
June 7, 2001

ADVICE 1549-E-A
(U 338-E)

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA
ENERGY DIVISION

SUBJECT: Supplement to the Real Time Energy Metering
Memorandum Account Proposed in Advice 1549-E

Southern California Edison Company (SCE) hereby submits for filing the following changes to its tariff schedules. The revised tariff sheets are listed on Attachment A and are attached hereto.

PURPOSE

This advice filing supplements, in part, the Real Time Energy Metering (RTEM) Memorandum Account proposed in Advice 1549-E. The RTEM Memorandum Account will be used to record for future recovery the incremental costs associated with installing and operating RTEM equipment including any associated taxes, to the extent these costs exceed the funding provided by the California Energy Commission (CEC). This supplemental filing provides further clarification and detail to the operation of the RTEM Memorandum Account as originally set forth in Advice 1549-E.

BACKGROUND

On May 25, 2001, SCE filed Advice 1549-E and proposed the establishment of the RTEM Memorandum Account. As a result of discussions with the CEC, it was agreed that further clarification and detail on the tracking of capital costs and CEC funding was necessary and is hereby reflected in the tariffs set forth in this supplemental filing.

As listed in Attachment A, the Preliminary Statement, Part N, Memorandum Accounts has been modified to reflect the establishment of the RTEM Memorandum Account.

This advice filing will not increase any rate or charge, cause the withdrawal of service, or conflict with any schedule or rule.

EFFECTIVE DATE

SCE requests that the Commission approve this supplemental advice filing at its June 14, 2001 Commission Conference. As discussed in Advice 1549-E, absent such authorization, SCE will not be able to install the communication infrastructure enabling the RTEM system to function, which in turn, will cause the state to forgo the conservation benefits of RTEM during the summer and fall of 2001.

NOTICE

In accordance with Section III, Paragraph G, of General Order No. 96-A, SCE is mailing copies of this advice filing to the interested parties shown on the attached service list and A.00-11-038, *et al.* Requests for address changes to the attached GO 96-A Service List should be directed to Emelyn Lawler at (626) 302-3985 or by electronic mail at Emelyn.Lawler@sce.com.

Further, in accordance with Public Utilities Code Section 491, notice to the public is hereby given by filing and keeping the advice filing open for public inspection at SCE's corporate headquarters.

For questions, please contact Jim Yee at (626) 302-2509 or by electronic mail at James.Yee@sce.com.

Southern California Edison Company

Akbar Jazayeri

AJ:jy/eml
Attachments

Cal. P.U.C.
Sheet No.

Title of Sheet

Cancelling Cal.
P.U.C. Sheet No.

Original 29418-E
Original 29419-E

Preliminary Statement Part N
Preliminary Statement Part N

Revised 29420-E

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Revised 29391-E

PRELIMINARY STATEMENT

Sheet 102

(Continued)

N. MEMORANDUM ACCOUNTS (Continued)

72. Real Time Energy Metering (RTEM) Memorandum Account

The purpose of the RTEM Memorandum Account is to track and record incremental costs associated with the installation and operation of RTEM equipment to the extent these costs exceed the funding provided by the California Energy Commission (CEC). In ABX1-29 and SBX1-5 signed into law by Governor Davis, the CEC will provide certain funding for the purchase of real time meters and related infrastructure in order to facilitate energy conservation and help ameliorate the state energy crisis. Costs recorded in the RTEM Memorandum Account shall include operation and maintenance (O&M) costs and the capital-related revenue requirement associated with the real time energy meters. O&M costs shall include payments to paging service vendors and telephone companies for installation and communication fees, software license renewals and server software, O&M for RTEM servers and application programs, meter order processing costs during installation, customer training, initial billing, and program operations and management costs for load curtailment programs. Capital related costs shall include equipment and engineering/installation labor for meters and communications equipment, servers, workstations and infrastructure to initiate, process, and transfer meter reads, applications software, and purchased third-party software. As discussed below, the capital-related revenue requirement will be adjusted monthly to reflect funding provided by the CEC.

SCE shall maintain a separate subaccount to track all RTEM capital costs incurred and all payments received from the CEC for the reimbursement of RTEM installation. Capital costs incurred for RTEM shall be reduced by the CEC reimbursement amounts received during the month for the determination of the revenue requirement associated with net RTEM capital costs. RTEM capital costs incurred and CEC payments received in subsequent months will result in a revised monthly revenue requirement associated with the net RTEM capital costs for that month.

A debit entry shall be made to the RTEM Memorandum Account at the end of each month to record the O&M costs and revenue requirement associated with the Real Time Energy Meter capital related costs. As discussed above, any time the CEC provides any contribution to SCE for its capital investment, a new capital-related revenue requirement will be calculated and reflected in this account. The RTEM Memorandum Account shall track O&M costs and net capital-related revenue requirement associated with Real Time Energy Meters until SCE's next General Rate Case, at which time, SCE will begin recovering the ongoing costs in its base rates.

Interest shall accrue to the RTEM Memorandum Account by applying the Interest Rate to the average of the beginning and ending account balances.

SCE will request Commission approval for recovery of the costs recorded in the RTEM Memorandum Account in its annual Revenue Adjustment Proceeding, or any other proceeding expressly authorized by the Commission.

(Continued)

(To be inserted by utility)

Advice 1549-E-A

Decision _____

Issued by

John R. FielderSenior Vice President

(To be inserted by Cal. PUC)

Date Filed Jun 7, 2001Effective Jun 28, 2001

Resolution _____