

MINUTE ITEM

This Calendar Item No. 22  
was submitted for information  
only, no action thereon  
being necessary.

INFORMATIVE  
CALENDAR ITEM

A 57, 58  
S 29

22

02/17/87  
W 15060  
Trout

REPORT ON REDUCTION OF RETROACTIVE EQUITY ADJUSTMENTS  
(IMPLEMENTATION OF ASSEMBLY BILL 2568)

A new meeting with some of the Townlot working interest owners has been scheduled for late February, shortly after this Commission meeting. These working interest owners have been reviewing various alternatives for implementing the provisions of AB 2568 (Elder) Chapter 1464, Statutes of 1985. This measure permitted the Commission to allow some reduction in the rate of pay-back by the Townlot Royalty Interest Owners to the tideland interests as a result of a Long Beach Unit equity change.

Implementation has proven difficult due to the costs associated with a reduced pay-back rate. Commission staff continues to meet with working interest representatives with the hope that an equitable process can be developed. Staff will report again to the Commission in March following the upcoming meeting with the working interests.

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