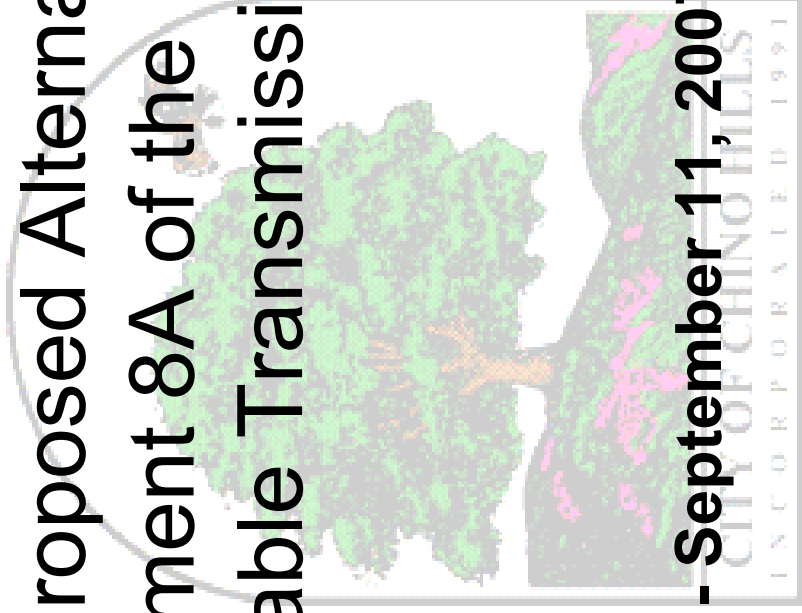


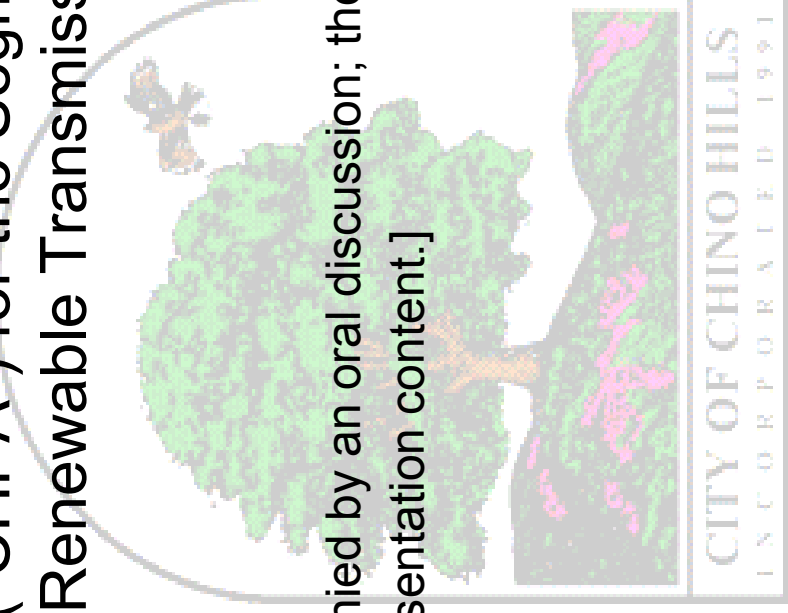
Chino Hills Proposed Alternative for Segment 8A of the Tehachapi Renewable Transmission Project

Chino Hills - September 11, 2007



Objective

Start the dialogue on the attributes of the Chino Hills Proposed Alternative (“CHPA”) for the Segment 8A of the SCE’s Tehachapi Renewable Transmission Project (“TRTP”).



