

MINUTE ITEM

This Calendar Item No. 27
was approved as Minute Item
No. 27 by the State Lands
Commission by a vote of 2
to 0 at its 3/6/91
meeting.

CALENDAR ITEM

27

A 57, 58

S 29

03/06/91
W 17097
Naughton

APPROVE THE SEVENTH MODIFICATION OF THE
1990-91 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET,
LONG BEACH UNIT, WILMINGTON OIL FIELD,
LOS ANGELES COUNTY

The City of Long Beach has requested approval of the Seventh Modification of the 1990-91 Plan of Development and Operations and Budget, Long Beach Unit. The Modification would approve expenditure of \$580,000 to increase water injection into Unit reservoirs by converting eight existing water-injection wells from single to dual injection operation, and recompleting and converting two existing idle oil-producing wells to water injection.

Funding would be provided by a transfer of \$580,000 within the existing budget from the Taxes, Permits and Land Rentals Program to the Water Injection Program so no augmentation of funds would be required. Affected budget items are:

<u>Item</u>	<u>Description</u>	<u>Current Budget</u>	<u>This Transfer</u>	<u>Adjusted Budget</u>
D.1.a.(1) (41-402)	Injection Well Conversions	\$ 556,000	\$ 580,000	\$1,136,000
F.1.b.(2) (61-811)	Mining Rights Taxes	\$8,000,000	\$(580,000)	\$7,420,000

AB 884:
N/A.

CALENDAR ITEM NO. 27 (CONT'D)

OTHER PERTINENT INFORMATION:

1. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (14 Cal. Code Regs. 15061), the Staff has determined that this activity is exempt from the requirements of 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. Code Regs. 15378.

EXHIBIT:

- A. City of Long Beach letter dated January 25, 1991, requesting approval of the Seventh Modification to the Long Beach Unit Plan and Budget.

IT IS RECOMMENDED THAT THE COMMISSION:

1. FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF CEQA PURSUANT TO 14 CAL. CODE REGS. 15061 BECAUSE THE ACTIVITY IS NOT A PROJECT AS DEFINED BY P.R.C. 21065 AND 14 CAL. CODE REGS. 15378.
2. APPROVE THE SEVENTH MODIFICATION OF THE PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, FOR THE PERIOD JULY 1, 1990 THROUGH JUNE 30, 1991.

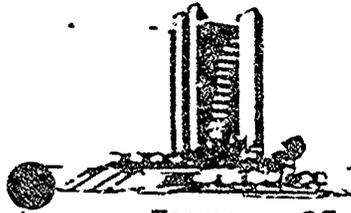


EXHIBIT "A"

CITY OF LONG BEACH

DEPARTMENT OF OIL PROPERTIES

333 WEST OCEAN BOULEVARD • LONG BEACH, CALIFORNIA 90802 • (213) 590-8354 • FAX 590-6191

January 25, 1991

Mr. Charles Warren
Executive Officer
State Lands Commission
1807 - 13th Street
Sacramento, California 95814

Subject: REQUEST FOR APPROVAL OF THE SEVENTH MODIFICATION TO THE PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT (JULY 1, 1990 THROUGH JUNE 30, 1991)

Dear Mr. Warren:

In accordance with the provisions of Part IV, Section A, of the 1990-1991 Plan and Budget, we are submitting for your approval the Seventh Modification of the Plan of Development and Operations and Budget of the Long Beach Unit covering the period July 1, 1990 through June 30, 1991.

The Seventh Modification to the Plan proposes to transfer \$580,000 from the Taxes, Permits and Land Rental Program to the Water Injection Program. This transfer will fund well conversion work scheduled through June 30, 1991, as follows:

<u>Well</u>	<u>Amount</u>
B-336I	\$ 50,000
C-604I	41,000
C-635I	59,000
C-408	75,000
C-515	75,000
D-503I	60,000
B-313I RD1	30,000
A-264	55,000
B-411	80,000
C-542	<u>55,000</u>
TOTAL	\$580,000

This modification does not augment the 1990-1991 Plan and Budget as funds are available in the Taxes, Permits and Land Rental Program, Account 61-811, Mining Rights Taxes. The affected budget categories are as follows:

<u>Account</u>	<u>Description</u>	<u>Current Budget</u>	<u>Transfer</u>	<u>Adjusted Budget</u>
41-402	Conversions	\$ 556,000	\$580,000	\$1,136,000
61-811	Mining Rights Taxes	<u>8,000,000</u>	<u>(580,000)</u>	<u>7,420,000</u>
		\$8,556,000	\$ 0	\$8,556,000

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Charles Warren
January 25, 1991
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The City of Long Beach, as Unit Operator of the Long Beach Unit, approves this Seventh Modification to the Plan of Development and Operations and Budget, and requests your review and approval at your earliest convenience.

Very truly yours,



Xenophon C. Colazas
Director

XCC:slg

FIN 312.002

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