

MINUTE ITEM

10/21/65

24. APPROVAL OF THIRD MODIFICATION OF THE 1965 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, WILMINGTON OIL FIELD, LOS ANGELES COUNTY - L.B.W.O. 10,155 AND L.A.W.O. 5200.301.

After consideration of Calendar Item 38 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE COMMISSION APPROVES THE ACTION BY THE EXECUTIVE OFFICER, PURSUANT TO SECTION 5(g) OF CHAPTER 138, STATUTES OF 1964, 1ST E.S., CONSENTING TO THE THIRD MODIFICATION OF THE 1965 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET FOR THE LONG BEACH UNIT.

Attachment

Calendar Item 38 (1 page)

38.

APPROVAL OF THIRD MODIFICATION OF THE 1965 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, WILMINGTON OIL FIELD; LOS ANGELES COUNTY - L.B.W.O. 10,155 AND L.A.W.O. 5200.301.

The City of Long Beach and the State, pursuant to the provisions of Chapter 138, Section 5(g), Statutes of 1964, 1st E.S., have mutually agreed to the Third Modification of the 1965 Plan of Development and Operations and Budget for the Long Beach Unit of the Wilmington Oil Field.

The Commission, at the meeting of April 8, 1965, approved the 1965 Plan of Development and Operations, and the 1965 Investment and Expense Budget for the Long Beach Unit. At the meeting of July 2, 1965, the Commission approved the action by the Executive Officer consenting to a Modification of the 1965 Plan of Development and Operations. This initial Modification revised the locations of the first 10 wells and provided for the drilling of 30 additional wells. At the meeting of August 26, 1965, the Commission approved the action by the Executive Officer consenting to the Second Modification of the 1965 Plan of Development and Operations and Budget. This Modification in Plan was necessary because of a change in the location of the oil delivery facility, and a Budget Modification was required by the change in the oil delivery site, refinement of cost estimates, and revised work scheduling.

The Third Modification of the Plan is necessary in order to construct a field office on Pier G, as well as a warehouse and marine loading facilities. The Second Modification of the Plan and Budget failed to include a reference to the field office. This Modification does not increase the total sum of \$350,000 allocated to Pier G in the Second Modification.

The subject Modification of the Plan has been reviewed by the Commission's staff and consultants, and has been found to be reasonable.

The Executive Officer, by letter dated October 6, 1965, consented to the Third Modification of the 1965 Plan of Development and Operations and Budget for the Long Beach Unit.

IT IS RECOMMENDED THAT THE COMMISSION APPROVE THE ACTION BY THE EXECUTIVE OFFICER, PURSUANT TO SECTION 5(g) OF CHAPTER 138, STATUTES OF 1964, 1ST E.S., CONSENTING TO THE THIRD MODIFICATION OF THE 1965 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET FOR THE LONG BEACH UNIT.