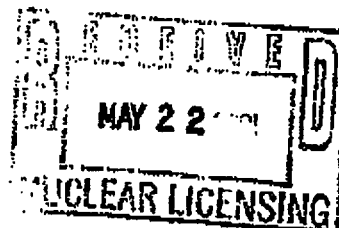




Dwight E. Nunn  
Vice President

May 21, 2001



U. S. Nuclear Regulatory Commission  
Attention: Document Control Desk  
Washington, D. C. 20555

Subject: Docket Nos. 50-361, 50-362, 50-528, 50-529, and 50-530  
Annual Certified Financial Statement  
San Onofre Nuclear Generating Station Units 2 and 3, and  
Palo Verde Nuclear Generating Station Units 1, 2, and 3

Gentlemen:

Southern California Edison (SCE), as agent for the owners of the San Onofre Nuclear Generating Station Units 2 and 3 and SCE's 15.8% ownership share of Palo Verde Units 1, 2, and 3, submits the following documents in accordance with 10 CFR 140.21(e):

- 2001 Cash Reserve statement which is obtained from SCE's Form 10-Q Quarterly Report to the Securities and Exchange Commission (Form 10-Q) for the quarter ending March 31, 2001, as audited and certified by Arthur Anderson, LLP
- SCE's Form 10-Q Quarterly Report to the Securities and Exchange Commission (Form 10-Q) for the quarter ending March 31, 2001
- SCE's Annual Report to Shareholders for the fiscal year ending December 31, 2000
- SCE's Form 10K Annual Report to the Securities and Exchange Commission (Form 10K) for the fiscal year ending December 31, 2000

Historically, SCE has reported the "Internal Cash Flow" as the method of meeting the reporting requirement of 10 CFR 140.21(e). However, due to the current California energy situation, SCE is now reporting the "Cash Reserve" to meet the reporting requirement of 10 CFR 140.21(e).

P.O. Box 128  
San Clemente, CA 92674-0128  
949-368-1480  
Fax 949-368-1430

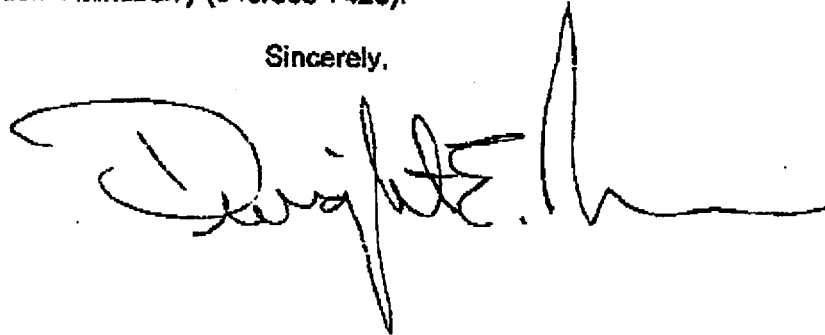
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- 2 -

May 21, 2001

If you have any questions or require further information about these documents, please contact me or Mr. Jack Rainsberry (949/368-7420).

Sincerely,

A handwritten signature in black ink, appearing to read "J. E. Donoghue", with a long horizontal flourish extending to the right.

Enclosures

cc: E. W. Merschoff, Regional Administrator, NRC Region IV  
J. E. Donoghue, NRC Project Manager, San Onofre Units 2, and 3  
C. C. Osterholtz, NRC Senior Resident Inspector, San Onofre Units 2 & 3

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- 3 -

May 21, 2001

bcc: via hard copy

M. R. Olson (SDG&E)  
 A. R. Watts  
 (Woodruff, Spradlin & Smart)  
 E. K. Aghajyan (City of Anaheim)  
 T. Evans (City of Riverside)  
 G. Nolfi (City of Riverside)  
 H. B. Ray, Executive Vice President  
 A. E. Scherer  
 J. L. Rainsberry  
 T. D. Mercurio  
 T. W. Raidy  
 CDM Files  
 ELFS Files (2)  
 RCTS

bcc: w/o enclosure via e-mail

D. E. Nunn  
 R. W. Krieger  
 D. K. Porter  
 D. P. Brelg  
 J. J. Wambold  
 R. W. Waldo  
 M. A. Wharton

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\* Approved by Email

LAW- Carol Schmid- Frazer

Risk Mgmt- John Butler.

NRC CORRESPONDENCE			
REVIEW REQ.	ORGANIZATION	APPROVALS	DATE
<input checked="" type="checkbox"/>	Mgr. - NORAD	RES	5/21/01
<input checked="" type="checkbox"/>	Mgr. - Plant Licensing	TOM	5/21/01
	Mgr. - Nuclear Fuel		
	Mgr. - Nuc. Eng. Design		
	Mgr. - Station Technical		
	Mgr. - Operations		
	Mgr. - Site Tech. Services /		
	Mgr. - PRA		
	Project Mgr./Eng.		
	Plant Engineering		
	Nuclear/Mechanical		
	Electrical/Controls		
	Nuc. Safety Anal.		
	Nuc. Fuel Eng./Anal.		
	Compliance		
<input checked="" type="checkbox"/>	Supervisor Licensing	TOM	5/21/01
<input checked="" type="checkbox"/>	Author	RES	5/21/01
<input checked="" type="checkbox"/>	RCTS Completed	TWR	6/21/01
<input checked="" type="checkbox"/>	Verified RCTS	RES	5/21/01
	OTHER APPROVALS		
<input checked="" type="checkbox"/>	LAW	*	
<input checked="" type="checkbox"/>	Risk MGMT	*	
Affected RCTS: closes BR 000801072			