

MINUTE ITEM

This Calendar Item No. C64
was approved as Minute Item
No. C64 by the State Lands
Commission by a vote of 3
to 0 at its 8-22-90
meeting.

CALENDAR ITEM

A 57, 58

C 64

08/22/90

W 17097

S 29

G. Scott

APPROVE SECOND MODIFICATION OF THE 1990-91
PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET,
LONG BEACH UNIT, WILMINGTON OIL FIELD,
LOS ANGELES COUNTY

The City of Long Beach has requested approval of the Second Modification of the 1990-91 Plan of Development and Operations and Budget, Long Beach Unit. Under the approved 1990-91 Plan and Budget, Part IV Procedures, any transfer of funds between Program Budgets shall be accomplished by Budget Modification in accordance with Section 5(g) of Chapter 138. This Modification would modify the plan to provide for the transfer of \$320,000 from the Oil and Gas Production Program to the Management, Administration and Special Projects Program. These funds are needed to install a gas detection system at the J-4 and J-5 sites. The total adjusted budget would remain unchanged at \$141,535,000 plus carryover.

This project was contemplated in the development of the Five Year Plan with work to begin during the 1991-92 Fiscal Year. However, the levels of hydrogen sulfide gas now being detected in these areas are of sufficient concern that the project should be advanced and completed as soon as possible.

AB 884: N/A.

OTHER PERTINENT INFORMATION:

1. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (14 Cal Code Regs. 15061), the staff has determined that this activity is exempt from the requirements of the CEQA because the activity is not a "project" as defined by CEQA and the State CEQA Guidelines.

CALENDAR ITEM NO. C 6 4 CONT'D

Authority: P.R.C. 21065 and 14 Cal. Code
Regs. 15378.

- EXHIBIT: A. Letter Requesting Approval of Second
Modification to Plan of Development and
Operations and Budget, Long Beach Unit
(July 1990 through June 30, 1991).

IT IS RECOMMENDED THAT THE COMMISSION:

1. FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF
THE CEQA PURSUANT TO 14 CAL. CODE REGS. 15061 BECAUSE THE
ACTIVITY IS NOT A PROJECT AS DEFINED BY P.R.C. 21065 AND
14 CAL. CODE REGS. 15378 AND;
2. APPROVE THE SECOND MODIFICATION OF THE PLAN OF DEVELOPMENT
AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1990
THROUGH JUNE 30, 1991.

EXHIBIT "A"

DEPARTMENT OF OIL PROPERTIES

110 WEST OCEAN BOULEVARD • LONG BEACH, CALIFORNIA 90802 • (310) 593-6354 • FAX 593-6797

July 31, 1990

Charles Warren
Executive Officer
State Lands Commission
245 West Broadway - Suite 425
Long Beach, California 90802

Subject: REQUEST FOR APPROVAL OF THE SECOND MODIFICATION TO
THE PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET
OF THE LONG BEACH UNIT (JULY 1, 1990 THROUGH JUNE
30, 1991)

Dear Mr. Warren:

In accordance with the provisions of Part IV, Section A, and Part V of the 1990-91 Plan and Budget, we are submitting for your approval the Second Modification to the Plan of Development and Operations and Budget of the Long Beach Unit covering the period July 1, 1990 through June 30, 1991.

This modification proposes the transfer of \$320,000 into Account 51-463, Fire Protection and Safety Equipment to fund a project to install a gas detection system at the J-4 and J-5 sites. This project was contemplated in the development of the Five Year Plan with work to begin during the 1991-1992 Fiscal Year. However, the levels of hydrogen sulfide gas now being detected in these areas are of sufficient concern that the project should be advanced and completed as soon as possible.

The funds for this transfer are most readily available in Account 23-405, Oil Gathering. After approval of this modification, the affected accounts will be as follows:

<u>Account</u>	<u>Description</u>	<u>1990-1991 Budget</u>	<u>Transferred Amount</u>	<u>Adjusted Budget</u>
51-463	Fire Protec- tion & Safety Equipment	\$ 350,000	\$ 320,000	\$670,000
23-405	Oil Gathering	1,300,000	(320,000)	980,000

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Charles Warren
July 31, 1990
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The City of Long Beach, as Unit Operator of the long Beach Unit, approves this proposed modification. In accordance with Section 5 of Chapter 138, 1964 First Extraordinary Session, your approval of the proposed modification is requested.

Very truly yours,

Xenophon C. Colaxas
Director

James L. Hurst

by: James L. Hurst, Jr.
Administrative Officer

XCC:JLH:slg

FIN 312.002

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DEPARTMENT OF OIL PROPERTIES

33 WEST OCEAN BOULEVARD • LONG BEACH, CALIFORNIA 90802 • (714) 590-6254 • FAX 590-6191

July 31, 1990.

Charles Warren
Executive Officer
State Lands Commission
245 West Broadway - Suite 425
Long Beach, California 90802

Subject: REQUEST FOR APPROVAL OF THE SECOND MODIFICATION TO
THE PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET
OF THE LONG BEACH UNIT (JULY 1, 1990 THROUGH JUNE
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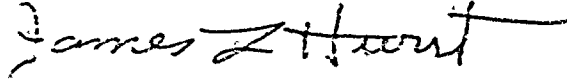
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Charles Warren
July 31, 1990
Page Two

The City of Long Beach, as Unit Operator of the long Beach Unit, approves this proposed modification. In accordance with Section 5 of Chapter 138, 1964 First Extraordinary Session, your approval of the proposed modification is requested.

Very truly yours,

Xenophon C. Colazas
Director



by: James L. Hurst, Jr.
Administrative Officer

XCC:JLH:slg

FIN 312.002

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