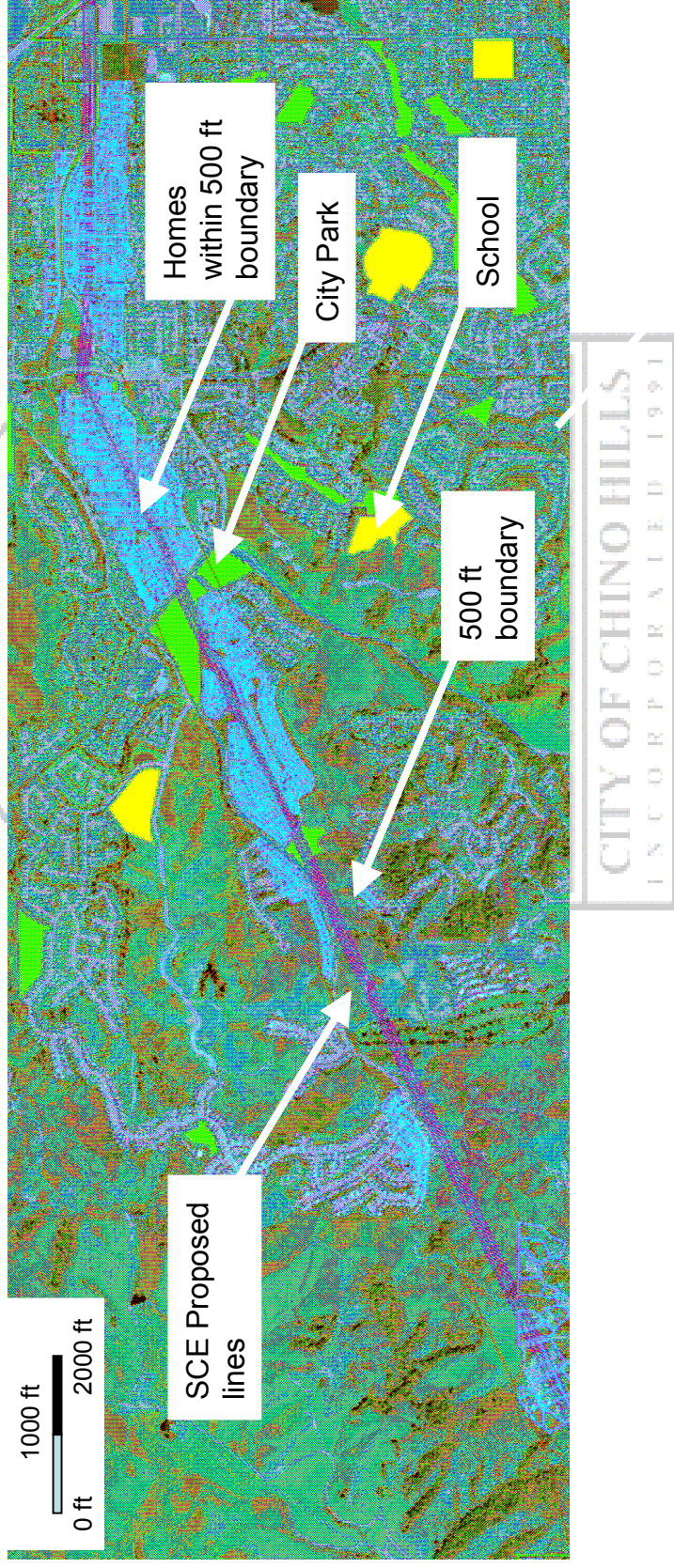
[These slides were accompanied by an oral discussion; the slides alone do not fully represent the presentation content.]

Brief History of TRTP

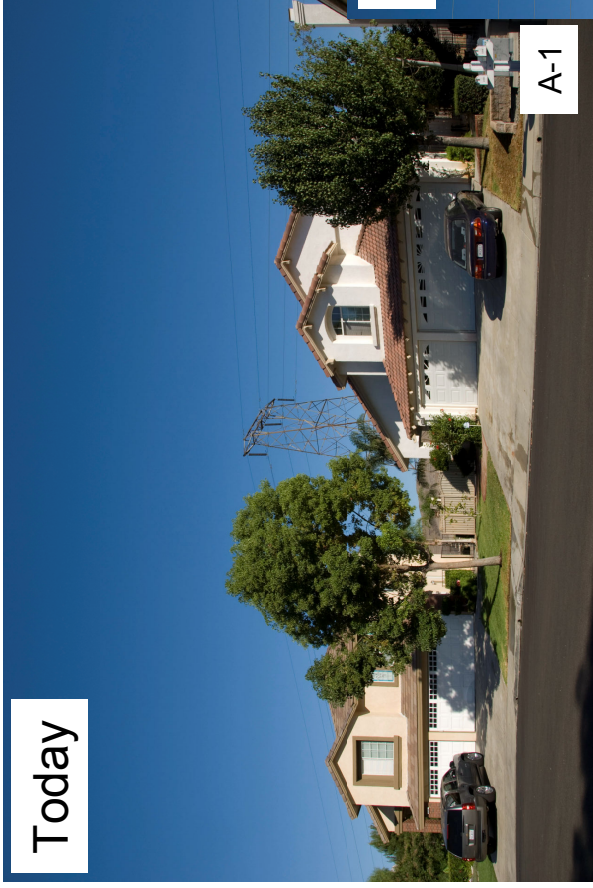
- The need for TRTP to integrate the needed renewable resources in Tehachapi Wind Resource Area has been known to the state for more than a decade
- The California Independent System Operator (CAISO) planned for and approved the TRTP in January of 2007
 - At the time CAISO (and SCE) clearly recognized that the TRTP around Chino Hills needed revision due to routing concerns
- SCE filed application for the Certificate of Public Convenience and Necessity (CPCN) for TRTP with the CPUC in June 2007
 - In the application, Segment 8A of TRTP would use ROW of an idle single circuit 220kV line to house a double circuit 500kV line
 - SCE's filing clearly states that Segment 8A will have severe adverse public impacts that could NOT be mitigated
 - To the best of our knowledge, building the largest known transmission line in Western United States in a 150' wide ROW, as proposed for TRTP, is unprecedented anywhere in California, and perhaps the nation, let alone in population areas

