

MINUTE ITEM

This Calendar Item No. C13
was approved as Minute Item
No. 13 by the State Lands
Commission by a vote of 3
to 0 at its 2/16/91
meeting.

CALENDAR ITEM

A 57, 58
S 29

C 1 3

02/06/91
W 17097
G. Scott

APPROVE THE SIXTH MODIFICATION TO 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 Sixth Modification of the 1990-91 Plan of Development and Operations and Budget, Long Beach Unit. This Modification does not change the 1990-91 Plan and Budget because funds are available to transfer from the Management Program, Account 52-986, Management Projects.

The Sixth Modification to the Plan will require a cost expenditure of \$148,000 which was not contemplated during the development of the 1990-1991 Plan and Budget, to allow for the purchase of some reservoir description products developed and offered by ARCO Oil and Gas Company. The products will be used by State Lands Commission, City of Long Beach Department of Oil Properties and THUMS engineering and geological staffs in the planning of future reservoir. The funds will be made available by the deferral of a Tracer project which was originally planned in the 1990-1991 fiscal year.

The \$148,000 will include payment for services of ARCO research personnel, ARCO consultants, and vendors providing specialized services such as well log digitizing. Six deliverable products will be provided which consist of Ranger Zone and Terminal Zone True Stratigraphic Thickness sections, a sand marker database, a porosity log database, a core analysis database, a core description database, and algorithms to calculate sand porosity and water saturation. It is expected the products will be provided to the Unit by the end of June 1991.

CALENDAR ITEM NO. C I 8 (CONT'D)

These engineering and geological products are not currently available and would require a separate effort at higher costs to generate if they were not purchased from ARCO.

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 Commission's review of this activity is exempt from the requirements of the CEQA because such action by the Commission is not approval of a project under CEQA.

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

EXHIBIT:

- A. City of Long Beach letter dated January 4, 1991, requesting approval of the Sixth Modification to the Long Beach Unit Plan and Budget, July 1, 1990 to June 30, 1991.

IT IS RECOMMENDED THAT THE COMMISSION:

1. FIND THAT THE ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF 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 SIXTH MODIFICATION OF THE PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, FOR THE PERIOD JULY 1, 1990 TO JUNE 30, 1991.

EXHIBIT "A"

CITY OF LONG BEACH

DEPARTMENT OF OIL PROPERTIES

303 WEST OCEAN BOULEVARD • LONG BEACH, CALIFORNIA 90802 • (310) 380-0864 • FAX (310) 380-0861

January 4, 1991

RECEIVED
JAN 4 1991
STATE LANDS COMMISSION

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

JAN 8 - 1991

VKD

DJE

PVJ

PBM

WEP

CEP

EJR

WMT

JWW

ADW

FILE

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

Dear Mr. Warren:

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

The Sixth Modification to the Plan, will allow for the purchase of the reservoir description products offered by ARCO Oil and Gas Company. For proper planning of future reservoir development, Unit engineers and geologists need access to accurate reservoir descriptions based on detailed geological data and displays. At this time, such detailed geological data and displays are not available.

The cost of the geological data and displays is \$148,000. This purchase was not contemplated during the development of the 1990-1991 Plan and Budget. This modification does not change the 1990-1991 Plan and Budget as funds are available in the Management Program, Account 52-986, Management Projects. These funds are made available by the deferral of a Tracer project planned for fiscal year 1990-1991.

The City of Long Beach, as Unit Operator of the Long Beach Unit, approves this Sixth Modification to the Plan of Development and Operations and Budget, and requests your review and approval at your earliest convenience.

Very truly yours,



Xenophon C. Colazas
Director

XCC:slg

FIN 312.002

Copy to record 1/4/91

(ADDED 02/05/91)

CALENDAR PAGE 117
MINUTE PAGE 230