

MINUTE ITEM

This Calendar Item No. 29
was approved as Minute Item
No. 1 by the State Lands
Commission by a vote of 2
to 0 at its 6/22/86
meeting.

CALENDAR ITEM

A 57, 58
S 29

29

06/26/86
N 17084
Lammers

NINTH 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 Ninth Modification of the 1985-86 Plan of Development, Operations and Budget, Long Beach Unit. This modification would modify the Plan to provide for the purchase and installation of an additional pump for the Island Chaffee hydraulic lift system and fund the work by transfer of funds. The total adjusted budget would remain unchanged at \$229,340,000.

The current budget provides for replacing the positive displacement hydraulic lift system pumps on Island Chaffee with an oil well type centrifugal pumps of similar capacity and pressure rating. A review of the wells on the system indicates that increased production should be possible from most of them if higher pressure hydraulic fluid were available. It is now proposed that a single high pressure, high volume pump be added to the system with the existing pumps retained for back-up. As proposed, the cost of this project is estimated to be \$375,000 of which \$185,000 was provided for in the original concept. The balance of the funds, \$190,000, is available from system operating expense. As an addition to the system, this is now an investment project, and funding must be transferred from the expense budget item.

(PAGES 145-145.1 ADDED 06/17/86)

CALENDAR ITEM NO. 29 - (CONT'D)

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

	<u>Budget Item</u>	<u>Current Budget</u>	<u>This Transfer</u>	<u>Adjusted Budget</u>
		(Thousands of Dollars)		
B.2.a.(2)	Hydraulic Lift Systems - Surface	\$ 226	\$ 375	\$ 601
B.2.b.(1)	Hydraulic Lift - System Development Drilling	\$1,657	(375)	\$1,282

AB 884: N/A.

OTHER PERTINENT INFORMATION:

- 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 requirement 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.

IT IS RECOMMENDED THAT THE COMMISSION:

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