

MINUTE ITEM

5/31/73
CVB

19. REVIEW OF THIRD QUARTER 1972-1973 FISCAL YEAR ESTIMATE OF OIL AND GAS PRODUCTION, OIL AND GAS LIQUIDS VALUE, INVESTMENT AND EXPENSE EXPENDITURES, NET REVENUE AND NET PROFITS, PARCEL "A", CITY OF LONG BEACH, WILMINGTON OIL FIELD, LOS ANGELES COUNTY.

The attached Calendar Item 17 was submitted to the Commission for information only, no action thereon being necessary.

Attachment:

Calendar Item 17 (1 page)

INFORMATIVE CALENDAR ITEM

5/73
CVB

17.

REVIEW OF THIRD QUARTER 1972-1973 FISCAL YEAR ESTIMATE OF OIL AND GAS PRODUCTION, OIL AND GAS LIQUIDS VALUE, INVESTMENT AND EXPENSE EXPENDITURES, NET REVENUE AND NET PROFITS, PARCEL "A", CITY OF LONG BEACH, WILMINGTON OIL FIELD, LOS ANGELES COUNTY

The Commission at its meeting of January 26, 1972, directed the Division to prepare and submit annual fiscal year estimates of oil and gas production, oil and gas liquids value, investment and expense expenditures, net revenue and net profits from Parcel "A", and to review quarterly such annual estimates. In compliance with this directive, estimates for the 1972-1973 fiscal year were prepared by the Division and presented to the Commission at its meeting of July 25, 1972.

The Division has reviewed these 1972-1973 fiscal year estimates in the light of actual production and expense through the third quarter, and modified the estimates as necessary. The estimated net revenue to the Tideland Oil Revenue Fund from Parcel "A" for the 1972-1973 fiscal year has been increased from \$2,671,000 to \$3,260,000 or \$589,000. This increase is due to an overall reduction in expenditures of \$871,000, which more than offset a \$282,000 reduction in estimated gross revenue for the year.

When fourth quarter production and cost information becomes available, it will be reviewed by the Division and brought to the attention of the Commission. The recent increase in crude oil price will increase tideland oil revenue to the State commencing in the next fiscal year.

A 39, 44, 68
S 32, 37