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*Para más información en cómo este cambio impactará su factura, llame al 1-800-798-5723.*

**NOTICE OF APPLICATION**  
**Southern California Edison Company's Request to Increase Water Rates**  
**APPLICATION A.20-10-018**

**Why am I receiving this notice?**

On October 30, 2020, Southern California Edison Company (SCE) filed with the California Public Utilities Commission (CPUC) SCE's Application No. 20-10-018 for authority to increase rates for water service on Santa Catalina Island (Catalina) and recover costs from water and electric customers. SCE is requesting a total of \$9.312 million in authorized revenues in its application.

If the CPUC approves this application, SCE will recover forecasted costs in rates over a five-year period beginning in 2022 and ending in 2026. This will impact your bill.

**Why is SCE requesting this rate increase?**

SCE is requesting this rate increase to recover:

- Operating expenses required to safely and effectively operate the Catalina water utility;
- Infrastructure necessary to produce and distribute safe drinking water to customers and visitors to Catalina; and
- Historical capital expenditures for water utility plant in service, not in authorized rate base, including a fair return on rate base;
- Incremental Operations and Maintenance expense due to the recent historic drought and lost revenues due to the drought and implementing the Staged Water Conservation and Rationing Plan; and
- Deferred revenues resulting from SCE's five-year revenue-requirement phase-in proposal.

**How could this affect my water bill?**

If SCE's rate request is approved by the CPUC, there will be a five-year rate increase beginning in 2022. The average residential bill with a 5/8" meter using 1,466 gallons per month would increase by approximately \$29.03 or 40% per month in 2022 and up to approximately \$110.52 or 153% in 2026. In the tables below, SCE is showing the impact of the initial rate increase in Year 1 as well as the impact to collect the full revenue requirement in Year 5. The Year 1 proposed rate change in Table 1 is calculated above current authorized rates. The Year 5 rate change in Table 2 is calculated above the proposed Year 4 rates.

**Table 1: Proposed Water Rate Increase Above Current Rates – Year 1 of Phase-in Proposal**

<b>Residential Rates (\$/1,000 gallons)</b>								
Customer Group	Current Rates □		Proposed Increase		Proposed Rates □		% Increase % Increase	
	Summer	Winter	Summer	Winter	Summer	Winter	Summer	Winter
Non-CARE Residential								
0 - 2,000 gallons (Tier 1)	24.41	12.27	15.62	7.99	40.03	20.26	64%	65%
2,001 - 6,500 gallons (Tier 2)	48.25	23.98	30.61	15.35	78.86	39.33	63%	64%
Over 6,500 gallons (Tier 3)	72.08	35.68	45.62	22.72	117.70	58.40	63%	64%
Residential - CARE								
0 - 2,000 gallons (Tier 1)	19.07	9.36	7.14	3.51	26.21	12.87	37%	38%
2,001 - 6,500 gallons (Tier 2)	38.14	18.73	14.29	7.01	52.43	25.74	37%	37%
Over 6,500 gallons (Tier 3)	57.21	28.09	21.43	10.52	78.64	38.61	37%	37%
<b>Residential Bill Impact for 5/8" Meter (\$/Month)</b>								
Description	Current		Proposed Increase		Proposed		% Increase	
Non-CARE Residential bill	\$	72.45	\$	29.03	\$	101.48	40%	
CARE Residential bill	\$	73.05	\$	15.97	\$	89.02	22%	
<b>Non-Residential Rates (\$/1,000 gallons)</b>								
Customer Group	Current Rates □		Proposed Increase		Proposed Rates □		% Increase % Increase	
	Summer	Winter	Summer	Winter	Summer	Winter	Summer	Winter
Commercial and Irrigation								
All Usage	57.68	23.38	7.11	3.17	64.79	26.55	12%	14%
<b>Non-Residential Bill Impact for 5/8" Meter (\$/Month)</b>								
Description	Current		Proposed Increase		Proposed		% Increase	
Commercial	\$	170.59	\$	26.55	\$	197.14	16%	
Irrigation	\$	101.92	\$	17.83	\$	119.75	17%	

