

**SOUTHERN CALIFORNIA EDISON COMPANY**  
**NOTICE OF APPLICATION FILING FOR CHANGES IN ELECTRIC REVENUES:**  
**APPLICATION FOR APPROVAL OF THIRD-PARTY DEMAND RESPONSE RESOURCE**  
**CONTRACTS**

**APPLICATION (A.) 12-09-007**

On September 7, 2012, Southern California Edison Company (SCE) filed an Application with the California Public Utilities Commission (CPUC) requesting a change in SCE’s electric revenues related to its proposed third-party demand response resource contracts for 2013-2014.

**THIRD-PARTY DEMAND RESPONSE RESOURCE CONTRACTS**

On April 30, 2012, the CPUC issued Decision D.12-04-045, which ordered SCE to file an application with the CPUC for approval of five (5) third-party demand response resource contracts. The Contracts proposed in this Application are the final negotiated results of a competitive Request For Offers (RFO) that initially procured eighteen (18) offers for demand response resources from seven (7) Aggregators. The final results include four (4) Day-Of Contracts dispatchable on one hour’s notice, and one Day-Ahead Contract. While the size and cost of the Contracts vary, each one is cost-effective using the CPUC-approved demand response cost-effectiveness protocols. The Contracts are expected to provide SCE with firm, reliable, price-responsive demand response resources for the two-year period 2013 through 2014. SCE’s proposed application A.12-09-007 requests CPUC approval of the contracts it was ordered to procure. Specifically, SCE is requesting that the CPUC authorize SCE to collect \$24.9 million in annual electric revenues over each of the next 2 years (2013-2014). **If approved by the CPUC, SCE’s request could result in an increase to customer base rates.**

The following table compares SCE’s current average rates to the proposed change in average rates if SCE’s proposals in this application are approved by the Commission:

| <b>Customer Group</b>             | <b>Present Average Bundled Service Rates June 2012 ¢/kWh</b> | <b>Proposed Bundled Service Rates ¢/kWh</b> | <b>Proposed Change %</b> |
|-----------------------------------|--|---|--------------------------|
| Residential                       | 15.83  | 15.88                                       | 0.27%                    |
| Lighting – Small and Medium Power | 13.76  | 13.79                                       | 0.22%                    |
| Large Power                       | 8.19   | 8.20  | 0.15%                    |
| Agricultural and Pumping          | 11.50  | 11.52                                       | 0.22%                    |
| Street and Area Lighting          | 17.43  | 17.44                                       | 0.05%                    |
| Average                           | 12.88  | 12.91                                       | 0.23%                    |

\*\*The actual changes in rates will be determined by the CPUC\*\*

**FOR FURTHER INFORMATION FROM SCE**

You may view these materials at the following SCE business offices:

|  |   |  |
|--|---|--|
| 1 Pebbly Beach Rd.<br>Avalon, CA 90704           | 30553 Rimrock Rd.<br>Barstow, CA 92311      | 374 Lagoon St.,<br>Bishop, CA 93514              |
| 505 W. 14 <sup>th</sup> Ave.<br>Blythe, CA 92225 | 3001 Chateau Rd.<br>Mammoth Lakes, CA 93546 | 510 S. China Lake Blvd.,<br>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.,<br>Wofford Heights, CA 93285 | 6999 Old Woman Springs Rd.<br>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](http://www.sce.com/applications). 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. 12-09-007 to:

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

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

*Los usuarios con acceso al Internet podrán leer y descargar esta notificación en español en el sitio Web de SCE [www.sce.com/avisos](http://www.sce.com/avisos) o escriba a:*

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

**You may also review a copy of the Application at the CPUC's Formal Files Office at 505 Van Ness Avenue, San Francisco, CA Monday through Friday between the hours of 8:00 A.M. to noon daily**

### **EVIDENTIARY HEARINGS (EH'S)**

The CPUC **may** hold evidentiary hearings where parties of record present their proposals in testimony and are subject to cross-examination before an Administrative Law Judge (ALJ). These hearings are open to the public, but only those who are formal parties of record may present evidence or cross-examine witnesses during EH's. Members of the public may attend, but not participate in these hearings. After considering all proposals and evidence presented during the formal hearing process, the assigned ALJ will issue a proposed decision that the CPUC will either adopt, amend, or modify in issuing its final decision on the application. The CPUC's final decision may differ from what is requested by SCE in its Application.

The CPUC's Division of Ratepayer Advocates (DRA) will review this application. The DRA is an independent arm of the CPUC, created by the Legislature to represent the interests of all utility customers throughout the state and obtain the lowest possible rate for service consistent with reliable and safe service levels. The DRA has a multi-disciplinary staff with expertise in economics, finance, accounting and engineering. The DRA's views do not necessarily reflect those of the CPUC. Other parties of record will also participate.

### **CPUC PROCESS**

If you wish to comment on this proceeding, you may submit written correspondence or send an email to the CPUC's Public Advisor's Office (PAO) at the address shown below. Please state that you are writing concerning SCE's application A.12-09-007. Your comments will become a part of the formal correspondence file for public comment in this proceeding. When writing a letter or email, please refer to Application No. 12-09-007. 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 PAO if you need assistance on how to participate in this proceeding.

The Public Advisor  
California Public Utilities Commission  
505 Van Ness Avenue, Room 2103  
San Francisco, CA 94102  
Email: [Public.Advisor@cpuc.ca.gov](mailto:Public.Advisor@cpuc.ca.gov)

September 7, 2012.