MINUTE ITEM
This Calendar Item No. 21
was approved as Minute Item
No. 21 by the State Lands
Commission by a vote of 3
to 0 at its 2/17/87
meeting.

CALENDAR ITEM

A 57, 58

S 29

21

02/17/87
W 17089
Lammers

EIGHTH MODIFICATION OF THE 1986-87
PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET
LONG BEACH UNIT, WILMINGTON OIL FIELD
LOS ANGELES COUNTY

The City of Long Beach has submitted to the Commission the Eighth Modification of the 1986-87 Plan of Development and Operations and Budget, Long Beach Unit. The Eighth Modification provides for the transfer of funds within the budget in three areas: a) wages and salaries, b) waste disposal and c) administrative overhead. The total adjusted budget would remain unchanged at $137,135,000.

Total funding in the current budget for wages, salaries and benefits is adequate. It has been found, however, that the effects of Thums early retirement program are distributed disproportionately to the funding for personnel in the various budget items. This modification would move $2,000,000 into four underfunded budget items from twenty budget items where there are excess funds of similar nature.

Waste disposal costs continue to escalate more rapidly than anticipated. In addition, the dumping of non-toxic drill cuttings at sea is no longer cost effective with the reduction in the drilling program. It is therefore necessary to replace some of the funds previously removed from the Waste Disposal Budget Item in the Drilling and Development program. A transfer of $695,000 from two direct well charge budget items is provided for in this modification.

Because of the major transfers between programs it is also necessary to adjust the Administration Overhead Budget Items at this time. The sum of $41,000 would be tranfered into the Drilling and Development Program from three other programs.

(ADDED 02/09/87)

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.

IT IS RECOMMENDED THAT THE COMMISSION:

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

2. APPROVE THE EIGHTH MODIFICATION OF THE PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1986 THROUGH JUNE 30, 1987.

(ADDED 02/09/87)