April 28, 2009

ALJ Jean Vieth<br>California Public Utilities Commission<br>555 Van Ness Avenue<br>San Francisco, CA 94102-3214<br>Re: In the Matter of the Application of San Diego Gas \& Electric Company for a Certificate of Public Convenience and Necessity for the Sunrise Powerlink Transmission Project A.06-08-010

Dear Judge Vieth:
The purpose of this letter is to correct a certain assumption made in the April 24, 2009 letter from Harvey Payne, counsel for Ranchos Penasquitos Concerned Citizens (RPCC). In his letter, Mr. Payne states that "it appears the [California Independent System Operator Corporation (ISO)] has not done anything in regards to the Encina transformer issue." The "Encina transformer issue" to which Mr. Payne refers, relates to whether a new Encina transformer is necessary and should be included in the final plan of service for the Sunrise Powerlink Transmission project ("Sunrise").

As Decision 08-12-058 correctly notes, the ISO is responsible for making a final determination regarding whether a new Encina transformer is necessary. Consistent with its responsibilities to ensure the reliable and efficient operation of the transmission grid, the ISO has been evaluating the need for a new Encina transformer for the past several months. As Mr. Payne acknowledges in his letter, on February 10, 2009, the ISO told RPCC that the ISO would notify RPCC once the ISO's evaluation process was complete.

The ISO's evaluation of the need for a new Encina transformer has just recently been completed and the ISO has determined the transformer is necessary. The ISO will meet with San Diego Gas \& Electric Company to further discuss the inclusion of the Encina Transformer in the final Sunrise plan of service.

Please let me know if you have any questions regarding this issue.

cc: Parties of Record