TRTP Segment 8A in Chino Hills

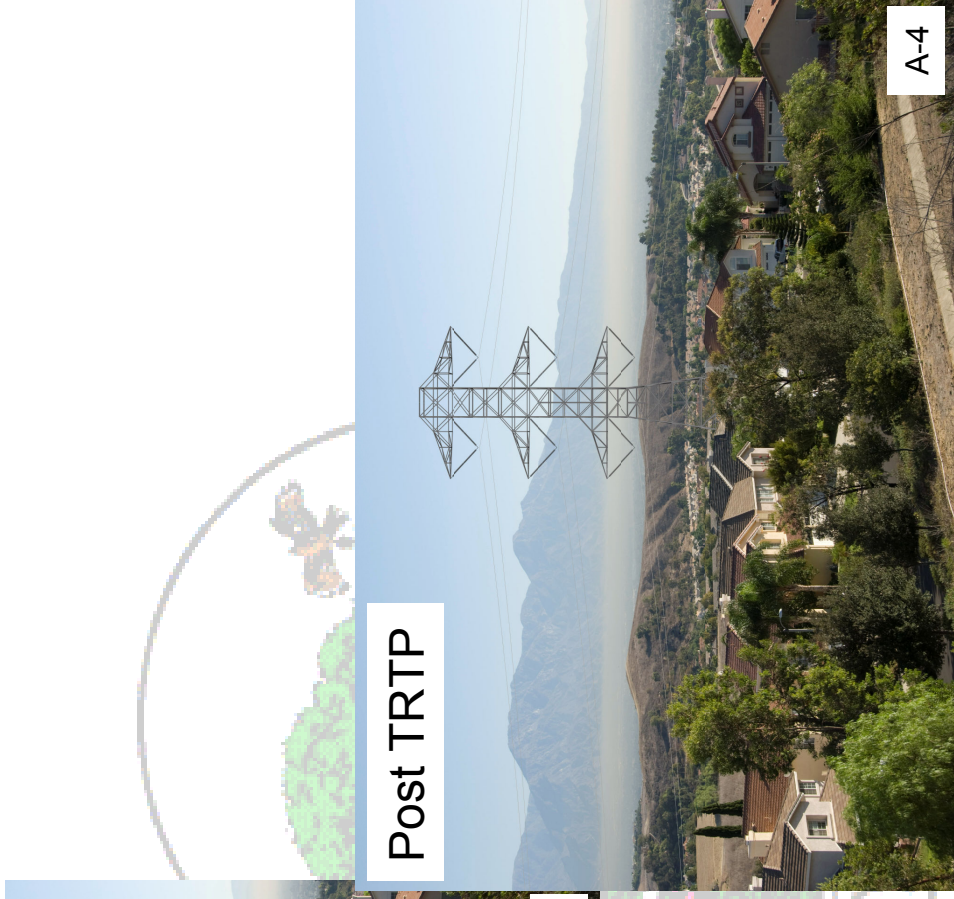
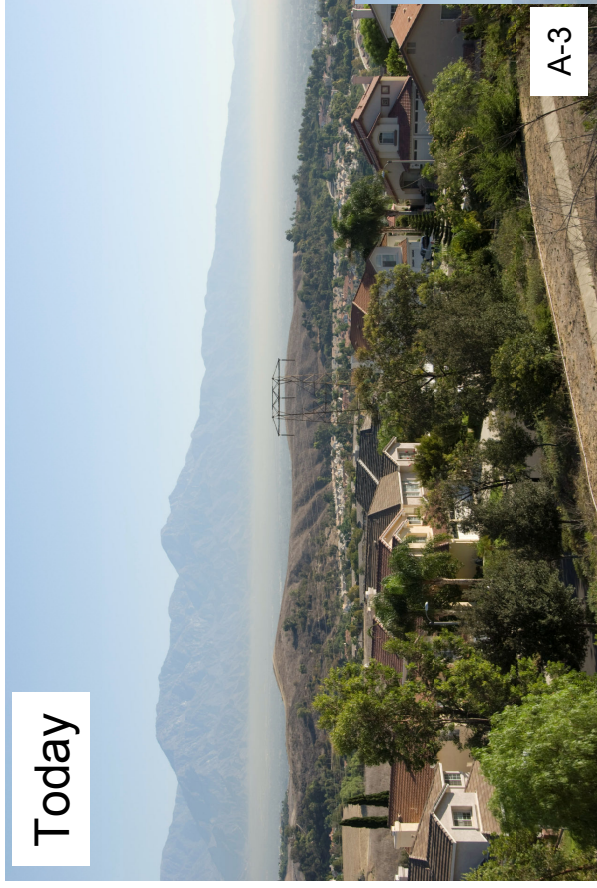
More than 1000 homes sheltering around 3,500 residents and 3 heavily used recreation parks will be within 500ft of the SCE proposed line in Chino Hills alone.



