PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:	RESOLUTION NO. G-2220
Orig. and Copy to Executive Director RESOLUTION	UTILITIES DIVISION BRANCH/SECTION: Gas
Director	DATE: May 16, 1978
Numerical File	
Alphabetical File	
Accounting Officer	
Gas Exploration and Development Ad, SUBJECT: Letter No. 78-I Filed for Approval Prescribed by Decision No. 88121.	

WHEREAS: NATURAL GAS CORPORATION OF CALIFORNIA AND PACIFIC GAS AND ELECTRIC COMPANY by GEDA Project Letter No. 78-I filed April 20, 1978, have requested approval of gas exploration and development activities in the Rocky Mountains under the following circumstances:

- 1. Applicant's request is for authority to fund the Pacific Transmission Supply Company (PTS) drilling program during the next nine months.
- 2. This is an interim project to allow development of PTS' holdings during 1978 while PTS and NGC negotiate a comprehensive partnership agreement.
- 3. The terms and conditions will be subject to revision consistent with the terms and conditions ultimately adopted by the Commission with respect to the comprehensive program. Should the Commission not approve the comprehensive program, NGC would retain the acreage earned from PTS under the interim agreement.
- 4. The resulting cost of service is estimated at \$455,464 or $0.0058\phi/\text{therm}$ in 1978 and \$1.433.559 or 0.0187 ϕ/therm in 1979.
- 5. We find that the request to participate in the funding of the above project 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 Decision No. 88121 for Natural Gas Corporation of California and Pacific Gas and Electric Company to participate in funding the above project.
- 2. The 1978 cost of service associated with the funding 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-2220. 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 16th day of May 19.78, the following Commissioners voting favorably thereon:

