

Para mas detalles en Espanol, llame al 1-800-441-2233 ▪ [insert Cambodian] 1-800-843-1309 ▪ [insert Korean] 1-800-628-3061 ▪ [insert Chinese] 1-800-843-8343 ▪ [insert Vietnamese] 1-800-327-3031

NOTICE OF SOUTHERN CALIFORNIA EDISON COMPANY APPLICATION TO RETURN REVENUES FROM THE SALE OF GREENHOUSE GAS ALLOWANCES AND TO RECOVER COSTS ASSOCIATED WITH THIS PROGRAM (A.13-08-002)

Summary

On August 1, 2013, Southern California Edison Company (SCE) submitted an application to the California Public Utilities Commission (CPUC) to forecast revenues from the sale of greenhouse gas (GHG) allowances under California’s GHG emissions reduction program, and to recover the administrative and outreach costs related to this program in 2014. If this application is approved, SCE will return revenues from the program—less program administration and outreach costs—to customers via bill credits. These revenues could be returned as early as February 2014.

About the program to reduce GHG emissions

The California Air Resources Board (CARB) encourages the reduction of greenhouse gas (GHG) emissions by placing a cap on the amount of GHG emissions a facility can emit. This is regulated through the implementation of GHG allowances, or permits. Under California’s GHG reduction program, starting in 2013, CARB allocated SCE and other California utilities GHG emissions allowances to be sold for the benefit of customers and to mitigate the cost impact of the program. SCE is required to sell its allowances in an auction and pass the revenue from the sale to its customers, less some expenses for administration and outreach costs. SCE does not profit from the sale of these GHG allowances.

How will SCE’s application affect me?

If the application is approved by the CPUC, the revenues from the sale of GHG allowances will be returned to SCE’s residential and small business customers, as well as some industrial customers. The order and method in which these revenues are returned are determined by the legislature and CPUC, and are expected as follows¹:

- First, to some Industrial customers annually.
- Second, to Small Business and Residential customers each month until 2020, via a bill credit based on usage.
- Third and finally, an additional credit for all Residential households semi-annually, via a fixed-amount bill credit, forecast to be approximately \$46.00 for 2014. The bill credit will be adjusted based on GHG-related costs and the actual revenue from the sale.

How do I find out more about SCE’S application?

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. Avalon, CA 90704	1820 Rimrock Rd. Barstow, CA 92311	374 Lagoon St., Bishop, CA 93514
505 W. 14 th Ave. Blythe, CA 92225	3001 Chateau Rd. Mammoth Lakes, CA 93546	510 S. China Lake Blvd., Ridgecrest, CA 93555
26364 Pine Ave. Rimforest, CA 92378	41694 Dinkey Creek Rd. Shaver Lake, CA 93664	421 W. J St., Tehachapi, CA 93561
120 Woodland Dr., Wofford Heights, CA 93285	6999 Old Woman Springs Rd. Yucca Valley, CA 92284	

Customers with Internet access may view and download SCE's application and the papers supporting it on SCE's website, 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 en la dirección indicada, a la atención Comunicaciones Corporativas.

A copy of SCE's application and exhibits are also available for review at the CPUC, 505 Van Ness Avenue, San Francisco, CA 94102, Monday–Friday, 8 a.m.–noon. SCE's application (without exhibits) is available on the CPUC's website at www.cpuc.ca.gov/puc.

How does the CPUC's decision making process work?

The application will be reviewed through the CPUC formal administrative law process. The application will be assigned to a CPUC Administrative Law Judge ("ALJ"). The ALJ presides over the proceeding, which develops a formal record that the ALJ relies upon in drafting a Decision to present to the five-member Commission.

The CPUC's Division of Ratepayer Advocates ("DRA") will review this application and participate in the proceeding. The DRA is an independent arm of the CPUC, created by the Legislature to represent the interests of all utility customers throughout the state. The DRA's views do not necessarily reflect those of the CPUC. Other parties of record may also participate.

The CPUC **may** hold evidentiary hearings whereby formal parties of record provide testimony and are subject to cross-examination before the ALJ. These hearings are open to the public, but only formal parties of record may participate. 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.

You may submit written comments on SCE's application to the CPUC's San Francisco Public Advisor's Office at the address or e-mail shown below.

California Public Utilities Commission
Public Advisor's Office
505 Van Ness Avenue
San Francisco, CA 94102
Or by e-mail: public.advisor@cpuc.ca.gov
1-415-703-2074 or 1-866-849-8390

Please state that you are writing concerning SCE's application A.13-08-002. Your comments will be circulated to the Commissioners, the assigned ALJ and the CPUC staff and 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.

If the CPUC deems it necessary to hold evidentiary hearings or public participation hearings, a bill insert notice will be sent to SCE's customers in their monthly bill. The insert will provide information about the dates, times and locations of any hearing.

If you would like to follow this proceeding or any other issue before the CPUC, you may utilize the CPUC's free and confidential subscription service. Sign up at: <http://subscribecpuc.cpuc.ca.gov/>.

¹ Proposed classifications and payments are subject to CPUC approval.