

MINUTE ITEM

This Calendar Item No. 35
 was approved as Minute Item
 No. 35 by the State Lands
 Commission by a vote of 2 CALENDAR ITEM
 to 0 at its 4/26/79
 meeting.

35.

4/79
 Thompson.

APPROVAL OF THE EIGHTH MODIFICATION OF THE 1978-1979 PLAN
 OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT,
 WILMINGTON OIL FIELD, LOS ANGELES COUNTY

The City of Long Beach has requested Commission approval of the Eighth Modification of the Plan of Development and Operations and Budget, Long Beach Unit, July 1, 1978, through June 30, 1979. This modification revises the Plan to include the drilling of a Lower Terminal Zone well from Pier J, and provides necessary funding by the transfer of \$460,000 from Development Drilling, Ranger Zone, where surplus funds exist, to Development Drilling, Lower Terminal Zone. The total Unit Budget, \$84,471,000, remains unchanged.

With approval of this modification, the affected Budget Items will be revised as follows:

	<u>Current Budget</u>	<u>This Modification</u>	<u>Adjusted Budget</u>
PART III			
A. <u>ESTIMATED EXPENDITURES FOR INVESTMENT</u>			
1. <u>DRILLING AND DEVELOPMENT</u>			
a. <u>Development Drilling</u>			
(2) Ranger Zone	\$6,800,000	\$(460,000)	\$6,340,000
(4) Lower Terminal Zone	-0-	460,000	460,000

The Commission's staff has reviewed the Eighth Modification and finds the drilling of the Lower Terminal Zone well and the Budget Item transfer necessary and appropriate to the development of the Unit.

IT IS RECOMMENDED THAT THE COMMISSION APPROVE THE EIGHTH MODIFICATION OF THE PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1978, THROUGH JUNE 30, 1979.

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Additionally, in accordance with Part IV, A.4.c. of the 1978-1979 Plan of Development and Operations and Budget for the Long Beach Unit, the following plan supplement for an additional project under \$100,000 has been approved by the Director, Department of Oil Properties, City of Long Beach and the Chief, Long Beach Operations, State Lands Commission; and is hereby reported to the Commission and incorporated in the Plan.

Plan Supplement No. 4. Purchase of a diesel-powered tractor and a 130-barrel vacuum truck at an estimated cost of \$94,000.

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