MINUTE ITEM

This Calendar Item No. 33 was approved as Minute Item No. 33 by the State Lands Commission by a vote of 3 to 0 at its 4/24/86 meeting.

CALENDAR ITEM

33

A 57, 58

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04/24/86
W 17084
Lammers

SIXTH MODIFICATION OF THE 1985-86
PLAN OF DEVELOPMENT, OPERATIONS AND BUDGET,
LONG BEACH UNIT, WILMINGTON OIL FIELD,
LOS ANGELES COUNTY

The City of Long Beach has requested approval of the Sixth Modification of the 1985-86 Plan of Development, Operations and Budget, Long Beach Unit. This modification would modify the Plan to provide for equity coring and logging of additional wells and fund the work by transfer of funds. The total adjusted budget would remain unchanged at $229,340,000.

The current budget was augmented by $1,135,000 through the carryover to provide for equity coring and logging of wells drilling or scheduled to be drilled late in the last budget period. An additional $1,532,000 was provided by the Fourth Modification for three more wells through transfer of funds. The Unit Equity Committee has again asked that additional coring, logging and core and log analysis work be done this year. The estimated cost of the work now proposed for one well is $317,000. Funds are available from within the budget as a result of surplus development drilling funds.

Upon approval, the affected budget items will be as follows:

Budget Item		Current Budget	This Transfer	Adjusted Budget
		(Thousands of Dollars)		
E.2.a.(2)	Unit Equity Expense	$ 3,284	$ 317	$ 3,601
A.1.a.(1)	Development Drilling	39,573	(317)	39,256

AB 884: N/A.

OTHER PERTINENT INFORMATION:

1. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (14 Cal. Adm. Code 15061), the staff has determined that this activity is exempt from the requirements of the CEQA because the activity is not a "project" as defined by CEQA and the State CEQA Guidelines.

   Authority. P.R.C. 21065 and 14 Cal. Adm. Code 15378.

2. Also in accordance with part IV A. 4. a. and c., the following Plan Supplements are hereby reported to the Commission and incorporated into the plan. This reporting requires no action by the Commission.

   Plan Supplements:

   10. Fund log analysis and petrophysical study of "237" zone - $40,000.

   11. Purchase a high efficiency replacement electric motor for the water injection system - $48,000.

   12. Repair the water receiving tank, on Island Grissom - $149,000.

   13. Purchase and install automatic sump pumps in the pipe trenches of the filter manifold system on the four islands - $41,000.

   14. Install additional high pressure water injection piping on Island Chaffee - $38,000.

IT IS RECOMMENDED THAT THE COMMISSION:

1. FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF CEQA PURSUANT TO 14 CAL. ADM. CODE 15061 BECAUSE IT IS NOT A PROJECT AS DEFINED BY P.R.C. 21065 AND 14 CAL. ADM. CODE 15378.

2. APPROVE THE SIXTH MODIFICATION OF THE PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1985 THROUGH JUNE 30, 1986.