

MINUTE ITEM

This Calendar Item No. 23
was approved as Minute Item
No. 23 by the State Lands
Commission by a vote of 3
to 0 at its 3/24/83
meeting.

CALENDAR ITEM

23

3/24/83
W 17075
Lammers

APPROVAL OF
THE ELEVENTH MODIFICATION OF THE
PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET,
LONG BEACH UNIT,
JULY 1, 1982 THRU JUNE 30, 1983

The Eleventh Modification of the Plan of Development and Operations and Budget, Long Beach Unit would modify the Plan to provide for repair of storm damage to the Unit oil islands and at the same time increase the integrity of the rock dikes which protect these islands. Total funding of \$6,250,000 would be provided by transfer within the budget.

Severe damage occurred on the north side of Island White and the west side of Island Freeman during the storm of March 1, 1983 while lesser damage occurred elsewhere on the perimeters of these two islands and on the perimeters of Islands Grissom and Chaffee. To reduce the possibility of additional damage in the event of new storms, repairs were started immediately on islands White and Freeman with funds transferred from the Budget Contingency Fund.

In addition to repairing the existing damage it has been proposed that the size, height and depth of the armor rock be increased at this time to reduce the possibility of future damage. Repairs to the armor rock have been required almost biannually since the islands were constructed.

A 57, 58

S 27, 31

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CALENDAR ITEM NO. 23 (CONTD)

Following approval of the affected budget items would be as follows: (Thousands of Dollars)

<u>Budget Item</u>	<u>Current Budget</u>	<u>This Modification</u>	<u>Adjusted Budget</u>
B.4.b. Extraordinary losses and claims	510	5,750	6,260
D. Budget Contingency Fund	0	500	500
B.2.b.(13) Submersible Lift Surface	16,833	(3,125)	13,708
b.2.b.(14) Water Injection System	19,472	(3,125)	16,347

This modification has already been consented to under Section 5(g) of Chapter 138, Status of 1964, 1st E.S. by the Executive Officer, subject to ratification by the Commission. The Commission's approval, therefore, will be a ratification of the Executive Officer's action which is attached as Exhibit "A".

As the Commission staff predicted, when the 1982-83 Plan and Budget was presented to the State Lands Commission in April 1982, there are surplus funds in the Budget. The Ninth and Eleventh Modifications have added two large projects to the Plan and the funding for these projects, 14 million dollars, was from these surplus funds.

AB 884: N/A.

EXHIBIT: A. Letter to City of Long Beach.

IT IS RECOMMENDED THAT THE COMMISSION:

1. APPROVE THE ELEVENTH MODIFICATION OF THE PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1982 THROUGH JUNE 30, 1983.

STATE LANDS COMMISSION

WEST BROADWAY, SUITE 425
LONG BEACH, CALIFORNIA 90802

TELEPHONE: (213) 590-5243

EXHIBIT "A"

March 10, 1983

File Ref.: W 17075

City of Long Beach
P. O. Box 20050
Long Beach, CA 90801Attention: Mr. Xenophon C. Colazas, Director
Dept. of Oil Properties

Dear Mr. Colazas:

Subject: Eleventh Modification to the Plan of Development
and Operations and Budget, Long Beach Unit,
July 1, 1982 through June 30, 1983

The Executive Officer of the State Lands Commission hereby consents to the Eleventh Modification of the Plan of Development and Operations and Budget, Long Beach Unit (July 1, 1982 through June 30, 1983) in accordance with Section 5 (g) of Chapter 138, Statutes of 1964 1st. E.S. This consent is subject to ratification by the Commission.

Sincerely,

CLAIRE T. DEDRICK
Executive Officer

(Added 3/22/83)

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