

IMPORTANT INFORMATION ABOUT PROPOSED RATE INCREASE APPLICATION NO. A.08-03-014

On March 18, 2008, Southern California Edison Company (SCE) filed Application No. 08-03-014 with the California Public Utilities Commission (Commission) seeking approval of its Renewable Integration and Advancement (RIA) program. The RIA program seeks to explore improvements in technology and infrastructure that will make renewables (i.e., electricity generated by wind, solar, biomass, and geothermal technology) more compatible with California's electric systems and market. Specifically, through the RIA program, SCE will fund projects to research, develop, and demonstrate technical upgrades needed to integrate higher levels of renewable resources into SCE's portfolio. The program will also evaluate solutions and project concepts that optimize transmission capacity in renewable rich areas, determine what protection and operation upgrades would be required with high penetration of renewables into the distribution system, identify software or hardware technologies, best practices, or other tools that effectively improve forecasting, scheduling, and operation of intermittent resources, and deploy bench-scale renewable generation technologies that have the potential for near-term commercialization. This program is needed to sustain progress towards the state's renewable goal, reliably and safely integrate renewable technology, improve the efficiency (and therefore lowering the cost) of delivering renewable energy, and explore other cost-effective renewable technologies. In support of these efforts, SCE is requesting authority to spend up to \$30 million over two years, with the ability to extend the program for an additional four years.

The following table shows SCE's requested revenue change allocated to customer groups on an annual basis. The rate changes below are for illustrative purposes only to show the bill impact of this RIA filing and not for purposes of predicting rates. If the Commission approves SCE's request, a typical residential customer will see a monthly bill increase of 0.16% or \$0.14. A typical bill will increase from \$87.74 to \$87.88. The percentages shown do not necessarily reflect the changes that you may see in your bill. Changes in individual bills will depend on how much energy each customer uses.

Customer Group Revenue Impact Renewable Integration and Advancement Program

Customer Group	c/kWh average Rates	c/kWh average Rates + RIA	Total Rate Change	% Change
Residential	15.079	15.103	0.024	0.16%
Lighting, Small & Medium Power	14.354	14.371	0.017	0.12%
Large Power	10.786	10.795	0.009	0.08%
Agricultural & Pumping	10.755	10.769	0.014	0.13%
Street Lighting	18.888	18.947	0.059	0.31%
Total	13.724	13.743	0.019	0.14%

Actual rates will be determined by the Commission through its regulatory process.

ACTION THE COMMISSION MAY TAKE ON SCE'S APPLICATION

Before acting on Application 08-03-014, the Commission may hold evidentiary hearings. The Commission conducts evidentiary hearings before a Commission Administrative Law Judge, who may be joined by one or more of the Commissioners. At the hearings, sworn testimony is presented by SCE representatives, other parties, and the Commission's independent Division of Ratepayer Advocates (DRA). Evidentiary hearings are open to the public, but only those who are parties of record can present evidence or cross-examine witnesses during evidentiary hearings. Parties may offer proposals that differ from those presented in this application.

After considering all evidence presented, the Commission will issue a decision on this application. The actual plan the Commission adopts may differ from what SCE requested in its application.

If you would like to send comments or concerns about this application to the Commission, or if you would like to participate in the hearings, please contact the Commission's Public Advisor at the address shown below. The Public Advisor will circulate your comments to the Commissioners and other Commission staff working on this matter.

The Public Advisor
California Public Utilities Commission
320 West Fourth Street, Suite 500
Los Angeles, CA 90013
Email: Public.advisor.la@cpuc.ca.gov

Please refer to Application No. 08-03-014. Please state if you would like a response. Otherwise no response will be sent.

FOR FURTHER INFORMATION

Customers with Internet access may view and download Application 08-03-014 and the papers supporting it on SCE's web site at <http://www.sce.com>. Those without Internet access or anyone wishing to obtain more information about the application or hard copies of some or all of the materials, should send a written request, referring to Application No. 08-03-014, to:

Southern California Edison Company
P.O. Box 800
2244 Walnut Grove Avenue
Rosemead, CA 91770
Attention: Case Administration

Para solicitar una copia en español de esta notificación por favor escriba a:

Southern California Edison Company
2244 Walnut Grove Avenue
Quad 4A
Rosemead, CA 91770

a la atención de Comunicaciones Corporativas
o por medio de correo electrónico a gabby.garcia@sce.com.