

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 6/21/84
meeting.

CALENDAR ITEM

A 57,58
S 27

34 4

06/21/84
W 17082
Lammers

FIRST MODIFICATION OF THE 1984-1985
PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET
LONG BEACH UNIT, WILMINGTON OIL FIELD
LOS ANGELES COUNTY

The City of Long Beach has submitted the First Modification of the Plan of Development and Operations of the Long Beach Unit covering the period of July 1, 1984 through June 30, 1985. This modification changes two paragraphs in the Plan in accordance with an agreement reached between the City and the State prior to and a part of the approval of the Plan and Budget by the Commission on April 23, 1984. The total budget would remain unchanged at \$233,447,000.

The first sentence of the last paragraph on Page 12 is changed to read: "The current Five-Year Plan, 1983-1988, contemplates a continuous program of development drilling activity for the balance of the Five-Year Plan, subject to continual periodic engineering and economic reviews." The Commission's staff did not believe that there should be a commitment in the Plan to a fixed activity level of eight drilling rigs for the balance of the Five-Year Period.

The last paragraph on Page 46 is changed to read: "An additional project to provide an alternate power supply service is funded here. With the age, vulnerability and current inaccessibility for repair of the dual submarine cables to Island Grissom from Edison's Pico Substation, this back-up source is necessary to protect the daily gross income (approximately \$1.2 million) from the Offshore Islands." The staff believes that the commitment and location for this project need additional study. While an alternate power line to the offshore islands may be desirable in the future its location might be better determined by the feasibility study for a Unit cogeneration facility now in progress.

CALENDAR ITEM NO. 34 (CONT'D)

AB 884: N/A.

IT IS RECOMMENDED THAT THE COMMISSION:

1. APPROVE THE FIRST MODIFICATION OF THE PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1984 THROUGH JUNE 30, 1985.

CALENDAR PAGE	<u>185</u>
MINUTE PAGE	<u>1404</u>