

PUBLIC UTILITIES COMMISSION

SAN FRANCISCO, CA 94102-3298



April 27, 2009

Advice Letter 2326-E

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

**Subject: Late Payment Charge Revenue Balancing Account Annual
Balance Transfer to the Base Revenue Requirement Balancing
Account in Compliance with D.04-07-022 and D.06-05-016**

Dear Mr. Jazayeri:

Advice Letter 2326-E is effective February 27, 2009.

Sincerely,

A handwritten signature in blue ink that reads "Julie A. Fitch".

Julie A. Fitch, Director
Energy Division

February 27, 2009

ADVICE 2326-E
(U 338-E)

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA
ENERGY DIVISION

SUBJECT: Late Payment Charge Revenue Balancing Account
Annual Balance Transfer to the Base Revenue Requirement
Balancing Account in Compliance With Decision 04-07-022 and
Decision 06-05-016

PURPOSE

In compliance with Decision (D.) 04-07-022, D.06-05-016, and the language in Southern California Edison Company's (SCE) Preliminary Statement Part UU.3,¹ this advice letter requests that the California Public Utilities Commission (Commission) find the entries recorded in the Late Payment Charge Revenue Balancing Account (LPCRBA) from January 1, 2008 through December 31, 2008, are in compliance with SCE's approved tariff, D.04-07-022, and D.06-05-016.

BACKGROUND

In Ordering Paragraph No. 5 of D.04-07-022, the Commission authorized SCE to establish a residential LPC and an interim LPCRBA for both Residential and Non-residential LPC revenues. The purpose of the LPCRBA is to record monthly differences between: 1) LPC Other Operating Revenue (OOR) authorized in D.04-07-022, and 2) actual LPC OOR recorded in OOR Sub-accounts 450.100 (Non-residential) and 450.150 (Residential).

¹ SCE's Preliminary Statement Part UU.3 states that by March 1st of each year, SCE will file an advice letter that includes the recorded operation of the LPCRBA for the applicable calendar year and workpapers supporting the year-end balance transfer to the Base Revenue Requirement Balancing Account (BRRBA).

OPERATION OF THE LPCRBA

In compliance with D.04-07-022, SCE established the LPCRBA effective May 22, 2003, the date the Commission implemented SCE's 2003 General Rate Case (GRC) revenue requirement. In Appendix A, SCE sets forth the operation of the LPCRBA from January 1, 2008 through December 31, 2008. Pursuant to SCE's Preliminary Statement Part UU, LPCRBA, SCE transferred the December 31, 2008 undercollected balance in the amount of \$0.231 million to the distribution sub-account of the BRRBA on January 1, 2009.

SCE requests that the Commission find the transfer of the December 31, 2008 balance to the BRRBA in the amount of \$0.231 million is in compliance with SCE's approved tariff and Commission decisions.

TIER DESIGNATION

Pursuant to D.07-01-024, Energy Industry Rule 5.2, this advice letter is submitted with a Tier 2 designation.

EFFECTIVE DATE

This advice filing is effective upon filing, subject to the review and approval of the Energy Division.

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: ijn@cpuc.ca.gov and mas@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
Vice President, 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
Senior 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 4 of General Order No. (GO) 96-B, SCE is serving copies of this advice filing to the interested parties shown on the attached GO 96-B and A.07-11-011 service lists. Address change requests to the GO 96-B service list should be directed by electronic mail to AdviceTariffManager@sce.com or at (626) 302-4039. For changes to all other service lists, please contact the Commission's Process Office at (415) 703-2021 or by electronic mail at 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>.

For questions, please contact Andrew Sudbury at (626) 302-6347 or by electronic mail at Andrew.T.Sudbury@sce.com.

Southern California Edison Company

Akbar Jazayeri

AJ:as:jm
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

E-mail Disposition Notice to: AdviceTariffManager@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) #: 2326-E

Tier Designation: 2

Subject of AL: Late Payment Charge Revenue Balancing Account Annual Balance Transfer to the Base Revenue Requirement Balancing Account in Compliance With Decision 04-07-022 and Decision 06-05-016

Keywords (choose from CPUC listing): Compliance, Balancing Account, Late Payment Charge

AL filing type: Monthly Quarterly Annual One-Time Other

If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #:

D.04-07-022 and D.06-05-016

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: _____

Confidential treatment requested? Yes No

If yes, specification of confidential information:

Confidential information will be made available to appropriate parties who execute a nondisclosure agreement.

Name and contact information to request nondisclosure agreement/access to confidential information:

Resolution Required? Yes No

Requested effective date: 02/27/09

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
inj@cpuc.ca.gov and mas@cpuc.ca.gov

Akbar Jazayeri
Vice President of Regulatory Operations
Southern California Edison Company
2244 Walnut Grove Avenue
Rosemead, California 91770
Facsimile: (626) 302-4829
E-mail: AdviceTariffManager@sce.com

Bruce Foster
Senior Vice President, Regulatory Affairs
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

Appendix A

2008 Recorded

Late Payment Charge Revenue Balancing Account
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Line No.	Item	January	February	March	April	May	June	July	August	September	October	November	December	Annual Summary
		1.	BEGINNING BALANCE	432	(21)	58	377	601	955	1,283	1,313	1,178	762	367
2.	Provision Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0
3.	Interest Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0
4.	Transfer to BRRBA (Advice Letter 2218-E)	(432)	0	0	0	0	0	0	0	0	0	0	0	(432)
5.	Adjusted Beginning Balance	0	(21)	58	377	601	955	1,283	1,313	1,178	762	367	304	0
6.	UNDER/(OVER) COLLECTION:													
7.	Authorized Residential Late Payment Charges (CPUC Jurisdictional):													
8.	2008 Annual Amount	6,560	6,560	6,560	6,560	6,560	6,560	6,560	6,560	6,560	6,560	6,560	6,560	6,560
9.	2008 Monthly Amount 1/	564	499	564	505	531	564	525	610	544	571	551	531	6,560
10.	Recorded Residential Late Payment Charges	796	734	652	623	553	556	678	914	1,018	1,044	804	804	9,175
11.	Monthly Under/(Over) Collection	(232)	(236)	(88)	(117)	(22)	9	(153)	(304)	(474)	(473)	(253)	(273)	(2,616)
12.	Authorized Non-Residential Payment Charges (CPUC Jurisdictional):													
13.	2008 Annual Amount	8,794	8,794	8,794	8,794	8,794	8,794	8,794	8,794	8,794	8,794	8,794	8,794	8,794
14.	2008 Monthly Amount 1/	756	668	756	677	712	756	704	818	730	765	739	712	8,794
15.	Recorded Non-Residential Late Payment Charges	546	353	350	337	338	439	522	651	674	688	550	513	5,960
16.	Monthly Under/(Over) Collection	211	315	407	340	375	318	181	167	56	77	189	200	2,834
17.	Total Monthly Under/(Over) Collection	(21)	79	319	223	353	326	28	(137)	(418)	(396)	(64)	(73)	218
18.	INTEREST	(0)	0	0	1	1	2	2	2	2	1	1	0	13
19.	ENDING BALANCE	(21)	58	377	601	955	1,283	1,313	1,178	762	367	304	231	231
	1/ Monthly Distribution Percentages (MDPs)	8.6%	7.6%	8.6%	7.7%	8.1%	8.6%	8.0%	9.3%	8.3%	8.7%	8.4%	8.1%	
	Note: CPUC Jurisdictional = 88.19%													
	Interest Rates	4.23%	3.25%	2.72%	2.35%	1.99%	2.00%	2.21%	2.18%	2.08%	2.13%	2.07%	1.45%	