

PUBLIC UTILITIES COMMISSION

SAN FRANCISCO, CA 94102-3298



May 4, 2011

Advice Letter 1970-E

Akbar Jazayeri
Vice President, Regulatory Operations
Southern California Edison Company
P O Box 800
Rosemead, CA 91770

**Subject: Implementation of Affiliate Transaction Rules with Respect
to an Affiliate, San Juan Mesa Wind Project, LLC**

Dear Mr. Jazayeri:

Advice Letter 1970-E is approved as of June 30, 2007 pursuant to Ordering Paragraph 2 of Decision 07-01-024.

Sincerely,

A handwritten signature in blue ink, appearing to read "Julie A. Fitch".

Julie A. Fitch, Director
Energy Division

February 24, 2006

**ADVICE 1970-E
(U 338-E)**

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA
ENERGY DIVISION

SUBJECT: Implementation of Affiliate Transaction Rules With Respect to
an Affiliate, San Juan Mesa Wind Project, LLC

In accordance with Decision (D.) 97-12-088, Appendix A, Rule VI.B, adopted December 16, 1997, Southern California Edison Company (SCE) hereby submits this notice regarding implementation of the California Public Utilities Commission's (Commission) Affiliate Transaction Rules for the creation of a recently-created affiliate: San Juan Mesa Wind Project, LLC (San Juan Mesa Wind).

PURPOSE

This advice filing demonstrates how SCE will implement the Commission's Affiliate Transaction Rules, adopted in D.97-12-088 and modified by D.98-08-035, D.99-09-002, and D.02-02-046 (Rules), for a recently-created affiliate addressed by the Rules. This advice filing is made in compliance with Rule VI.B.

BACKGROUND

D.97-12-088 adopted rules governing the relationship between California's natural gas local distribution companies and electric utilities and certain of their affiliates. For purposes of an electric utility, the rules apply to all utility transactions with affiliates engaging in the provision of a product that uses electricity or services that relate to the use of electricity, unless otherwise exempted by the rules.

Rule VI.B pertains to compliance plans for new affiliates subject to the Rules:

“Upon the creation of a new affiliate which is addressed by these Rules, the utility shall immediately notify the Commission of the creation of the new affiliate, as well as posting notice on its electronic bulletin board. No later than 60 days after the creation of this affiliate, the utility shall file an advice letter with

the Energy Division of the Commission, served on the parties to this proceeding. The advice letter shall demonstrate how the utility will implement these Rules with respect to the new affiliate.”

San Juan Mesa Wind is an indirect subsidiary of Edison Mission Energy, a “Class A” affiliate of SCE (i.e., subject to the Rules). San Juan Mesa Wind will also be considered a Class A affiliate of SCE, because it is engaged in the provision of a product that uses electricity or a service that relates to the use of electricity as described below. As required, SCE has previously notified the Commission and posted notice of the acquisition/creation of this new affiliate on SCE’s affiliate transaction Web site (<http://www.sceaffiliatebb.com/notice.htm>). This information can also be accessed on Edison International’s Web site (<http://www.edison.com>).

Commission Resolution E-3539, adopted September 17, 1998, specified that the following information be provided upon the creation of a new affiliate:

New Affiliate Name:	San Juan Mesa Wind Project, LLC
Date Affiliate Created/Acquired:	December 27, 2005
Headquarters:	18101 Von Karman Avenue, #1700, Irvine, CA 92612
Primary Officers:	G. Loughman-President, J. Scilacci- CFO, L. Mount-Sr. VP & Gen. Counsel, R. Mann-VP
Contact for CPUC:	Veronica Gutierrez, (626) 302-6710
Intended Function:	San Juan Mesa Wind is a 120 megawatt wind-driven electric generation facility in New Mexico.

Affiliate Transaction Rule VI.A requires SCE to file and maintain a compliance plan addressing implementation of the Rules with regard to its affiliates. The current document guiding SCE’s compliance with the affiliate transaction rules is the Compliance Plan Update 2005 (CP05), filed on December 23, 2005 (Advice 1949-E).

No unusual or unique circumstances exist that would require affiliate transaction rule implementation measures for San Juan Mesa Wind that differ from those already identified for other affiliates. Therefore, SCE will apply the provisions of Advice 1949-E to all transactions with this new affiliate. If the Commission modifies or requires amendment of SCE’s current and prevailing compliance plan, or in the event that SCE files a periodic update to its compliance plan, SCE will apply all such changes or the provisions of such amended plans to this new affiliate.

SCE acknowledges that, in regard to San Juan Mesa Wind, the rules and policies regarding nondiscrimination, disclosure of information, separation of systems and transfer pricing are particularly significant. Although all of the affiliate transaction rules apply to SCE’s transactions with San Juan Mesa Wind, SCE notes in particular the compliance measures discussed in SCE’s CP05 for Rules III.B-C, III.E, IV.A-B, IV.D,

IV.F, V.C-E, and V.H in regard to this new affiliate. The volume and nature of transactions between SCE and this new affiliate, if any, cannot be predicted with certainty. If such transactions occur, they will be subject to the mechanisms and procedures identified in SCE's prevailing compliance plan, for the relevant Rules noted above.

