

MINUTE ITEM

This Calendar Item No. 30
was approved as Minute Item
No. 30 by the State Lands
Commission by a vote of 3
to 0 at its 2/28/85
meeting.

CALENDAR ITEM

A 57, 58

S 29

30

02/28/85
W 17082
Lammers

SIXTH MODIFICATION OF THE 1984-1985
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 Sixth Modification of the 1984-1985 Plan of Development and Operations and Budget, Long Beach Unit. This modification would modify the Plan to provide for the purchase of up to four drilling rig traveling block hooks. At the present time there is adequate funding for this project in the appropriate Budget Item.

During the past three years there have been four malfunctions of the latching mechanism of one make of traveling block hook used on the Unit drilling rigs. To date the manufacturer has been unable to correct adequately the problem. There have been no problems with two other makes of hooks in use. While there have been no injuries so far, the possibility of serious injury to a member, or members, of the drilling crew exists each time a malfunction occurs. With the most recent failure, the cost to repair equipment and damage to the well was substantial.

The cost of new hooks of a different make is \$42,500 each and as many as four new hooks may be required depending on the level of drilling activity in the next budget year, for a total cost of \$170,000.

Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (14 Cal. Adm. Code 15061) the staff has determined that this activity is exempt from the requirements of the CEQA because it is not a "project" as defined by CEQA and the State CEQA Guidelines.

Authority: P.R.C. 21065 and 14 Cal. Adm. Code 15378.

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CALENDAR ITEM NO. 30 (CONT'D)

AGENDA: N/A.

IT IS RECOMMENDED THAT THE COMMISSION:

1. APPROVE THE SIXTH MODIFICATION OF THE 1984-1985 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT.
2. FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF THE CEQA PURSUANT TO 14 CAL. ADM. CODE 15061.

OTHER PERTINENT INFORMATION:

ALSO IN ACCORDANCE WITH PART IV A. 41 A. AND C., THE FOLLOWING PLAN SUPPLEMENTS ARE HEREBY REPORTED TO THE COMMISSION AND INCORPORATED INTO THE PLAN. THIS REPORTING REQUIRES NO ACTION BY THE COMMISSION.

1. CONTRACT WITH MAJOR PETROLEUM ENGINEERING FIRMS FOR A BROAD-BRUSH REVIEW OF THE RESERVOIRS OF THE UNIT, ESTIMATED COST - \$55,000.
2. PURCHASE ONE (1) 30' x 16' 2000 GAL. FIBERGLASS RAW WATER TANK IN THE PRODUCED WATER HANDLING FACILITY, J-2 SITE, ESTIMATED COST - \$95,000.
3. DISMANTLE AND REMOVE IDLE DERRICK AND SUBSTRUCTURE UNITS FROM ISLAND GRISSOM AND ISLAND WHITE, ESTIMATED COST - \$80,000.

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