MINUTE ITEM

This Calendar item No. 54-was approved as 1 note Item No. 54-by the State Lands Commission by a vote of at its 4-by the State Lands Commission by a vote of the state Item at its 4-by the state Item at its 4-by

CALENDAR ITEM

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4/81 Thompson

APPROVAL OF THE ELEVENTH MODIFICATION
OF THE 1980-1981 PLAN OF DEVELOPMENT
AND OPERATIONS AND BUDGET
LONG BEACH UNIT
WILMINGTON OIL FIELD

The City of Lone Beach has requested approval of the Eleventh Modification of the 1980-1981 Plan of Development and Operations and Budget, Long Beach Unit.

The Eleventh Modification changes the Plan to provide for the redrilling of an additional existing well to another zone and will transfer \$500,000 of budgeted investment funds from Budget PART III, A.1.a.(2), Development Drilling, Ranger Zone to PART III, A.1.c.(1) Other Well Work, Redrills (Other Zones). The total Unit Budget remains unchanged. This Plan change and these transferred funds are required for the redrilling of Well D-425 I, currently completed in the Union Pacific-Ford Zone, to the Ranger Zone.

Commission approval of this Eleventh Modification will ratify the action taken by the Executive Officer on April 8, 1981, pursuant to Section 5(g), Chapter 138/1964, 1st E.S. and PART IV, Sections A.1., A.5.a. and D.3.c. of the 1980-1981 Plan and Budget, consenting to the subject modification.

The Commission's staff has reviewed the Eleventh Modification and finds the redrilling of Well D-425 I to a shallower zone at this time to be economically advantageous by both reusing an existing well conductor and surface pipe and requiring only a short drilling rig move at reduced cost.

IT IS RECOMMENDED THAT THE COMMISSION APPROVE THE ELEVENTH MODIFICATION OF THE PLAN OF DEVELOPMENT AND OPERATIONS AND BUDGET, LONG BEACH UNIT, JULY 1, 1980, THROUGH JUNE 30, 1981.

Additionally, in accordance with PART IV. A.4.c. of the 1980-1961 Plan of Development and Operations and Budget for the Long Beach Unit, the following Plan Supplements for additional projects under \$100,000 have been approved by the Director, Department of Oil Properties, City of Long Beach and the Chief, Long Beach Gperations, State Lands Commission and incorporated in the Plan. These projects require no action by the Commission.

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CALENDAR ITEM NO. 34 (CONTD)

Plan Supplement 7. Purchase word processer with data recorder to improve office efficiency.

Plan Supplement 8. Purchase office furniture to replace that which is currently rented or will be rented for staff additions.

Plan Supplement 9. Purchase a diesel powered tractor for lease and off-lease hauling in place of a rented unit.

Plan Supplement 10. Purchase a 1000 foot oil spill control boom to replace one which and deteriorated beyond economic repair.

Plan Supplement 11. Provide funds for equipment, materials and services for laboratory research to be done by California State University. Long Beach for improving reclaimed sewage water for oil field water injection.

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