

MINUTE ITEM

This Calendar Item No. 15
was approved as Minute Item
No. 15 by the State Lands
Commission by a vote of 2
to 0 at its 11/30/77 CALENDAR ITEM
meeting.

15.

11/77
W 9738
Hight

PLACING OF SUBPOENAED DOCUMENTS INTO RECORD
OF INVESTIGATION CONCERNING REASONABLE MARKET VALUE
OF NATURAL GAS IN NORTHERN CALIFORNIA

The State Lands Commission has been conducting an investigation into the reasonable market value of natural gas in Northern California for the purpose of gathering data upon which to base a determination of the reasonable market value which is due the State for its royalty share of gas production under various leases and agreements in the Rio Vista, River Island and Ryer Island fields.

The Commission's investigatory powers are derived from section 6103 of the Public Resources Code and Article 2 of Chapter 2 of Division 3 of Title 2 of the Government Code. These powers have been delegated by the Commission to its Executive Officer. Acting pursuant to such delegated powers, the Executive Officer has issued subpoenas to Pacific Gas and Electric Company, Union Oil Company of California and the Spreckels Sugar Division of Amstar Corporation for certain gas sales contracts, gas exchange agreements and special delivery agreements, as well as modifications and amendments thereto and supporting or related data and documentation.

All materials that have been received by the Executive Officer as a result of the subpoenas have been presented to the Commission. Additional subpoenas may be issued in the future, and the materials received as a result of these future subpoenas will also be presented to the Commission. The Commission now wishes to make a part of the public investigatory record, documents and other materials obtained and to be obtained from subpoenas issued in the course of this investigation.

IT IS RECOMMENDED THAT THE COMMISSION PLACE INTO THE INVESTIGATORY RECORD ON THE REASONABLE MARKET VALUE OF NATURAL GAS IN NORTHERN CALIFORNIA, ALL DOCUMENTS AND OTHER MATERIALS RECEIVED AS A RESULT OF SUBPOENAS ISSUED IN THE COURSE OF ITS INVESTIGATION TO PACIFIC GAS AND ELECTRIC COMPANY, UNION OIL COMPANY OF CALIFORNIA AND SPRECKELS SUGAR DIVISION OF AMSTAR CORPORATION. THE COMMISSION ALSO PROVIDES THAT ALL DOCUMENTS AND OTHER MATERIALS YET TO BE RECEIVED AS A RESULT OF SUBPOENAS NOW OR HEREAFTER ISSUED IN THE COURSE OF ITS INVESTIGATION SHALL BE PLACED IN THE INVESTIGATORY RECORD UPON THEIR RECEIPT.

A 5, 9, 10, 12

S 4, 6, 7