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

NOTICE OF PUBLIC PARTICIPATION HEARINGS REGARDING PROPOSED RATE CHANGES BY SOUTHERN CALIFORNIA EDISON COMPANY (SCE) Application (A.) 11-03-014, et al.

The California Public Utilities Commission (CPUC) would like to hear from you! Public Participation Hearings (PPH's) on Phase 2 of the CPUC Smart Meter Opt-Out proceedings are being held at various locations throughout California and will be facilitated by a CPUC Administrative Law Judge. The dates, times and locations of the PPH's are listed below:

Date and Time of PPH December 14, 2012 3:00 p.m.	Location of PPH County Administration Building Board Hearing Room 105 East Anapamu Street, 4th Floor Santa Barbara, CA 93101
December 17, 2012 6:00 p.m.	Junipero Serra State Office Building – Carmel Room -Auditorium 320 West 4th Street, 1st Floor Los Angeles, CA 90013
December 18, 2012 6:00 p.m.	San Clemente Community Center – Ole Hanson Fireside Room 100 N. Calle Seville San Clemente, CA 92672

The purpose of the PPH is to accept public comment from electric utility customers regarding the Phase 2 issues of the CPUC Smart Meter Opt-Out proceeding. These Phase 2 issues include:

1) Should more than one opt-out option be offered to customers who do not wish to have a wireless SmartMeter (e.g., a digital, non-communicating meter)? Should different fees be assessed based on the type of opt-out meter selected by the customer and, if so, what is an appropriate level for such fees?

- 2) Should all costs associated with the opt-out option be paid by only those customers electing the option, or should some portion of these costs be allocated to all ratepayers and/or to utility shareholders?
- 3) What fees should be assessed on customers who elect the opt-out option and should the fees be assessed on a per meter or per location basis?
- 4) Should there be an "exit fee" imposed on customers who elect the opt-out option and later return to a wireless SmartMeter?
- 5) Should the opt-out option be extended to local governments and communities?

SCE Representatives will be present at each site listed above to assist with individual customer concerns.

BACKGROUND

On February 1, 2012, the Commission issued Decision (D.) 12-02-014, which modified PG&E's SmartMeter Program to include an option for those residential customers who did not wish to have a wireless smart meter (as used in this proceeding, a wireless smart meter is a digital electric or gas meter that transmits customer usage data through radio transmission). Similar decisions were issued for SDG&E in D.12-04-019 and for SCE in D.12-04-018 (D.12-02-014, D.12-04-018 and D.12-04-019 are collectively referred to as the "Opt-Out Decisions"). The Opt-Out Decisions adopted interim fees for those customers electing to participate in the opt-out option and directed that a separate phase be initiated to consider cost and cost allocation issues associated with opt-out options. The decisions also directed that the second phase consider whether the opt-out option should be extended to communities, such as local governments and residents of apartment buildings or condominium complexes.

On June 8, 2012, CPUC Assigned Commissioner, Michael Peevey, issued a Ruling adding this required separate phase – Phase 2 – to the smart meter opt-out proceedings.

SCE's PROPOSED RATE CHANGE

SCE projects that its Opt-Out Program will require approximately \$21 million in revenue (\$15.010 million in operations & maintenance expenses and \$5.979 million in capital expenditures) over the 2012 through 2014 period, and requests CPUC approval to recover 100 percent of this forecasted revenue requirement through opt-out fees.

SCE proposes to recover the incremental costs associated with the Opt-Out Program from those residential customers exercising the option. The proposal includes an initial fee and monthly charges. These costs include the labor associated with the removal of the opt-out meter and the installation of the Edison SmartConnect® meter when a customer leaves the Opt-Out Program. These fees will be discounted by 20 percent for those customers enrolled in the CARE program (the CARE discount will be allocated to

all ratepayers, except Street Lighting customers, on an equal-cents-per-kilowatt hour basis pursuant to CA Public Utilities Code Section 327(a)(7) and consistent with Commission practice).

The following table presents SCE's proposed fees for opt-out customers, based on the forecast revenue requirements and estimates of opt-out participants:

Customer Group	Initial Fee	Monthly Fee
Non-CARE	\$98	\$24
CARE	\$78	\$19

Any actual changes in rates, or approval of any additional opt-out fees, will be determined by the Commission.

FOR FURTHER INFORMATION FROM SCE

You may view a copy of SCE's Smart Meter Opt-Out Phase 2 Testimony (titled "SCE Smart Meter Opt-Out Cost Estimates & Cost Recovery Proposal") on SCE's website: www.sce.com/applications, by entering "A.11-03-014" into the Search Key box and clicking "Go;" or by writing to SCE at the Rosemead mailing address below. You may also review a copy of this Testimony at SCE's corporate headquarters (2244 Walnut Grove Avenue, Rosemead, CA 91770) or 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	

For further information from SCE regarding this Application, please write to:

Southern California Edison Company 2244 Walnut Grove Avenue Rosemead, CA 91770 Attention: Paul Kubasek Smart Meter Opt-Out Regulatory Manager

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

CPUC PROCESS

If you are unable to attend these hearings, you may submit written comments to the CPUC's Public Advisor's Office at the address noted below. Please refer to the application filing number, A.11-03-014 et al, when writing. Please state if you would like a response, otherwise no response will be sent. Your comments will become a part of the formal file for public comment in this proceeding. The Public Advisor's Office will circulate your comments to the five Commissioners, the ALJ, the Division of Ratepayer Advocates (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 future hearing in this proceeding:

The Public Advisor
California Public Utilities Commission
505 Van Ness Avenue, Room 2103
San Francisco, CA 94102
E-Mail: Public.Advisor@cpuc.ca.gov

Locations for these hearings are wheelchair accessible. If you need interpreters for language or for the hard of hearing, please contact the Public Advisor's Office at the following numbers at least five (5) working days in advance of the meeting date:

Telephone: (415) 703-2074 or toll free: 1-866-849-8390 TTY: (415) 703-5282 or toll free TTY: 1-866-836-7825

**PLEASE NOTE - Some customers may have received a notice with a misprinted toll free number for the Public Advisor's office. The toll free number on THIS Notice is the correct number.