

Calendar Item
 Calendar Item No. 26
 Calendar Item
 By the State Lands
 Commission by a vote of 3
0 at its 12/17
 meeting.

CALENDAR ITEM

1/77
WNT

26.

APPROVAL OF THE FOURTH MODIFICATION OF THE 1976-1977
 PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG
 BEACH UNIT, WILMINGTON OIL FIELD

The City of Long Beach, pursuant to the provisions of
 Section 5(g), Chapter 138/1964, 1st E.S., has requested
 Commission approval of the Fourth Modification of the Plan
 of Development and Operations and Budget, Long Beach Unit,
 July 1, 1976 through June 30, 1977.

This Fourth Modification will transfer \$1,040,000 from the
 Field and Well Facilities portion of the Investment Budget
 to the Water Injection System portion of the Expense Budget.
 This will provide funds for expenditures on the pilot caustic
 water injection program for enhanced oil recovery that are
 partially reimbursed by the Federal Energy Research and
 Development Administration (ERDA). In the Long Beach Unit
 Accounting system, expenditures for pilot projects are charged
 to expense. The total Budget, \$75,276,000, will remain
 unchanged.

After approval of this Fourth Modification the affected Budget
 items will be adjusted as follows:

	CURRENT BUDGET	THIS MODIFICATION	ADJUSTED BUDGET
<u>BUDGET PART III</u>			
A. <u>ESTIMATED EXPENDITURES</u>			
<u>FOR INVESTMENT</u>			
2. <u>Field and Well Facilities</u>			
b. <u>Gathering, Treating</u>			
<u>Storage & Distribution</u>			
<u>Oil Systems</u>			
(1) Gathering	\$129,000	\$(108,000)	\$ 21,000
(2) Well Test	138,000	(100,000)	38,000
(10) Produced Water Handling	4,708,000	(32,000)	4,676,000
c. <u>Injection Water Treating</u>			
<u>and Distribution</u>			

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	<u>CURRENT BUDGET</u>	<u>THIS MODIFICATION</u>	<u>ADJUSTED BUDGET</u>
(1) Water Injection System	\$ 884,000	\$(800,000)	\$ 84,000

R. ESTIMATED EXPENDITURES
FOR EXPENSE

2. OPERATING EXPENSE

b. Field Systems
Water Injection

(14) Water Injection System	\$6,823,000	\$1,040,000	\$7,863,000
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The Division has reviewed this proposed Fourth Modification and is of the opinion that the Budget transfers are necessary to properly fund expenses for the pilot caustic water injection project.

IT IS RECOMMENDED THAT THE COMMISSION APPROVE THE FOURTH MODIFICATION OF THE PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1976, THROUGH JUNE 30, 1977.