**Table 2: Proposed Water Rate Increase – Year 5 of Phase-in Proposal**

<b>Residential Rates (\$/1,000 gallons)</b>								
Customer Group	Current Rates □		Proposed Increase		Proposed Rates □		% Increase % Increase	
	Summer	Winter	Summer	Winter	Summer	Winter	Summer	Winter
Non-CARE Residential								
0 - 2,000 gallons (Tier 1)	64.08	32.44	8.02	4.06	72.10	36.50	13%	13%
2,001 - 6,500 gallons (Tier 2)	126.26	62.96	15.79	7.88	142.05	70.84	13%	13%
Over 6,500 gallons (Tier 3)	188.43	93.49	23.58	11.70	212.01	105.19	13%	13%
Residential - CARE								
0 - 2,000 gallons (Tier 1)	41.97	20.61	5.25	2.57	47.22	23.18	13%	12%
2,001 - 6,500 gallons (Tier 2)	83.93	41.21	10.51	5.16	94.44	46.37	13%	13%
Over 6,500 gallons (Tier 3)	125.90	61.82	15.75	7.73	141.65	69.55	13%	13%
<b>Residential Bill Impact for 5/8" Meter (\$/Month)</b>								
Description	Current		Proposed Increase		Proposed		% Increase	
Non-CARE Residential bill	\$	162.46	\$	20.33	\$	182.79	13%	
CARE Residential bill	\$	142.51	\$	17.83	\$	160.34	13%	
<b>Non-Residential Rates (\$/1,000 gallons)</b>								
Customer Group	Current Rates □		Proposed Increase		Proposed Rates □		% Increase % Increase	
	Summer	Winter	Summer	Winter	Summer	Winter	Summer	Winter
Commercial and Irrigation								
All Usage	103.73	42.51	12.98	5.32	116.71	47.83	13%	13%
<b>Non-Residential Bill Impact for 5/8" Meter (\$/Month)</b>								
Description	Current		Proposed Increase		Proposed		% Increase	
Commercial	\$	315.62	\$	39.49	\$	355.11	13%	
Irrigation	\$	191.72	\$	23.99	\$	215.71	13%	

### **How does the rest of this process work?**

This application will be assigned to a CPUC Administrative Law Judge who will consider proposals and evidence presented during the formal hearing process. The Administrative Law Judge will issue a proposed decision that may adopt SCE's application, modify it, or deny it. Any CPUC Commissioner may sponsor an alternate decision with a different outcome. The proposed decision, and any alternate decisions, will be discussed and voted upon by the CPUC Commissioners at a public CPUC Voting Meeting.

Parties to the proceeding are currently reviewing SCE's application, including the Public Advocates Office, which is an independent consumer advocate within the CPUC that represents customers to obtain the lowest possible rate for service consistent with reliable and safe service levels. For more information about the Public Advocates Office please call **1-415-703-1584**, email [PublicAdvocatesOffice@cpuc.ca.gov](mailto:PublicAdvocatesOffice@cpuc.ca.gov), or visit [PublicAdvocates.cpuc.ca.gov](http://PublicAdvocates.cpuc.ca.gov).

### **Where can I get more information?**

#### **Contact SCE**

Phone: (800) 655-4555 or (626) 302-8146  
Email: [scegrc@sce.com](mailto:scegrc@sce.com)  
Mail: Southern California Edison Company  
Attn: Case Administration  
A.20-10-018: SCE Catalina Water 2022 GRC  
P.O. Box 800  
2244 Walnut Grove Avenue  
Rosemead, CA 91770

A copy of the Application and any related documents may also be reviewed at [www.sce.com/applications](http://www.sce.com/applications). Search for the word Catalina Water or Application A.20-10-018.

#### **Contact CPUC**

Please visit [cpuc.ca.gov/A2010018comments](http://cpuc.ca.gov/A2010018comments) to submit a comment about this proceeding on the CPUC Docket Card. Here you can also view documents and other public comments related to this proceeding. Your participation by providing your thoughts on SCE's request can help the CPUC make an informed decision.

If you have questions about CPUC processes, you may contact the CPUC's Public Advisor's Office at:

Phone: **1-866-849-8390** (toll-free) or **1-415-703-2074**  
Email: [Public.Advisor@cpuc.ca.gov](mailto:Public.Advisor@cpuc.ca.gov)  
Mail: CPUC Public Advisor's Office  
505 Van Ness Avenue  
San Francisco, CA 94102

Please reference **SCE's Application A.20-10-018** in any communications you have with the CPUC regarding this matter.