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 la atención de las Comunicaciones Corporativas.

Southern California Edison Company 2244 Walnut Grove Avenue Rosemead, CA 91770

SOUTHERN CALIFORNIA EDISON COMPANY (SCE) NOTICE OF FILING OF GENERAL RATE CASE APPLICATION

IMPORTANT INFORMATION ABOUT SCE'S REQUESTED RATE INCREASE

APPLICATION NO. (A.) 16-09-001

On September 1, 2016, Southern California Edison Company (SCE) filed a General Rate Case (GRC) Application with the California Public Utilities Commission (CPUC) requesting authority to increase base rate (non-fuel) revenues. SCE is requesting to increase its revenue requirement for 2018 – 2020 as follows:

- **2018:** \$222 million (2.7% increase over presently authorized total rates)
- **2019:** Additional \$533 million (4.2%)
- **2020:** Additional \$570 million (5.2%)
- **TOTAL:** Cumulative \$1.325 billion (12.1%) revenue requirement increase over 3 years¹

At the request of the CPUC, SCE's request for 2018 includes approval of \$48 million in one-time costs recorded in several balancing and memorandum accounts.

Every three years, SCE is required to file a GRC application that starts a proceeding in which the CPUC sets annual revenue levels. Annual revenue is the total amount of money a utility collects through rates in a given year, for specific purposes. Base rate revenues pay for the costs of owning and operating electric distribution and generation facilities (excluding fuel and purchased power related costs).

¹ The percentage increases represent the average increase. Individual customers may see lower or higher bill increases due to their individual energy consumption.

THE KEY REASONS FOR SCE'S PROPOSED INCREASE

The primary reasons for the requested revenue increases are:

- 1. Keeping the electric grid safe for the public and for SCE workers;
- 2. Reinforcing grid reliability, and grid resiliency in case of an emergency;
- 3. Modernizing the electric grid to integrate distributed energy resources without compromising safety and reliability; and
- 4. Improving customer service and communication, and offering customers more choices to meet their needs.

WHAT THIS PROPOSED GRC APPLICATION MEANS TO YOU

If the CPUC approves the application, the impact on non-CARE residential customers who use the system-wide average of 600 kWh per month would be about \$3.75 a month in 2018. In 2019, the monthly increase would be about \$5.65 and in 2020, the monthly increase would be about \$7.29. The Table below shows the proposed rate increase by customer group, based on the most recent method approved by the CPUC:

Proposed Rate Increase by Customer Group²

	System Revenues				Bundled (¢/kWh)			
Customer	Current	Proposed	Revenue	%	Current	Proposed	Proposed	% Rate
Group	Revenues	Revenues	Increase	Revenue	Rates	Rates	Rate	Increase
				Increase	(¢/kWh)		Increase	
Residential	4,729,345	4,891,392	162,047	3.43%	17.15	17.73	0.58	3.38%
Lighting-	4,112,709	4,217,870	105,161	2.56%	15.59	15.97	0.38	2.44%
Small and								
Medium								
Power								
Large	1,804,479	1,838,691	34,212	1.90%	10.78	10.95	0.17	1.58%
Power								
Agricultural	387,371	395,781	8,410	2.17%	11.86	12.11	0.25	2.11%
& Pumping								
Street &	126,305	126,602	297	0.24%	17.04	17.08	0.04	0.23%
Area								
Lighting								
Standby	257,361	260,178	2,817	1.09%	8.97	9.04	0.07	0.78%
Total	11,417,570	11,730,515	312,945	2.74%	14.87	15.26	0.39	2.62%

FOR FURTHER INFORMATION ABOUT SCE'S APPLICATION

You may review a copy of SCE's application and related exhibits at SCE's corporate headquarters (2244 Walnut Grove Avenue, Rosemead, CA 91770).

Customers with Internet access may view and download SCE's application and related exhibits on SCE's website. Please do the following:

- 1) Go to www.sce.com/applications;
- 2) Scroll down to "2018 GRC" and click on the link;
- 3) The 2018 GRC application and testimony are presented in Adobe Acrobat (pdf) format and can be viewed online, printed, or saved to your hard drive.

If you have technical issues accessing the documents through the website, please e-mail **case.admin@sce.com** for assistance (be sure to reference proceeding A.16-09-001 in your e-mail).

Anyone who would like to obtain more information about this application from SCE, please write to:

Southern California Edison Company

A.16-09-001 - SCE's 2018 GRC

P.O. Box 800

Rosemead, CA 91770

Attention: Shinjini Menon, Director, General Rate Case

² On average, 2018 bills will be at about the same level as 2014 if SCE's request is approved.

In addition, a copy of this application may be reviewed at the CPUC's Central Files Office, located in San Francisco, CA, by appointment. For more information, please contact them at <u>alicentralfilesid@cpuc.ca.gov</u> or (415) 703-2045.

CPUC PROCESS

This application will be assigned to an Administrative Law Judge (Judge) who will determine how to receive evidence and other related documents necessary for the CPUC to establish a record upon which to base its decision. Evidentiary Hearings (EHs) may be held where parties of record will present their testimony and may be subject to cross-examination by other parties. These EHs are open to the public, but only those who are parties of record can participate. In addition, the CPUC may hold Public Participation Hearings (PPHs) on this application. PPHs are public forums where SCE customers can obtain additional information about this application and provide feedback on the application to CPUC and SCE representatives.

After considering all proposals and evidence presented during the formal hearing process, the assigned Judge will issue a proposed decision which may adopt SCE's application as proposed, modify it, or deny it. Any CPUC Commissioner may sponsor an alternate decision. The proposed decision, and any alternate decisions, will be discussed and voted upon at a scheduled CPUC Voting Meeting.

As a party of record, the Office of Ratepayer Advocates (ORA) will review this application on behalf of SCE's ratepayers. ORA is the independent consumer advocate within the CPUC with a legislative mandate to represent investor-owned utility customers to obtain the lowest possible rate for service consistent with reliable and safe service levels. ORA has a multi-disciplinary staff with expertise in economics, finance, accounting, and engineering. For more information about ORA, please call (415) 703-1584, e-mail ora@cpuc.ca.gov or visit ORA's website at www.ora.ca.gov.

STAY INFORMED

If you would like to follow this proceeding, or any other issue before the CPUC, you may use the CPUC's free subscription service. Sign up at:

http://subscribecpuc.cpuc.ca.gov/. If you would like to learn how you can participate in the proceeding, have informal comments about the application, or if you have questions about the CPUC processes, you may access the CPUC's Public Advisor Office (PAO) webpage at www.cpuc.ca.gov/pao/. You may also contact the PAO as follows:

Email: public.advisor@cpuc.ca.gov

Write: Public Advisor's Office

California Public Utilities Commission

505 Van Ness Avenue San Francisco, CA 94102

Call: 1-415-703-2074

Toll-free: 1-866-849-8390 TTY: 1-415-703-5282 TTY toll free: 1-866-836-7825

Please reference Southern California Edison Application No. 16-09-001 in any communications you have with the CPUC regarding this matter. All public comments will become part of the public correspondence file for this proceeding and be made available for review for the assigned Judge, the Commissioners, and appropriate CPUC staff.