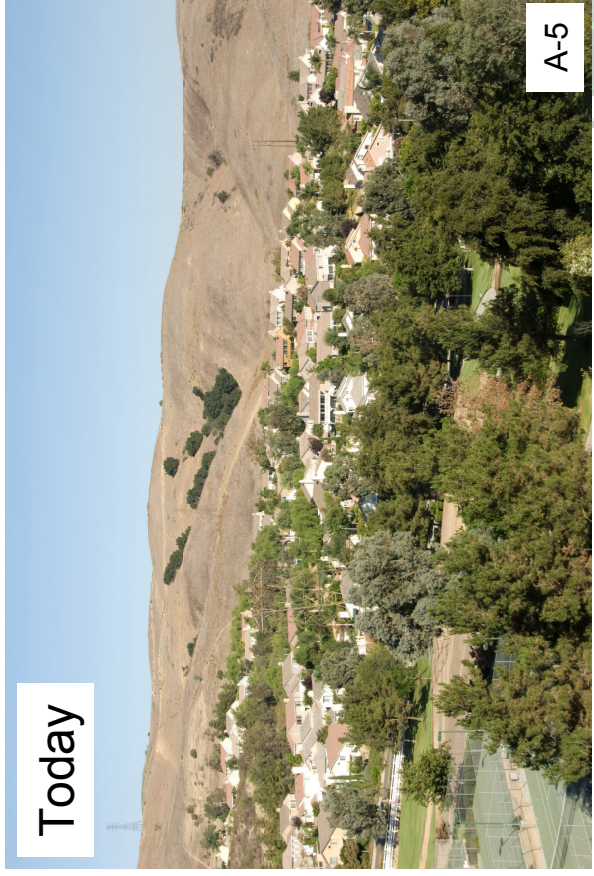
Sample Simulated Pictures of TRTP Segment 8A in Chino Hills (1)



