REQUEST FOR EXPRESSIONS OF INTEREST

SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY

TRANSFER OF PARTICIPANT INTEREST IN

SAN ONOFRE NUCLEAR GENERATING STATION (SONGS)

On behalf of the City of Anaheim (Anaheim), the Southern California Public Power Authority (SCPPA) hereby requests expressions of interest from credit-worthy parties, companies, or institutions interested in assuming Anaheim's decommissioning interest (3% nominal) in the San Onofre Nuclear Generating Station (SONGS) Units 2 and 3, including i) residual operating environmental, marine, and decommissioning liabilities, ii) decommissioning trust fund, iii) Nuclear Regulatory Commission (NRC) fuel licenses, and iv) all project governance rights pursuant to operating, settlement, and decommissioning agreements.

SONGS ceased operations in 2012 and has transitioned to a decommissioning project managed by Southern California Edison (SCE), subject to a decommissioning agreement among SCE, San Diego Gas & Electric, the City of Riverside, and Anaheim (collectively Participants). SCE is the Operating Agent and the Decommissioning Agent (DA) responsible for plant demolition and site restoration. The Participants establish project priorities, provide direction to the DA, and set project goals through a decommissioning committee structure. Participants have site access and access to plant data and historical records. An assignee would assume these rights, privileges, and decommissioning obligations as soon as practicable after documenting the transaction and the successful transfer of the NRC fuel licenses.

On December 29, 2006, Anaheim transferred its operating interest in SONGS to SCE through a Settlement Agreement; however, Anaheim retained historic operating environmental responsibilities through such date, full decommissioning and site restoration liability, spent fuel liability, and marine mitigation liability although capped at a maximum dollar amount. An assignee would assume all such responsibilities pursuant to the operating, settlement, and decommissioning agreements and be required to assume Anaheim's NRC fuel licenses.

There is approximately \$115 million in Anaheim's decommissioning trust, which is approximately \$22 million (23%) greater than the current decommissioning cost estimate. An assignee would have trust fund access subject to NRC rules, including transfer of the fuel licenses and the terms of the trust fund agreement.

Parties interested in assuming Anaheim's interests in SONGS may submit an expression of interest, including any relevant experience and credit-worthiness qualifications, at the address or email shown below.

Ted Beatty
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Project data and contracts may be made available to qualified parties, companies, or institutions following the execution of non-disclosure agreement.