Los usuarios con acceso al Internet podrán leer y descargar esta notificación en español en el sitio Web de SCE <u>www.sce.com/avisos</u> o escribir a:

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

SOUTHERN CALIFORNIA EDISON COMPANY (SCE)

NOTICE OF PROPOSED APPLICATION 10-04-002 ENERGY RESOURCE RECOVERY ACCOUNT (ERRA) FILING TO CONSIDER SCE'S PROPOSAL TO INCREASE YOUR ELECTRIC RATES

In compliance with California Public Utilities Commission (CPUC) Decisions D.02-10-062 and D.02-12-074 the CPUC determined that certain procurement related operations should be reviewed annually in the Energy Resource Recovery Account (ERRA) proceeding. Southern California Edison Company (SCE) has filed a proposed ERRA application A.10-04-002, which sets forth SCE's procurement-related operations for the Record Period January 1, 2009 through December 31, 2009.

In this application, SCE demonstrates that during the Record Period: (1) its recorded fuel expenses and energy expenses were reasonable, (2) its contract administration, dispatch of generation resources, and related spot market transactions complied with Standard of Conduct Four in SCE's CPUC-approved procurement plan, and (3) its other operations subject to CPUC review were reasonable.

In addition to presenting SCE's recorded 2009 costs for review, this application requests approval to recover \$29.947 million (including franchise fees and uncollectibles) associated with under-collections in four memorandum accounts authorized by the Commission: (1) the Department of Energy Litigation Memorandum Account; (2) the Litigation Cost Tracking Account; (3) the Market Redesign and Technology Upgrade Memorandum Account; and (4) the Project Development Division Memorandum Account.

Compared to revenue at present rates as of March 1, 2010, this application requests a revenue increase of \$29.947 million, or 0.283% beginning in 2011. If total rates were to change as requested, an average residential customer using 600 kilowatt-hours (kWh) per month would see an increase of \$0.31 per month, from \$99.12 to 99.43. The following table shows an estimate of proposed revenue and rate changes by customer group:

Customer Group	Revenue Change (\$Millions)	% Change	Present Rates ¢/kWh	Proposed Rates ¢/kWh
Residential	11.365	0.276%	15.938	15.980
Lighting - Small and Medium Power	10.758	0.275%	15.287	15.329
Large Power	6.633	0.323%	10.827	10.864
Agricultural and Pumping	1.011	0.288%	11.577	11.610
Street and Area Lighting	0.180	0.135%	19.213	19.238
TOTAL	29.947	0.283%	14.326	14.366

EVIDENTIARY HEARINGS

If the application is accepted, the CPUC may also hold evidentiary hearings whereby formal parties of record provide testimony and are subject to cross-examination before a CPUC Administrative Law Judge (ALJ). These hearings are open to the public, but only those who are formal parties of record may participate. For information relating to the hearings, you may contact the Public Advisor's Office (PAO) at the address or phone number shown below. A separate notification to SCE customers regarding the date, time and location of these hearings will be sent as a separate bill insert, or will appear as a newspaper notification.

The CPUC has its own court reporters who will record the comments of those formal parties of record participating in the evidentiary hearings. After considering all proposals and evidence presented during the formal hearing process, the assigned ALJ will issue a proposed decision. When the CPUC issues a final decision on the application, it may adopt, amend, or modify all or part of the ALJ's proposed decision as written. The CPUC's decision may be different than SCE's request.

The Division of Ratepayer Advocates (DRA) is an independent arm of the CPUC, created by the Legislature to represent the interests of all utility customers throughout the state to obtain the lowest possible rates for service consistent with reliable and safe service levels. DRA has a multi-disciplinary staff with expertise in economics, finance, accounting, and engineering.

CPUC PROCESS

If you wish to present hour comments on this proceeding you may submit written comments to the CPUC's PAO at the address or e-mail shown below. Please state that you are writing concerning SCE's application A.10-04-002. Your comments will become a part of the formal correspondence file for public comment in this proceeding. The PAO will circulate your comments to the five Commissioners, the ALJ, DRA, and to CPUC staff assigned to this proceeding. You may also contact the CPUC if you need advice on how to participate in this proceeding. You may also review a copy of this Application and related exhibits at SCE's corporate headquarters (2244 Walnut Grove Avenue, Rosemead, CA 91770).

FOR FURTHER INFORMATION FROM SCE

As noted above, you may review a copy of this Application and related exhibits at SCE's corporate headquarters (2244 Walnut Grove Avenue, Rosemead, CA 91770). You may also view these materials at the following SCE business offices:

1 Pebbly Beach Rd.	30553 Rimrock Rd.	374 Lagoon St.,
Avalon, CA 90704	Barstow, CA 92311	Bishop, CA 93514
505 W. 14 th Ave. Blythe, CA 92225	3001 Chateau Rd. Mammoth Lakes, CA 93546	510 S. China Lake Blvd., Ridgecrest, CA 93555

The Public Advisor California Public Utilities Commission 320 West Fourth Street, Suite 500 Los Angeles, CA 90013

Or by e-mail: *Public.Advisor.la@cpuc.ca.gov*

FOR FURTHER INFORMATION FROM SCE

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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	

Customers with Internet access may view and download SCE's application and the papers supporting it on SCE's Web site, www.sce.com/applications. Anyone who would like to obtain more information about the application, please write to:

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

Attention: Case Administration