

PUBLIC UTILITIES COMMISSION

SAN FRANCISCO, CA 94102-3298



February 12, 2010

Advice Letter 2399-E

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

**Subject: Revisions to SCE Company's Transmission Revenue
Balancing Account Adjustment Rate**

Dear Mr. Jazayeri:

Advice Letter 2399-E is effective January 1, 2010.

Sincerely,

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

Julie A. Fitch, Director
Energy Division

November 6, 2009

ADVICE 2399-E
(U 338-E)

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA
ENERGY DIVISION

SUBJECT: Revisions to Southern California Edison Company's
Transmission Revenue Balancing Account Adjustment Rate

PURPOSE

Southern California Edison Company (SCE) proposes to reflect an increase in its Transmission Rate Component, effective January 1, 2010, pursuant to SCE's Annual Update Filing of the Transmission Revenue Balancing Account Adjustment (TRBAA), filed with the Federal Energy Regulatory Commission (FERC) on October 29, 2009, in Docket No. ER10-135-000.

This advice filing is made in compliance with Resolution E-3930 which requires that when a utility files a revision in rates at the FERC, the utility must concurrently, or as soon as possible thereafter, file an advice letter with the California Public Utilities Commission (CPUC) seeking authorization to pass through the requested rates to retail customers. The rate change proposed herein meets all requirements of the filing process established in Resolution E-3930 for approval by the Energy Division.

BACKGROUND

On March 31, 1997, SCE filed its Transmission Owner (TO) Tariff with the FERC in Docket No. ER97-2355-000. In an order dated December 17, 1997,¹ the FERC accepted SCE's submittal for filing, subject to refund, to become effective on the date the California Independent System Operator (CAISO) began operation, which was April 1, 1998.

The TO Tariff specifies, among other things, the rates and charges for transmission access over the CAISO Controlled Grid. A component of these charges is the TRBAA,

¹ 81 FERC ¶ 61,323.

the ratemaking mechanism designed to ensure that all Transmission Revenue Credits are flowed through to transmission customers. Section 5.5 of the TO Tariff identifies the items subject to the Transmission Revenue Balancing Account (TRBA) and sets forth the procedure for revising the TRBAA rate on an annual basis. The TRBAA rate is based on the balance in the TRBA as of September 30 of the current year, a forecast of Transmission Revenue Credits for the following year, and a forecast of kilowatt-hour deliveries to End-Use Customers in the following year.

In its Docket No. ER10-135-000 filing at the FERC, SCE has proposed that the FERC accept a TRBAA rate of (\$0.00055)/kWh to become effective for retail service rendered on and after January 1, 2010. This proposed rate reflects an increase of \$0.00048/kWh over the currently effective rate of (\$0.00103)/kWh, and applies to all rate groups.

PROPOSED RATE CHANGE

SCE will combine the currently effective Transmission Access Charge Balancing Account Adjustment (TACBAA) rate with the proposed Reliability Services Balancing Account Adjustment rates (filed with the CPUC on November 5, 2009, in Advice 2397-E) and the proposed TRBAA rate to produce the Transmission Owners Tariff Charge Adjustment (TOTCA) rate component of the applicable tariffs effective January 1, 2010. SCE will consolidate the revised TOTCA rates in tariffs with other end-of-year changes to be proposed in subsequent advice filings, including the Schedule TOU-PA-ICE rate escalation, the California Department of Water Resources (DWR) Bond and Power Charges, and the California Public Utilities Commission Reimbursement Fee (PUCRF), if applicable. Consistent with past practice, SCE will include revised tariff sheets reflecting all January 1, 2010 rate changes with the latest of these advice filings prior to January 1, 2010.

TIER DESIGNATION

Pursuant to General Order (GO) 96-B, Energy Industry Rule 5.1, this advice letter is submitted with a Tier 1 designation.

EFFECTIVE DATE

Assuming FERC acceptance of SCE's TRBAA and pursuant to the TO Tariff which sets forth that the TRBAA rate change shall become effective January 1 of each year, SCE requests that this advice filing become effective on January 1, 2010, concurrent with the effective date approved by the FERC.

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: inj@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 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) 929-5540
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 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) 302-2930. For changes to all other service lists, please contact the CPUC'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 CPUC, log on to SCE's web site at <http://www.sce.com/AboutSCE/Regulatory/adviceletters>.

For questions, please contact Robert Thomas at (626) 302-3946 or by electronic mail at Robert.Thomas@sce.com.

Southern California Edison Company

Akbar Jazayeri

AJ:rt:sq
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) #: 2399-E Tier Designation: 1

Subject of AL: Revisions to Southern California Edison Company's Transmission Revenue Balancing Account Adjustment Rate

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

AL filing type: Monthly Quarterly Annual One-Time Other

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

E-3930

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: 1/1/10 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
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Bruce Foster
Senior Vice President, Regulatory Affairs
c/o Karyn Gansecki
Southern California Edison Company
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