

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:

RESOLUTION NO. G-2087

..... Orig. and Copy
..... to Executive Director

R E S O L U T I O N

UTILITIES DIVISION
BRANCH/SECTION: Gas
DATE: May 24, 1977

..... Director
..... Numerical File
..... Alphabetical File
..... Accounting Officer

SUBJECT: Gas Exploration and Development Adjustment (GEDA) Project Letter No. 77-A Filed for Approval Pursuant to Procedures Prescribed by Decision No. 81898, and Decision No. 87137 Extending Authority

WHEREAS: PACIFIC LIGHTING SERVICE COMPANY and SOUTHERN CALIFORNIA GAS COMPANY by GEDA Project Letter No. 77-A, filed April 26, 1977 have requested approval of gas exploration and development activities on the North Slope of Alaska under the following circumstances:

1. Applicant's request is for authority to participate in the funding of a single well project on the North Slope, east of Prudhoe Bay.
2. The producer is Exxon who estimates the cost of the well at \$15,000,000. Exxon is providing \$7,500,000 of the required funds and the balance is provided by a group identified as "Tipperary". Pacific Lighting Gas Development (PLGD), as a member of the Tipperary group, will contribute \$500,000.
3. In return PLGD will obtain a 5% working interest in production and a call on 50% of the gas.
4. The resulting 1977 cost of service is estimated at \$37,000 or 0.001¢/therm.
5. We find that the request to participate in the funding of the well should be granted and that a public hearing is not necessary, therefore, good cause appearing,

IT IS ORDERED that:

1. Authority be granted pursuant to the provisions of Decisions Nos. 81898 and 81837 for Pacific Lighting Service Company and Southern California Gas Company to participate in funding the above project.
2. The 1977 cost of service associated with the funding of the project shall be accumulated and reflected in the next annual adjustment for under or over collections.
3. The Project Letter be marked to show that it was accepted for filing under Resolution of the Public Utilities Commission of the State of California No. G-2087. The effective date of this Resolution is the date hereof.

I hereby certify that the foregoing Resolution was duly introduced, passed and adopted at a regular conference of the Public Utilities Commission of the State of California, held on the 24th day of May, 1977, the following Commissioners voting favorably thereon:

S. Dapp

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Executive Director