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 escriba a:

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

SOUTHERN CALIFORNIA EDISON (SCE) NOTIFICATION OF CATASTROPHIC EVENT MEMORANDUM ACCOUNT (CEMA) APPLICATION FILING REGARDING PROPOSED INCREASE IN ELECTRIC RATES

APPLICATION NO. A.10-04-026

In compliance with California Public Utilities Code section 454.9 and California Public Utilities Commission (CPUC) decisions, Southern California Edison Company (SCE) has filed a Catastrophic Event Memorandum Account (CEMA) application. The application filing requests changes in SCE's electric rates due to the incremental costs associated with the restoration of service and repair of damage to its facilities resulting from the 2007 wind and firestorms. The application requests a one-time increase in SCE's revenue requirement of \$10.618 million, or 0.1 percent. If approved by the CPUC in 2011, this amount will be implemented in rates as soon as practical after the effective date of the decision.

Beginning on October 20, 2007, Southern California experienced a series of severe wind and firestorms that affected much of SCE's service territory. These storms caused significant damage to SCE's infrastructure and operations throughout its service territory. On October 21, 2007, the Governor issued a State of Emergency Proclamation for SCE's service territory in the affected areas of Los Angeles, Orange, Riverside, San Bernardino, San Diego, Santa Barbara and Ventura counties due to wildfires. On November 2, 2007 the Governor issued a State of Emergency Proclamation in Riverside County due to extremely damaging winds. In addition, President Bush declared a federal state of emergency on October 23, 2007, and then issued a "major disaster declaration" on October 24, 2007. In accordance with CPUC Resolution E-3824, SCE is requesting compensation through its Wind and Firestorm CEMA for incremental costs SCE incurred in restoring service and rebuilding its infrastructure during 2007 and 2008. These costs are not part of SCE's normal business and therefore are not funded through existing rates.

In the proceeding regarding SCE's 2007 Wind and Firestorm CEMA Application, the CPUC will determine the reasonableness of SCE's incremental costs in 2007 and 2008. Assuming that the CPUC

Although the storms caused significant damage throughout the SCE service territory, only costs associated with repair and service restoration in those counties listed in the Governor's and President's emergency declarations (Los Angeles, Orange, Riverside, San Bernardino, Santa Barbara and Ventura) are included in this CEMA application.

finds SCE's CEMA costs reasonable, the estimated 2012 one-time revenue requirement increase associated with the 2007 Wind and Firestorm CEMA will be approximately \$10.618 million.²

The proposed percentage increase in SCE's total revenue is 0.1 percent. Any revenue change resulting from this Application will be consolidated with revenue changes from other SCE applications. The following table shows an estimate of proposed revenues and rate changes by customer group:

CUSTOMER GROUP REVENUE IMPACT

	Revenue	0/	Present Bundled	Proposed Bundled
Customer Group	Change (\$Millions)	% Change	Rates ¢/kWh	Rates ¢/kWh
Residential	5.249	0.122%	15.938	15.957
Lighting - Small and Medium Power	3.774	0.093%	15.287	15.301
Large Power	1.255	0.059%	10.827	10.833
Agricultural and Pumping	0.311	0.085%	11.577	11.587
Street and Area Lighting	0.029	0.021%	19.213	19.217
TOTAL	10.618	0.096%	14.326	14.340

On an illustrative basis, if total rates were to change as requested, an average residential electric customer using 600 kilowatt-hours per month in the summer would see an increase of \$0.18 per month, from \$99.12 to \$99.30.

FOR FURTHER INFORMATION FROM SCE

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.	3001 Chateau Rd.	510 S. China Lake Blvd.,
Blythe, CA 92225	Mammoth Lakes, CA 93546	Ridgecrest, CA 93555
26364 Pine Ave.	41694 Dinkey Creek Rd.	421 W. J St.,
Rimforest, CA 92378	Shaver Lake, CA 93664	Tehachapi, CA 93561
120 Woodland Dr., Wofford Heights, CA 93285	6999 Old Woman Springs Rd. Yucca Valley, CA 92284	

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Includes Franchise Fees & Uncollectibles.

THE CPUC PROCESS

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.

EVIDENTIARY HEARINGS (EH's)

The CPUC may hold Evidentiary Hearings (EH's) whereby formal parties of record provide testimony and are subject to cross-examination before a CPUC Administrative Law Judge (ALJ). The EH's are open to the public, but only those who are formal parties of record may participate. The CPUC has its own court reporters who will record the comments of those formal parties of record participating in the EH's. 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.

COMMENTS OR PROTESTS

You may submit written comments to the CPUC's Public Advisor's Office at the address or e-mail shown below. Please state that you are writing concerning SCE's application A.10-04-026. Your comments will become a part of the formal correspondence file for public comment in this proceeding. The Public Advisor's Office will circulate your comments to the five Commissioners, the ALJ, DRA, and to CPUC staff assigned to this proceeding. You may also write to the CPUC if you need advice on how to participate in this proceeding, or would like to receive further notices regarding the date, time, and place of any hearing on SCE's Application. You may also review a copy of this Application and related exhibits at SCE's corporate headquarters (2244 Walnut Grove Avenue, Rosemead, CA 91770). Finally, you may also review a copy of this Application and related exhibits at the CPUC's main office in Los Angeles listed below.

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

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

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April 22, 2010.