

MINUTE ITEM

11/29/73
CVB

15. REVIEW OF FIRST QUARTER 1973-1974 FISCAL YEAR PRODUCTION AND REVENUE, PARCEL "A", CITY OF LONG BEACH, WILMINGTON OIL FIELD, LOS ANGELES COUNTY.

The attached Calendar Item 13 was submitted to the Commission for information only, no action thereon being necessary.

Attachment:

Calendar Item 13 (1 page)

13.

REVIEW OF FIRST QUARTER 1973-1974
FISCAL YEAR PRODUCTION AND REVENUE,
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 the Commission's directive, fiscal year estimates for 1973-1974 were prepared by the Division and presented to the Commission at its meeting of August 30, 1973.

The Division has reviewed these 1973-1974 fiscal year estimates in the light of actual first quarter production and expense experience and determined that modification of the previously prepared fiscal year estimates is unwarranted at this time. Actual production and gross revenue for the first quarter were slightly greater than estimated. Costs for the first quarter were below the estimate due to deferment of drilling and plant investment. The net revenue to the Tideland Oil Revenue Fund was nearly \$180,000 above the estimate due principally to the deferment of investment.

When second quarter production and cost information becomes available, it will be reviewed by the Division. The Commission will be informed of any revisions in anticipated oil revenue which may be received by the State pursuant to Chapter 138, Statutes of 1964, 1st E.S.