San Juan Mesa Wind will determine its staffing needs independently of SCE. If San Juan Mesa Wind, should employ any individuals currently employed by SCE, the provisions of Rule V.G will be followed in full.

No cost information is required for this advice filing.

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

EFFECTIVE DATE

This advice filing is made in compliance with D.97-12-088 and will become effective on the 30th calendar day after the date filed, which is March 26, 2006.

NOTICE

Anyone wishing to protest this advice filing may do so by letter via U.S. Mail, facsimile, or electronically, any of which must be received no later than 20 days after the date of this advice filing. Protests should be mailed to:

CPUC, Energy Division
Attention: Tariff Unit
505 Van Ness Avenue
San Francisco, California 94102
E-mail: jjr@cpuc.ca.gov and jnj@cpuc.ca.gov

Copies should also be mailed to the attention of the Director, Energy Division, Room 4004 (same address above).

In addition, protests and all other correspondence regarding this advice letter should also be sent by letter and transmitted via facsimile or electronically to the attention of:

Akbar Jazayeri
Director of Revenue and Tariffs
Southern California Edison Company
2244 Walnut Grove Avenue
Rosemead, California 91770
Facsimile: (626) 302-4829
E-mail: AdviceTariffManager@sce.com

Bruce Foster
Vice President of Regulatory Operations
c/o Karyn Gansecki
Southern California Edison Company
601 Van Ness Avenue, Suite 2040
San Francisco, California 94102
Facsimile: (415) 673-1116
E-mail: Karyn.Gansecki@sce.com

There are no restrictions on who may file a protest, but the protest shall set forth specifically the grounds upon which it is based and shall be submitted expeditiously.

In accordance with Section III, Paragraph G, of General Order No. 96-A, SCE is serving copies of this advice filing to the interested parties shown on the attached service list and on the I.97-04-012/R.97-04-011. Address change requests to SCE's GO 96-A Service List should be directed to AdviceTariffManager@sce.com or at (626) 302-4039. For changes to any other service lists, please contact the Commission's Process Office at (415) 703-2021 or Process_Office@cpuc.ca.gov.

Further, in accordance with Public Utilities Code Section 491, notice to the public is hereby given by filing and keeping the advice filing at SCE's corporate headquarters. To view other SCE advice letters filed with the Commission, log on to SCE's web site at <http://www.sce.com/AboutSCE/Regulatory/adviceletters/> and choose Regulatory Info Center/Advice Letters.

For questions regarding this advice letter, please contact Melody Carriere at (626) 302-2011 or by electronic mail at Melody.Carriere@sce.com.

Southern California Edison Company

Akbar Jazayeri

AJ:mac/mm
Enclosures

CALIFORNIA PUBLIC UTILITIES COMMISSION

ADVICE LETTER FILING SUMMARY ENERGY UTILITY

MUST BE COMPLETED BY UTILITY (Attach additional pages as needed)

Company name/CPUC Utility No.: Southern California Edison Company (U 338-E)

Utility type:

ELC GAS
 PLC HEAT WATER

Contact Person: James Yee

Phone #: (626) 302-2509

E-mail: James.Yee@sce.com

EXPLANATION OF UTILITY TYPE

ELC = Electric GAS = Gas
PLC = Pipeline HEAT = Heat WATER = Water

(Date Filed/ Received Stamp by CPUC)

Advice Letter (AL) #: 1970-E

Subject of AL: Implementation of Affiliate Transaction Rules With Respect to an Affiliate, San Juan Mesa Wind Project, LLC

Keywords (choose from CPUC listing): Compliance, Affiliate, Rules

AL filing type: Monthly Quarterly Annual One-Time Other _____

If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #:
D.97-12-088

Does AL replace a withdrawn or rejected AL? If so, identify the prior AL: _____

Summarize differences between the AL and the prior withdrawn or rejected AL¹: _____

Resolution Required? Yes No

Requested effective date: 3/26/06 No. of tariff sheets: -0-

Estimated system annual revenue effect (%): _____

Estimated system average rate effect (%): _____

When rates are affected by AL, include attachment in AL showing average rate effects on customer classes (residential, small commercial, large C/I, agricultural, lighting).

Tariff schedules affected: None

Service affected and changes proposed¹: _____

Pending advice letters that revise the same tariff sheets: _____

¹ Discuss in AL if more space is needed.

Protests and all other correspondence regarding this AL are due no later than 20 days after the date of this filing, unless otherwise authorized by the Commission, and shall be sent to:

CPUC, Energy Division
Attention: Tariff Unit
505 Van Ness Ave.,
San Francisco, CA 94102
jjr@cpuc.ca.gov and jnj@cpuc.ca.gov

Akbar Jazayeri
Director of Revenue and Tariffs
Southern California Edison Company
2244 Walnut Grove Avenue
Rosemead, California 91770
Facsimile: (626) 302-4829
E-mail: AdviceTariffManager@sce.com

Bruce Foster
Vice President of Regulatory Operations
c/o Karyn Gansecki
Southern California Edison Company
601 Van Ness Avenue, Suite 2040
San Francisco, California 94102
Facsimile: (415) 673-1116
E-mail: Karyn.Gansecki@sce.com