

MINUTE ITEM

3/31/75
CVB

18. NINTH MODIFICATION OF THE 1974-1975 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, WILMINGTON OIL FIELD, LOS ANGELES COUNTY.

After consideration of Calendar Item 16 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION, PURSUANT TO SECTION 5(g), CHAPTER 138, STATUTES OF 1964, 1ST E.S., APPROVES THE NINTH MODIFICATION OF THE 1974-1975 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1974, THROUGH JUNE 30, 1975.

Attachment:

Calendar Item 16 (2 pages)

CALENDAR ITEM

3/75
CVB

16.

NINTH MODIFICATION OF THE 1974-1975
PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET,
LONG BEACH UNIT, WILMINGTON OIL FIELD,
LOS ANGELES COUNTY

The City of Long Beach, pursuant to the provisions of Section 5(g), Chapter 138, Statutes of 1964, 1st E.S., has requested approval of the Ninth Modification of the Plan of Development and Operations and Budget, Long Beach Unit (July 1, 1974, through June 30, 1975).

This Ninth Modification will augment the Budget by \$1,368,000 to provide additional funding for ad valorem taxes. The Mining Rights and Personal Property taxes levied by the County of Los Angeles and the City of Long Beach on the assessed value of the mineral rights and personal property in the Long Beach Unit were not known at the time the 1974-1975 Plan and Budget was prepared, and therefore Budget funding had to be estimated at that time.

The ad valorem taxes for Tract 1 and Tract 2 are approximately \$10,873,000 and \$79,000 respectively. These tax payments are chargeable as expenses in the Contractors' net profits accounts and therefore are borne by the State, except for the small net profits percentages of the contractors.

After approval of this Ninth Modification, the affected Budget Items will be adjusted as follows:

	<u>Current Budget</u>	<u>Ninth Modification</u>	<u>Adjusted Budget</u>
BUDGET PART III			
B. <u>ESTIMATED EXPENDITURES FOR EXPENSE</u>			
1. <u>UNIT TAXES & LICENSES</u>			
a. <u>Personal Property Taxes</u>	\$ 2,200,000	\$ 119,000	\$ 2,319,000
b. <u>Mining Rights Taxes</u>	9,000,000	1,249,000	10,249,000
TOTAL 1974-1975 BUDGET	\$63,787,000	\$1,368,000	\$65,155,000

The Division has reviewed this Ninth Modification and finds it necessary to augment the Budget in order to provide funding for increased mining rights and personal property taxes.

CALENDAR ITEM NO. 16. (CONTD)

IT IS RECOMMENDED THAT THE COMMISSION, PURSUANT TO SECTION 5(g), CHAPTER 138, STATUTES OF 1964, 1ST E.S., APPROVE THE NINTH MODIFICATION OF THE 1974-1975 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1974, THROUGH JUNE 30, 1975.

In accordance with PART IV.A.4.c. of the 1974-1975 Plan and Budget, the following Plan Supplements for additional projects under \$100,000 have been approved by the Manager, Long Beach Operations, State Lands Division, and are being reported and incorporated in the Plan. They require no action by the Commission. Funds for these supplementary projects have been provided by transfer within the Budget.

Plan Supplement No. 11 - Raise ramps and enlarge asphalt curbing on islands for containment of liquid spills (\$20,000).

Plan Supplement No. 12 - Raise berms and enlarge asphalt curb on Pier J for containment of liquid spills (\$16,700).

Plan Supplement No. 15 - Purchase double-ended outdoor unit substation (\$65,000).