Sample Simulated Pictures of TRTP Segment 8A in Chino Hills

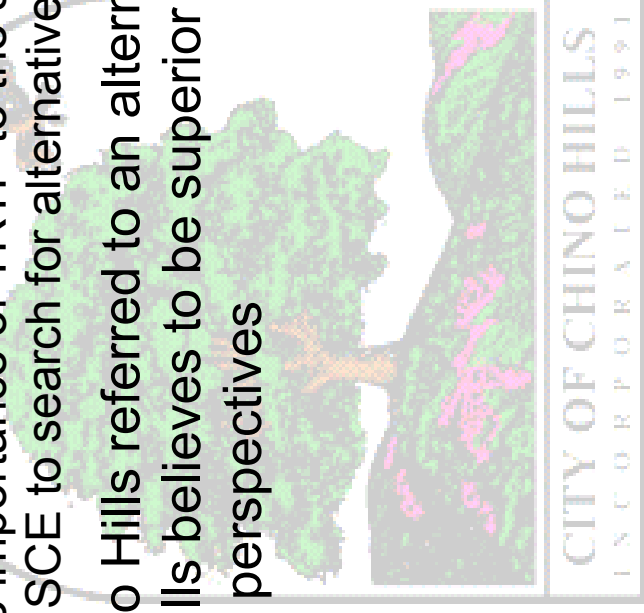


Sample Simulated Pictures of TRTP Segment 8A in Chino Hills – cont'd

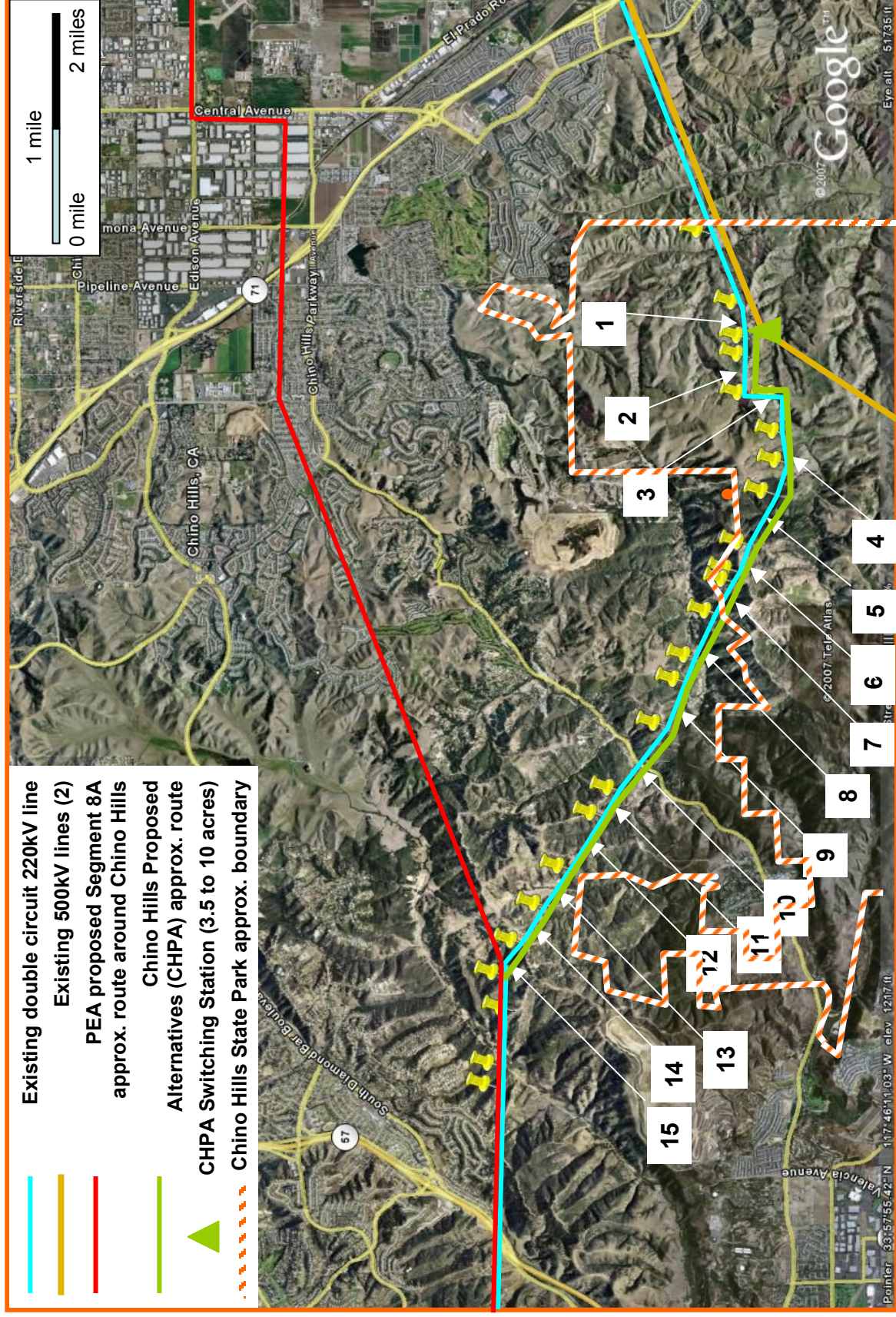


Chino Hills Proposed Alternative (CHPA)

- The City of Chino Hills protested the routing of Segment 8A in Chino Hills in August 2007 on “Public Health and Safety” grounds both during construction and operation phases of the project
 - However, recognizing the importance of TRTP to the state, Chino Hills offered to work with SCE to search for alternative solutions
- As part of its protest, Chino Hills referred to an alternative for Segment 8A that Chino Hills believes to be superior to that in CPCN application from all perspectives



