

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 escribir a:

Southern California Edison Company
P.O. Box 800
2244 Walnut Grove Avenue
Rosemead, CA 91770
Atención: Comunicaciones Corporativas

**SOUTHERN CALIFORNIA EDISON COMPANY
NOTICE OF PROPOSED CHANGE IN ELECTRIC RATES
STATE MANDATED AB 32 ADMINISTRATIVE FEES
APPLICATION NO. A.10-08-002**

On or about August 2, 2010, Southern California Edison Company (SCE), San Diego Gas & Electric Company, Southern California Gas Company, and Pacific Gas and Electric Company (the Utilities) jointly filed an application with the California Public Utilities Commission (CPUC) for authority to recover administrative fees paid to the California Air Resources Board (CARB) as a result of the passage of Assembly Bill 32 (AB 32), the Global Warming Solutions Act of 2006. SCE will record these paid administrative fees in a regulatory account for cost recovery in electric rates.

AB 32 legislation requires a reduction of greenhouse gas (GHG) emissions to 1990 levels by 2020. CARB is the state agency that implements the AB 32 program. Additionally, AB 32 authorizes CARB to adopt a schedule of fees to be paid by sources of GHG emissions to support the administrative costs of implementation. In September 2009, CARB adopted an administrative fee schedule. The Utilities anticipate invoicing of the Administrative Fee by CARB in the third quarter of 2010 with payment due in the fourth quarter of 2010. SCE estimates its 2010 CARB fees at \$2.4 million. SCE is seeking recovery of the Administrative Fees paid to CARB in electric rates.

Compared to revenue at present rates as of June 1, 2010, this application could result in a revenue increase of \$2.4 million, or 0.02% beginning in year 2011. **If total rates were to change as requested, an average residential customer using 600 kilowatt-hours (kWh) per month would see an increase of \$0.05 per month, from \$94.58 to \$94.63.** The following table shows an estimate of proposed revenue and rate changes by customer group:

If approved, the proposed change in rates for each customer class is as follows:

	Revenue Change (\$Millions)	% Change	Present Rates (¢/kWh)	Proposed Rate (¢/kWh)
Residential	0.9	0.02	15.90	15.90
Lighting – Small and Medium Power	0.9	0.02	15.26	15.26
Large Power	0.5	0.03	10.78	10.78
Agricultural and Pumping	0.1	0.02	11.53	11.53
Street and Area Lighting	0.0	0.01	19.17	19.17
Total	2.4	0.02	14.29	14.29

FOR FURTHER INFORMATION FROM SCE

As noted above, 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	30553 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 Web site, 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

EVIDENTIARY HEARINGS

If the application is accepted, the CPUC may also hold evidentiary hearings whereby formal parties of record provide testimony and are subject to cross-examination before a CPUC Administrative Law Judge (ALJ). These hearings are open to the public, but only those who are formal parties of record may participate. For information relating to the hearings, you may contact the Public Advisor's Office (PAO) at the address or phone number shown below. A separate notification to SCE customers regarding the date, time and location of these hearings will be sent as a separate bill insert, or will appear as a newspaper notification.

The CPUC has its own court reporters who will record the comments of those formal parties of record participating in the evidentiary hearings. 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.

The Division of Ratepayer Advocates (DRA) is an independent arm of the CPUC, created by the Legislature to represent the interests of all utility customers throughout the state to obtain the lowest possible rates for service consistent with reliable and safe service levels. DRA has a multi-disciplinary staff with expertise in economics, finance, accounting, and engineering.

CPUC PROCESS

If you wish to present comments on this proceeding you may submit written comments to the CPUC's PAO at the address or e-mail shown below. Please state that you are writing concerning SCE's application A.10-08-002. Your comments will become a part of the formal correspondence file for public comment in this proceeding. The PAO will circulate your comments to the five Commissioners, the ALJ, DRA, and to CPUC staff assigned to this proceeding. You may also contact the CPUC if you need advice on how to participate in this proceeding. You may also review a copy of this Application and related exhibits at SCE's corporate headquarters (2244 Walnut Grove Avenue, Rosemead, CA 91770).

<p>The Public Advisor California Public Utilities Commission 320 West Fourth Street, Suite 500 Los Angeles, CA 90013 Or by e-mail: Public.Advisor.la@cpuc.ca.gov</p>

August 2010