Decision 26-11-007

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of Southern California Edison Company (U338E) to Require a Customer-Financed Added Facilities Agreement for Replacement Added Facilities to Serve the THUMS Islands Consistent with Decision No. 70659 and Tariff Rule 2.	Application 24-12-001

ORDER OF DISMISSAL WITHOUT PREJUDICE

This Order grants Southern California Edison Company's (U 338-E) unopposed Motion to Dismiss Application (A.) 24-12-001 Without Prejudice.

1. Factual Background

In 1964, Texaco, Humble, Union, Mobil, and Shell formed THUMS Long Beach Company (THUMS) and built four artificial islands in the harbor of Long Beach (Islands) to facilitate oil and gas operations in the eastern offshore portion of the Wilmington Oil Field.

At the request of THUMS, Southern Californian Edison Company (SCE), installed specialized facilities which provide electricity to the Islands to power THUMS' oil and gas production operations. Electricity is delivered to the Islands by means of two submarine cables (Added Facilities) that were installed in 1965, pursuant to the Added Facilities Agreement (AFA) executed by SCE and THUMS in that same year. The City of Long Beach, State of California, and the

Townlot Owners are third-party beneficiaries to the AFA, and will continue to need power delivered to the Islands long after oil and gas production operations cease, for post-production injections for subsidence mitigation. Moreover, the City of Long Beach will continue to need power delivered to the Islands long into the future for potential other uses. These potential future uses include carbon sequestration, energy storage, and desalination.

After 60 years the added undersea facilities have far outlived their expected lifespan. THUMS and SCE agreed that in light of the age of the THUMS Added Facilities, the parties should begin the planning and permitting process for replacement facilities if continued electric service to the THUMS Islands is needed. Years of discussion ended in an impasse over cost responsibility for the replacement of added facilities. Given that the Added Facilities have continued to age during the years-long impasse SCE filed this Application with the Commission to adjudicate the cost dispute and finally resolve this longstanding issue.

2. Procedural Background

On December 4, 2024, SCE filed Application (A.) 24-12-001 to address cost responsibility for replacement of the THUMS Added Facilities

On January 8, 2025, THUMS, the City of Long Beach (Long Beach), and the Public Advocates Office at the California Public Utilities Commission (Cal Advocates) (all jointly as Intervenors) filed protests to A.24-12-001. SCE submitted its Reply on January 21, 2025.

On April 15, 2025, a prehearing conference was held in person at Commission headquarters in San Francisco, CA where the parties, SCE and THUMS, expressed for the first time a potentially agreeable solution and their

joint desire and willingness to mediate. THUMS and SCE agreed to jointly participate in a mediation to explore a potential sale from SCE to THUMS of the Added Facilities at issue in the Application. If successful, a sale would render the Application moot, as it would no longer be necessary for the Commission to resolve the dispute over who bears responsibility for the costs of replacing the Added Facilities.

On September 11, 2026, SCE moved to dismiss A.24-12-001 without prejudice. Only Cal Advocates responded to the motion, supporting the relief requested by SCE in dismissing the Application without prejudice.

3. Discussion

After a period of vigorous litigation, SCE, THUMS, and the City of Long Beach have engaged in mediation and extensive negotiations to reach agreement to sell the THUMS Added Facilities to THUMS. On August 12, 2026, SCE, THUMS, and the City of Long Beach executed an asset purchase agreement, pursuant to which THUMS agreed to purchase the THUMS Added Facilities from SCE subject to Commission approval and other terms and conditions set forth in the purchase agreement. As the THUMS Added Facilities will be sold to THUMS and SCE will not be involved with or responsible for any future replacement of the THUMS Added Facilities, no triable issue of fact remains in this proceeding.

No party opposed the motion for dismissal without prejudice.

Findings of Fact

1. On September 11, 2026, SCE moved to dismiss A.24-12-001 without prejudice.

2. Cal Advocates is the only party that responded to the motion, supporting the request of SCE to dismiss this A.24-12-001 without prejudice.

3. Public Utilities Code Section 308 and Rule 2.8 indicate that upon an unopposed motion for dismissal of an application by the applicant or stipulation by all parties to the dismissal of an application, the Commission's Executive Director has authority to issue an order dismissing the application.

O R D E R

IT IS ORDERED that:

Upon the written and unopposed request of Applicant, Application 24-12-001 is dismissed without prejudice, effective today.

Application 24-12-001 is closed.

Dated November 13, 2026, at San Francisco, California.

/s/ LEUWAM TESFAI
Leuwam Tesfai
Executive Director