NOTIFICATION OF APPLICATION BY SOUTHERN CALIFORNIA EDISON COMPANY (SCE) FOR EXPEDITED AUTHORIZATION TO CHANGE RESIDENTIAL ELECTRIC RATES EFFECTIVE JANUARY 1, 2010, AS PERMITTED BY NEWLY ENACTED PUBLIC UTILITIES CODE SECTION 739.9

On October 14, 2009, SCE filed an Application with the California Public Utilities Commission (CPUC) requesting expedited Commission authorization to change residential electric rates effective January 1, 2010. The requested rate change is permitted by newly enacted Public Utilities Code Section 739.9, which allows the Commission to approve increases in rates for residential Tiers 1 and 2 (low monthly usage) in accordance with specific formulas. Specifically, SCE proposes to increase Tier 1 and Tier 2 rates on rate Schedule D by 5.0 percent and to decrease Tier 3, 4, and 5 rates in proportion to the increased revenues recovered from Tier 1 and Tier 2 residential customers. SCE proposes no change in Tier 1 and Tier 2 rates for customers in the California Alternate Rates for Energy (CARE) program. SCE's request in this Application will not change SCE's authorized revenues. To implement this rate change on January 1, 2010, SCE has requested in this application filing an expedited procedural schedule.

If the Commission approves the Application, charges for bundled service (customers who receive electric generation in addition to transmission and distribution services from SCE) residential customers will change. A customer with consumption roughly equal to the baseline allowance of 300 kWh will see a bill increase of less than \$2.00, or 4.9 percent. A typical customer using 600 kWh (or about two times its baseline allowance) will see virtually no change in his or her bill while a higher usage residential customer using five times the baseline allowance (or 1,500 kWh) will see a decrease of about \$10.00, or 2.8 percent. Individual bills may differ.

THE CPUC PROCESS

The CPUC's Division of Ratepayer Advocates (DRA) will review this Application. DRA is an independent arm of the CPUC, created by the Legislature to represent the interests of all utility customers throughout the state and obtain the lowest possible rate for service consistent with reliable and safe service levels. DRA has a multi-disciplinary staff with expertise in economics, finance, accounting and engineering. DRA's views do not necessarily reflect those of the CPUC. Other parties of record will also participate.

The CPUC may hold evidentiary hearings where parties of record present their proposals in testimony and are subject to cross-examination before an Administrative Law Judge (ALJ). These hearings are open to the public, but only those who are parties of record can present evidence or cross-examine witnesses during evidentiary hearings. Members of the public may attend these hearings, but are not allowed to participate, only listen.

After considering all proposals and evidence presented during the hearing process, the ALJ will issue a draft decision. When the CPUC acts on this application, it may adopt all or part of SCE's request, amend or modify it or deny the application. The CPUC's final decision may be different from SCE's request.

FOR FURTHER INFORMATION FROM SCE

You may also view a copy of the application at SCE's Web site at www.sce.com/applications, or, by writing to SCE at the Rosemead mailing address below. You may also review a copy of this Application and related exhibits at SCE's corporate headquarters (2244 Walnut Grove Avenue, Rosemead, CA 91770) or at the following SCE business offices:

- 1 Pebbly Beach Rd., Avalon, CA 90704
- 30553 Rimrock Rd., Barstow, CA 92311
- 374 Lagoon St., Bishop, CA 93514
- 505 W. 14th Ave., Blythe, CA 92225
- 3001 Chateau Rd., Mammoth Lakes, CA 93546
- 510 S. China Lake Blvd., Ridgecrest, CA 93555
- 26364 Pine Ave., Rimforest, CA 92378
- 41694 Dinkey Creek Rd. Shaver Lake, CA 93664
- 421 W. J St., Tehachapi, CA 93561
- 120 Woodland Dr., Wofford Heights, CA 93285
- 6999 Old Woman Springs Rd., Yucca Valley, CA 92284

For further information from SCE regarding this Application, or to request a copy, please write to:

Southern California Edison Company 2244 Walnut Grove Avenue Rosemead, CA 91770 Attention: Case Administration

Los usuarios con acceso al Internet podrán leer y descargar esta notificacion en español en el sitio Web de SCE www.sce.com/avisos o escriba a:

Southern California Edison Company P.O. Box 800 2244 Walnut Grove Avenue Rosemead, CA 91770 Atención: Gabby Garcia

If you would like additional information on the CPUC process or need assistance, you may contact the CPUC's Los Angeles Public Advisor's Office (PAO) at 1-866-849-8391 (toll free) or 213-576-7055 in Los Angeles.

You may also send your comments to the PAO at the address: Public Advisor's Office, 320 West 4th St., Ste. 500, Los Angeles, CA 90013 or send an email to: public.advisor.la@cpuc.ca.gov. All e-mails and letters received from SCE customers will be circulated to each Commissioner, the assigned ALJ and other line divisions within the CPUC who are part of this proceeding. All such correspondence will become part of the formal correspondence file in this application. When sending an e-mail or writing a letter, please reference **Application No. A.09-10-014**.