10/27/66

MINUTE ITEM

50. APPROVAL OF DRILLING SCHEDULE FOR WELLS TO BE DRILLED IN NOVEMBER 1966 FROM ISLAND "A", 1966 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, WILMINGTON OIL FIELD, LOS ANGELES COUNTY - W.O. 5200.301.

After consideration of Supplemental Calendar Item 50 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMISSION APPROVES THE ACTION BY THE EXECUTIVE OFFICER PURSUANT TO SECTION 5(g), CHAPTER 138, STATUTES OF 1964, 1ST E.S., CONSENTING TO THE DRILLING SCHEDULE FOR WELLS TO BE DRILLED IN NOVEMBER 1966 FROM ISLAND "A" FOR THE 1966 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, SUBJECT TO THE FINAL BOTTOM-HOLE LOCATION PROCEDURES AS SET FORTH IN THE LONG BEACH CITY MANAGER'S LETTER REQUEST DATED OCTOBER 11, 1966.

Attachment Calendar Item 50 (2 pages) 50.

APPROVAL OF DRILLING SCHEDULE FOR WELLS TO BE DRILLED IN NOVEMBER 1966 FROM ISLAND "A", 1966 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, WILMINGTON CIL FIELD, LOS ANGELES COUNTY - W.O. 5200.301.

The City of Long Beach and the State, pursuant to the provisions of Section 5(g), Chapter 138, Statutes of 1964, 1st E.S., have mutually agreed to the drilling schedule for wells to be drilled in November 1966 from Island "A" for the 1966 Plan of Development and Operations and Budget, Long Beach Unit, specifying surface and bottom-hole locations, estimated rates of production, and estimated rates and pressures of injection.

The Commission, at its meeting of September 26, 1966, approved the drilling schedule for the fourth quarter of 1966, including the wells to be drilled during October 1966 from Island "A", with the understanding that approval of additional Island "A" wells would be requested at a later date. Four additional wells have now been scheduled and attached hereto as Exhibit "B-2".

The final surface and bottom-hole locations of three of these wells (A-117, A-719, and A-865-I) will not deviate by more than 25 feet and 100 feet, respectively, from the specified locations. The final bottom-hole location of well A-229-I cannot be precisely determined in advance since it will be bottomed in the vicinity of two postulated faults. Accordingly, well A-229-I will not be completed until the following further approvals by the City and State have been obtained.

The !inal bottom-hole location is to be approved by the Director or Assistant Director, Department of Oil Properties, City of Long Beach, and the Manager or Assistant Manager of Long Beach Operations, State Lands Division, and subject to the following conditions:

- 1. The well shall be an injector and completed in the F_1 to G_5 20' interval of the Ranger Zone.
- 2. The final bottom-hole location shall not be more than 500 feet from the tentative location given on Exhibit "B-2".
- 3. The well shall not be completed in a fault zone.
- 4. The well shall be completed in the most advantageous position, determined from geological and faulting information obtained from drilling the well, for the overall orderly development of the Ranger Zone.

In the event the City and State are unable to agree on the completion location of well A-229-I, said well shall be completed within 100 feet of the location specified for said well in Exhibit "B-2".

Review by the Commission's staff of the proposed locations for the subject wells indicates they are geologically sound and will provide an orderly and aggressive development of the Long Beach Unit.

SUPPLEMENTAL CALENDAR ITEM 50. (CONTD.)

The Executive Officer, by letter dated October 24, 1966, consented to the request for approval of drilling schedule for wells to be drilled in November 1966 from Island "A", subject to the final bottom-hole location procedures set forth in the Long Beach City Manager's letter of October 11, 1966.

IT IS RECOMMENDED THAT THE COMMISSION APPROVE THE ACTION BY THE EXECUTIVE OFFICER PURSUANT TO SECTION 5(g), CHAPTER 138, STATUTES OF 1964, 1ST E.S., CONSENTING TO THE DRILLING SCHEDULE FOR WELLS TO BE DRILLED IN NOVEMBER 1966 FROM ISLAND "A" FOR THE 1966 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, SUBJECT TO THE FINAL BOTTOM-HOLE LOCATION PROCEDURES AS SET FORTH IN THE LONG BEACH CITY MANAGER'S LETTER REQUEST DATED OCTOER 11, 1966.