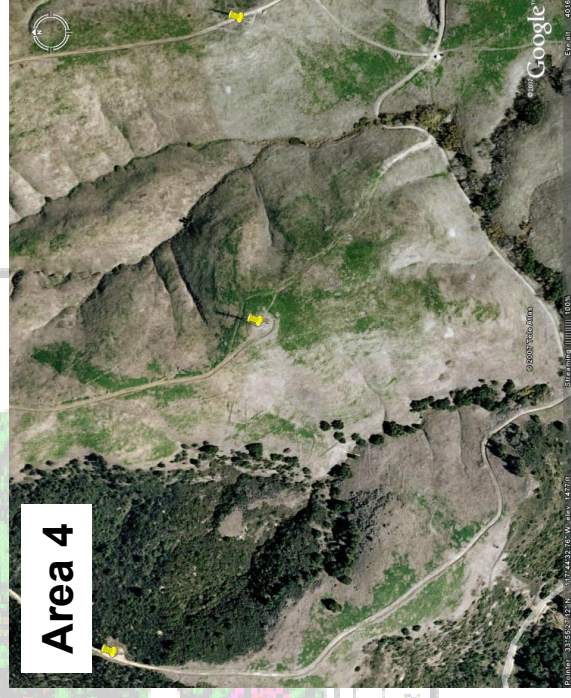
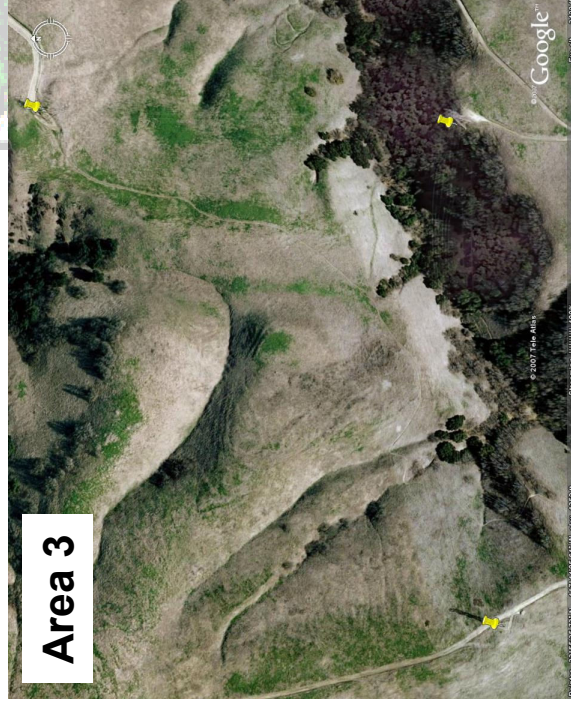
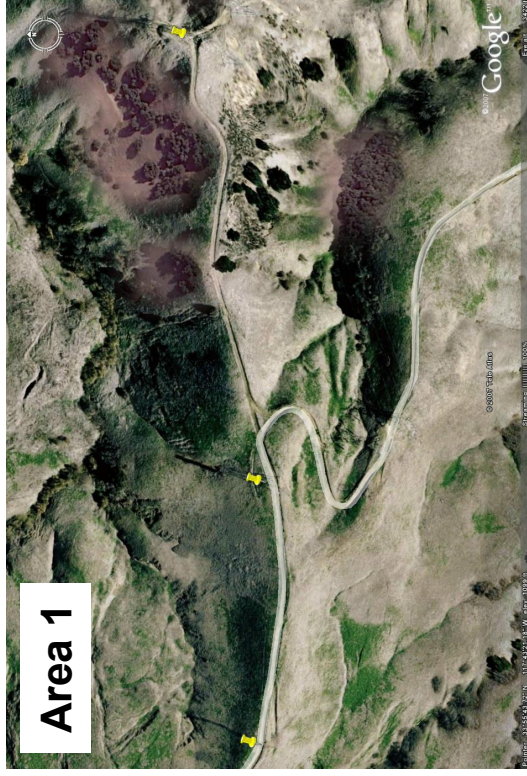
CHPA and Relevant Transmission Routes Around Chino Hills



