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

NOTICE OF EVIDENTIARY HEARINGS TO CONSIDER SOUTHERN CALIFORNIA EDISON'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.11-04-001, which sets forth SCE's procurement-related operations for the Record Period January 1, 2010 through December 31, 2010.

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 2010 costs for review, this application requested approval to recover \$25.613 million (including franchise fees and uncollectibles) associated with under-collections in three memorandum accounts authorized by the Commission: (1) the Litigation Cost Tracking Account; (2) the Market Redesign and Technology Upgrade Memorandum Account (MRTUMA); and (3) the Project Development Division Memorandum Account. Since filing the application, SCE has withdrawn its request to recover the under-collection in the MRTUMA, which totaled approximately \$17.146 million.

Compared to revenue at present rates as of March 1, 2011, this application requested a revenue increase of \$25.613 million, or 0.24% beginning in 2012. If total rates were to change as initially requested by SCE, an average residential customer using 600 kilowatt-hours (kWh) per month would have seen an increase of \$0.30 per

month, from \$103.50 to 103.80. The following table shows SCE's initial estimate of its proposed revenue and rate changes by customer group:¹

	Revenue		Present	Proposed
Customer Group	Change (\$000)	% Change	Rates ¢/kWh	Rates ¢/kWh
Residential	9,711.18	0.22%	16.03	16.26
Lighting - Small and Medium Power	9,208.43	0.23%	15.39	15.61
Large Power	5,673.77	0.29%	10.91	11.08
Agricultural and Pumping	865.41	0.24%	11.64	11.81
Street and Area Lighting	154.21	0.11%	19.27	19.53
TOTAL	25,613.00	0.24%	14.42	14.63

The CPUC is a state agency that regulates privately-owned utilities. It decides if and how much your electric rates will be increased.

The Division of Ratepayer Advocates (DRA) is an independent arm of the CPUC. The DRA participates in CPUC proceedings, workshops, and other forums with significant dollar impacts on consumers that address issues of consumer protection, development of fair rules for competition or other significant policy issues, and that address service quality, rate levels, and rate of return. The DRA's mission is 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.

The CPUC has scheduled formal evidentiary hearings to analyze the need for the proposed changes. These hearings are open to the public to attend and listen, but in order to participate you have to become what is called a "formal party of record." Contact the Public Advisor's Office (see below for contact information) if you have questions about becoming a formal party of record. At the evidentiary hearing, a CPUC Administrative Law Judge (ALJ) hears testimony, including testimony from expert witnesses. After the hearings are completed, the ALJ will consider all of the evidence presented and make recommendations to the Commissioner. The final decision is made by a majority vote of the five CPUC Commissioners during their official business meeting. The Commissioners may approve the company's proposal, the ALJ's recommendations, an alternate decision filed by one of the Commissioners, or completely reject the proposal.

The hearings will be held on January 18-20, 2012 in the Commission Courtroom, State Office Building, 505 Van Ness Avenue, San Francisco, California, beginning at 10:00 a.m.

¹ Because SCE has withdrawn its request to recover the under-collection in the MRTUMA, its requested revenue increase and associated rate changes will be less than those initially set forth in its application and reflected in the table.

You may view a copy of this application at SCE's corporate headquarters, 2244 Walnut Grove Avenue, Rosemead, CA 91770. You may also contact SCE at one of its multicultural service numbers:

MON-FRI 8 A.M.-5 P.M.

English	(800) 655-4555
Cambodian / Exµr.	
Chinese / 中文	
Korean / 국어	(800) 628-3061
Vietnamese / TiếngViệt	(800) 327-3031
Spanish / Español	

The CPUC wants to know what you think before it makes a decision. You can <u>call or send a letter or email</u> to the CPUC at the address shown below, and mention you are contacting us about application number A.11-04-001.

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

Call between 9:00 a.m. and 3:00 p.m. Toll Free: 866-849-8391 or 866-849-8390

TDD for speech and hearing impaired call toll free: 800-229-6846