was approved as Minute Item  
 No. 34 by the State Lands  
 Commission by a vote of 2  
 to 0 at its 4/26/79  
 meeting.

CALENDAR ITEM

34.

4/79  
 Thompson

APPROVAL OF THE SEVENTH MODIFICATION OF THE 1978-1979  
 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET,  
 LONG BEACH UNIT, WILMINGTON OIL FIELD, LOS ANGELES COUNTY

The City of Long Beach has requested approval of the Seventh Modification of the Plan of Development and Operations and Budget, Long Beach Unit, July 1, 1978, through June 30, 1979. This Modification transfers a total of \$557,000 within the existing Budget to provide funding to (1) pay the second installment of Los Angeles County personal property taxes, (2) purchase a diesel tractor and vacuum tank trailer, and (3) purchase a replacement forklift. Necessary funds will be provided by transfer from Ranger Zone development drilling funds and other tax related Budget Items where surplus funds exist.

The Seventh Modification will effect the following transfers within the 1978-1979 Budget, while the total budget, \$84,471,000, remains unchanged:

| <u>PART III</u>                                  | <u>Current<br/>Budget</u> | <u>This<br/>Modification</u> | <u>Adjusted<br/>Budget</u> |
|--|---------------------------|------------------------------|----------------------------|
| <u>A. ESTIMATED EXPENDITURES FOR INVESTMENTS</u> |                           |                              |                            |
| <u>1. DRILLING AND DEVELOPMENT</u>               |                           |                              |                            |
| <u>a. Development Drilling</u>                   |                           |                              |                            |
| (2) Ranger Zone                                  | \$7,255,000               | \$(455,000)                  | \$6,800,000                |
| <u>2. FIELD AND WELL FACILITIES</u>              |                           |                              |                            |
| <u>f. Field Equipment</u>                        |                           |                              |                            |
| (4) Automotive<br>Equipment                      | 180,000                   | 94,000                       | 274,000                    |
| (6) General Field<br>Equipment                   | 244,000                   | 37,000                       | 281,000                    |
| <u>B. ESTIMATED EXPENDITURES FOR EXPENSE</u>     |                           |                              |                            |
| <u>1. UNIT TAXES AND LICENSES</u>                |                           |                              |                            |

A 57, 58

2, 31

|               |     |
|---------------|-----|
| CALENDAR PAGE | 124 |
| MINUTE PAGE   | 771 |

CALENDAR ITEM NO. 34. (CONTD)

|                             |           |          |           |
|-----------------------------|-----------|----------|-----------|
| a. Personal Property Taxes  | 704,000   | 426,000  | 1,130,000 |
| b. Mining Right Taxes       | 1,776,000 | (51,000) | 1,725,000 |
| c. L.B. Oil Prod. Lic. Tax  | 1,972,000 | (33,000) | 1,939,000 |
| d. Other Taxes and Licenses | 400,000   | (18,000) | 382,000   |

TOTAL BUDGET TRANSFER \$557,000

Commission approval of this Seventh Modification will ratify the action taken by the Executive Officer on March 29, 1979, pursuant to Section 5(g), Chapter 138/1964, 1st E.S. and PART IV, Sections A.1. of the subject Plan and Budget, consenting to the modification.

The Commission's staff has reviewed the Seventh Modification and finds the Budget transfers necessary to pay the second installment of the county personal property taxes and purchase the aforementioned field equipment.

IT IS RECOMMENDED THAT THE COMMISSION APPROVE THE SEVENTH MODIFICATION OF THE PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1978, THROUGH JUNE 30, 1979.

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|---------------|-----|
| CALENDAR PAGE | 125 |
| MINUTE PAGE   | 772 |