

MINUTE ITEM

6/6/74
CVB

32. FIFTEENTH MODIFICATION OF THE 1973-1974 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, WILMINGTON OIL FIELD, LOS ANGELES COUNTY.

During consideration of Supplemental Calendar Item 30 attached, Mr. E. N. Gladish, Executive Officer, State Lands Commission, explained that additional funds were needed to meet the increase in unanticipated energy costs.

Upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION, PURSUANT TO SECTION 5(g), CHAPTER 138/1964, 1ST E.S., APPROVES THE FIFTEENTH MODIFICATION OF THE 1973-1974 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1973, THROUGH JUNE 30, 1974.

Attachment:

Supplemental Calendar Item 30 (1 page)

SUPPLEMENTAL CALENDAR ITEM

5/74
CVB

30.

FIFTEENTH MODIFICATION OF THE 1973-1974
PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET,
LONG BEACH UNIT, WILMINGTON OIL FIELD,
LOS ANGELES COUNTY

The City of Long Beach, in accordance with Section 5(g), Chapter 138/1964, 1st E.S., and PART IV.D.3.c. of the subject Plan and Budget, has requested approval of the Fifteenth Modification of the Plan of Development and Operations and Budget, Long Beach Unit, July 1, 1973, through June 30, 1974.

This Fifteenth Modification provides for a Budget augmentation of \$2,037,000 to provide sufficient funding for the expense portion of the Budget during the remainder of the fiscal year. Unanticipated increases in the cost of electrical energy and increased well servicing costs necessary to achieve the highest possible oil production rate are responsible for the major portion of this augmentation. After augmentation the total adjusted Budget will be \$48,905,000.

The Division has reviewed this Fifteenth Modification and finds proposed Budget augmentation necessary.

IT IS RECOMMENDED THAT THE COMMISSION, PURSUANT TO SECTION 5(g), CHAPTER 138/1964, 1ST E.S., APPROVE THE FIFTEENTH MODIFICATION OF THE 1973-1974 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1973, THROUGH JUNE 30, 1974.