

MINUTE ITEM

4/30/75
CVB

13. TENTH 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 11 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION APPROVES THE TENTH MODIFICATION OF THE PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1974, THROUGH JUNE 30, 1975.

Attachment:

Calendar Item 11 (1 page)

TENTH 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 and the Division have prepared the Tenth Modification of the Plan of Development and Operations and Budget, Long Beach Unit, July 1, 1974, through June 30, 1975, providing updated production and expense information, together with revised economic projections.

The Tenth Modification sets forth the Second Quarterly revision of Exhibits C-3 and C-4 in PART IV of the 1974-1975 Plan and Budget. The Plan provides that exhibits showing estimated oil and gas production rates, expenditures, and resulting net income shall be reviewed quarterly by the City of Long Beach and the Division and modified as necessary. This Modification does not require augmentation or transfer within the budget for the Long Beach Unit.

The actual oil production rate during the second quarter was 107,293 B/D, slightly less than the previously estimated rate of 107,717 B/D. Actual rate of gas production was an average of 26,239 MCF/D, somewhat lower than the 27,663 MCF/D estimated rate. The second quarter water injection rate of 619,717 B/D was 10,283 B/D below the 630,000 B/D estimated rate.

The economic projections indicate that the total income attributed to the Long Beach Unit during the 1974-1975 fiscal year is unchanged from previous estimates.

Additional operating expense will be reflected in the future in the Third quarterly revision of exhibits. They are due to increased ad valorem taxes and Field Contractor's employee wages, as reported in the Eighth and Ninth Modifications.

The Division has reviewed the Tenth Modification and finds that the estimated production, expense, and income figures in the revised Exhibits C-3 and C-4 are reasonable.

IT IS RECOMMENDED THAT THE COMMISSION APPROVE THE TENTH MODIFICATION OF THE PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1974, THROUGH JUNE 30, 1975.