

MINUTE ITEM

5/31/73
CVB

18. QUARTERLY REVIEW, THIRD QUARTER 1972-1973 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, WILMINGTON OIL FIELD, LOS ANGELES COUNTY.

The attached Calendar Item 16 was submitted to the Commission for information only, no action thereon being necessary.

Attachment:

Calendar Item 16 (1 page)

16.

QUARTERLY REVIEW, THIRD QUARTER
1972-1973 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET,
LONG BEACH UNIT, WILMINGTON OIL FIELD

Part IV.A.2 of the 1972-1973 Plan of Development and Operations and Budget for the Long Beach Unit provides for the submission of quarterly reviews of past operations and intended future operations by the City of Long Beach. Long Beach Unit production and expenditures for the third quarter of the 1972-1973 fiscal year as submitted by the City have been reviewed by the Division.

In summary, the oil production during the third quarter was 10,344,906 barrels, or 20,000 barrels higher than estimated in revised Exhibit C-3 included in the Twelfth Modification, resulting from the Second Quarterly Review. Gas production and water injection rates for the third quarter fall within the estimated ranges shown in Exhibits C-1 and C-2 of the 1972-1973 Plan and Budget.

Gross revenue for the third quarter was higher than previously forecast, due to the higher rate of oil production. Although expenditures for the quarter were somewhat higher than expected, the resulting net income was in excess of \$28 million, as previously estimated. Revision of the Economic Projections, Exhibits C-3 and C-4 is not warranted at this time.