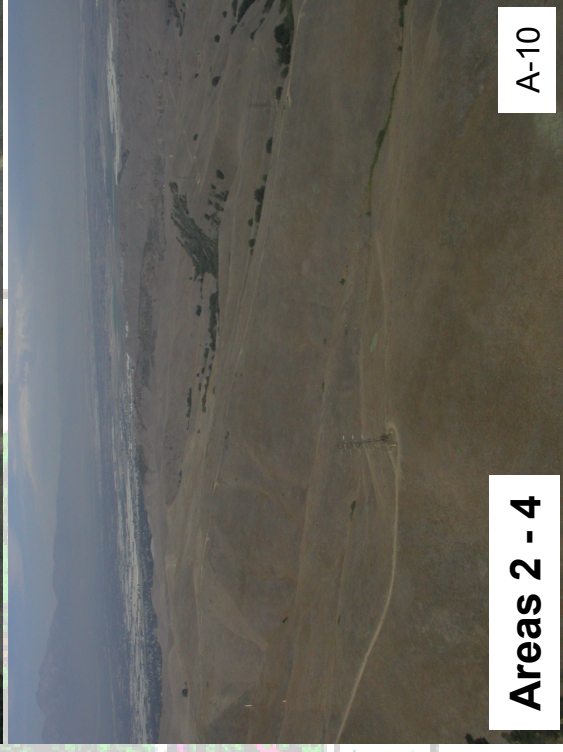
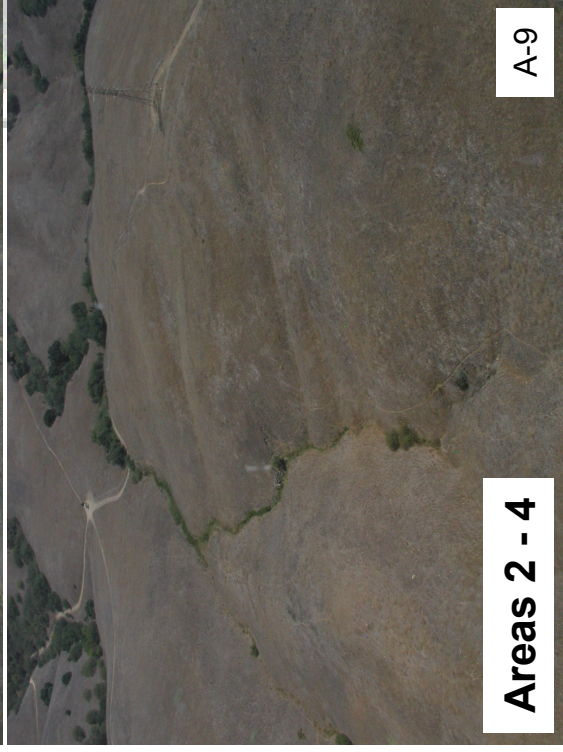
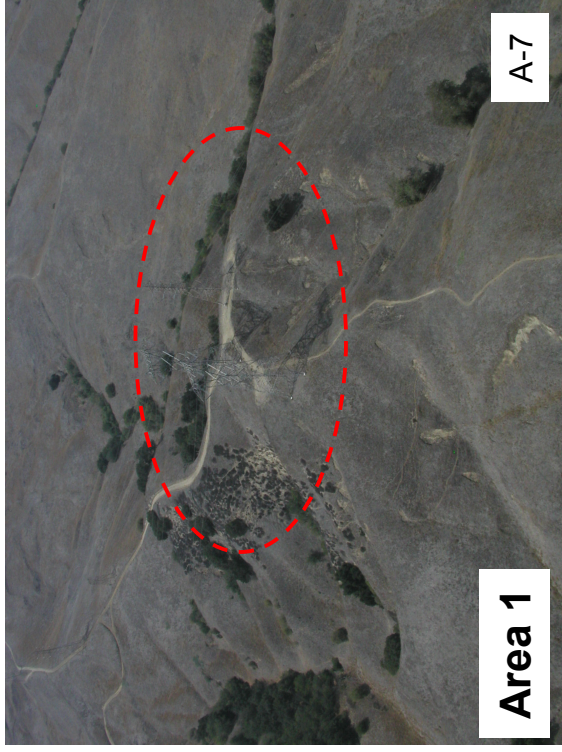
Main Attributes of CHPA

- Eliminates the need for building more than 15 miles of double circuit 500kV transmission line in populated areas of Chino Hills and in two other neighboring communities of Chino and Ontario - considered the most costly and troubling part of the entire TRTP project
 - Half of all protests against the TRTP were related to this segment
- Will have significantly more benign/manageable environmental impacts
 - CHPA transmission line is around 6 miles long and remains completely within existing transmission corridors
 - Less than 3 miles in the Chino Hills State Park (CHSP)
 - We could not identify any household falling within 500 ft of CHPA - versus 1000 homes for the SCE proposed route in Chino Hills alone
 - Requires a switching station to be built in the Chino Hills State Park
 - Switching station occupies an area between 3.5 and 10 acres depending on technology
 - The area most suitable for the switching station seems environmentally acceptable
 - Several existing transmission corridors are already in place
 - Mostly flat terrain and devoid of vegetation
 - Generally away from park visitor areas and vista points
 - Detailed engineering/environmental assessment is currently underway at SCE
- Preliminary assessment show that CHPA may be better from engineering, schedule and budget standpoints

Suitable Areas for CHPA Switching Station



Aerial Photos of the CHPA Switching Station Suitable Areas 1-4: Pictures taken on July 14, 2007



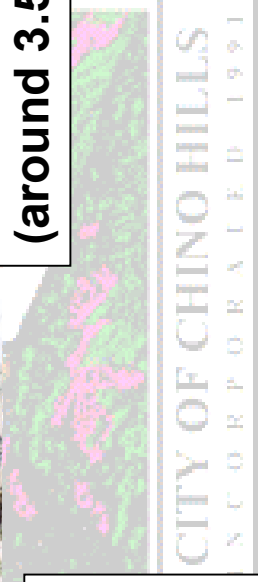
Examples of a Switching Station



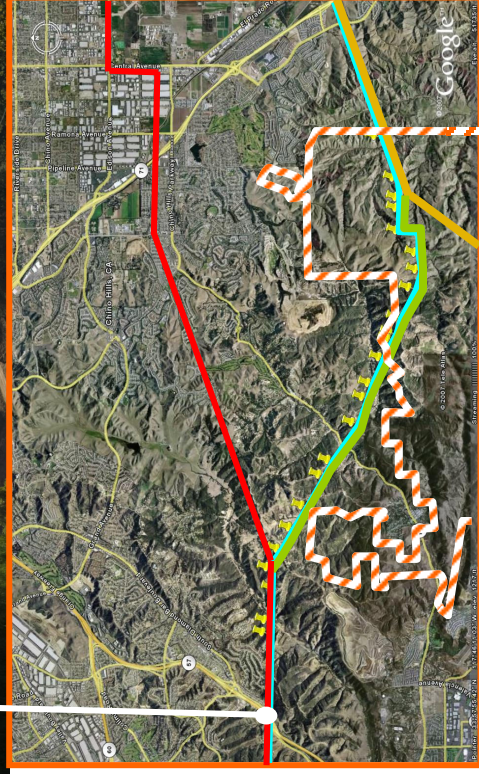
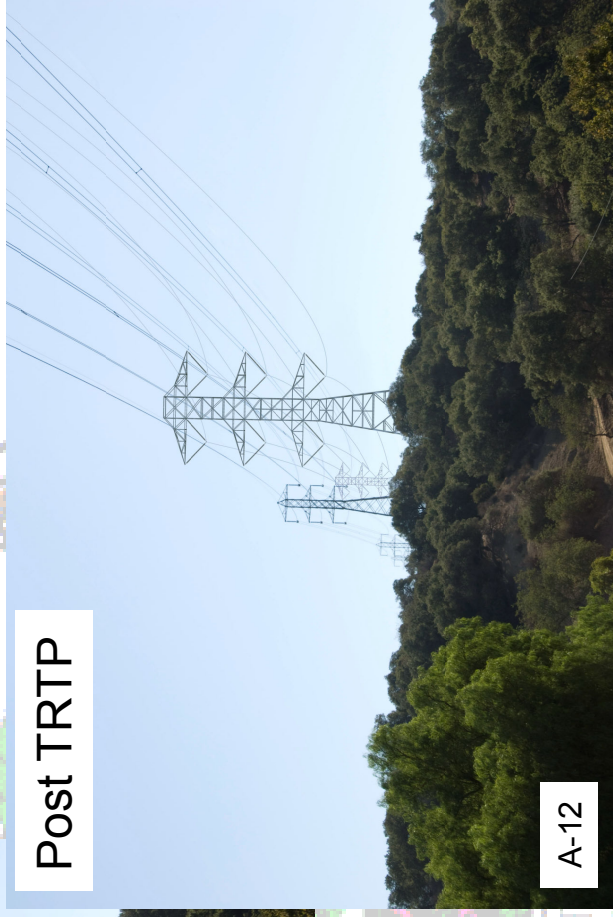
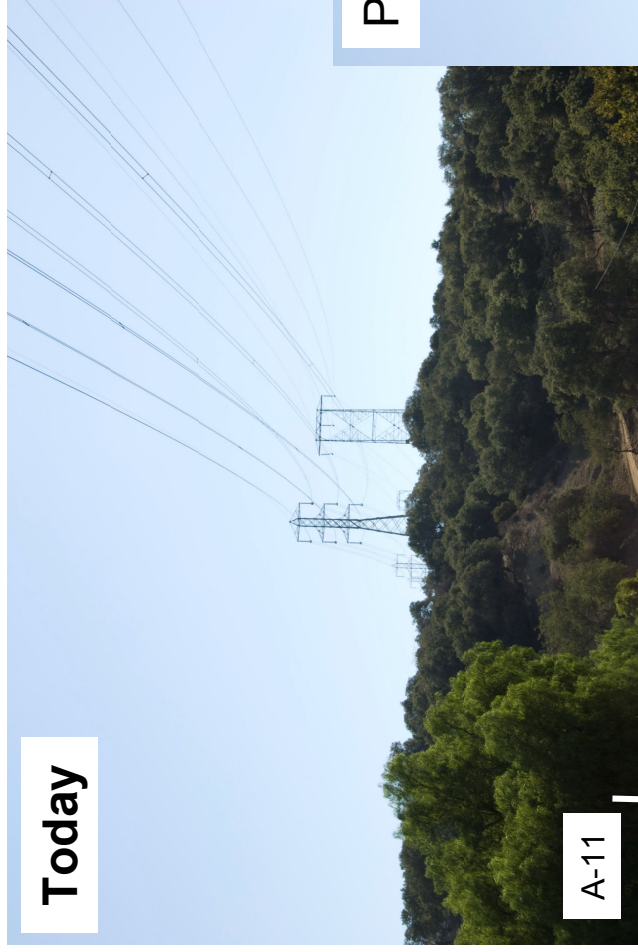
Open Air Station:
Approx. Dimensions:
800' X 500' (X 110' high)
(around 10 acres)



Gas Insulated Station:
Approx. Dimensions:
500' X 300' (X 65' high)
(around 3.5 acres)



Expected Transmission Line Configuration Entering and Within CHSP



Concluding Remarks

- Chino Hills Proposed Alternative (CHPA) for Segment 8A would resolve the most critical concerns, as acknowledged by all parties including SCE, with the entire TRTP project
- Chino Hills intends to work with all impacted parties to iron out all concerns with CHPA
 - Chino Hills is working closely with SCE on system and engineering/ environmental studies of CHPA
 - Chino Hills intends to continue the dialogue with the State Park, State Legislature, CPUC and other interested parties
 - To the extent practical, we intend to coordinate all these efforts with SCE

