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 la atención de las Comunicaciones Corporativas.

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

SOUTHERN CALIFORNIA EDISON COMPANY (SCE) NOTICE OF FILING OF GENERAL RATE CASE APPLICATION IMPORTANT INFORMATION ABOUT SCE'S REQUESTED RATE INCREASE APPLICATION (A.) 19-08-013

On August 30, 2019, Southern California Edison Company (SCE) filed a General Rate Case (GRC) Application with the California Public Utilities Commission (CPUC) requesting authority to increase revenues. SCE is requesting to increase its revenues for 2021 to 2023 as follows:

- 2021: \$1.295 billion (12.7% increase over total present rates)
- 2022: Additional \$367 million (3.3%)
- 2023: Additional \$534 million (4.7%)
- TOTAL: Cumulative \$2.196 billion (7.3%) revenue increase per year over 3 years¹

Every three years, SCE is required to file a GRC application in which the CPUC sets annual revenue levels. Annual revenue is the total amount of money a utility collects through rates in a given year, for specific purposes. Included in annual revenue is base rates revenue, which SCE seeks in this proceeding and pay for the costs of owning and operating electric distribution and generation facilities (excluding fuel and purchased power-related costs).

In this GRC, SCE seeks approval to recover approximately \$87 million that is, or will be, recorded in certain non-fire-related memorandum accounts (Customer Service Re-Platform (CSRPMA), Integrated Distributed Energy Resources (IDERMA), Distribution Deferral Administration Costs (DDACMA), and Emergency Consumer Protections (ECPMA) memorandum accounts). These balances are included in the proposed rate increase outlined above.

SCE also seeks approval to recover costs recorded in the Fire Mitigation Memorandum Accounts.² Because 2019 and 2020 recorded costs in the Fire Mitigation Memorandum

¹ The percentage increases represent the average increase. Individual customers may see lower or higher bill increases due to their individual energy consumption.

² The following memorandum accounts are collectively referred to as the Fire Mitigation Memorandum Accounts in SCE's Application: the Wildfire Mitigation Plan Memorandum Account, the Fire Hazard Prevention Memorandum Account, the Grid Safety and Resiliency Program Memorandum Account, and the Fire Risk Mitigation Memorandum Account.

Accounts are not yet known, SCE proposes in its Application to submit supplemental testimony in February 2020 and March 2021 to facilitate review of the 2019 and 2020 recorded amounts, respectively. When these costs are known, SCE will also separately notice customers.

WHAT THIS PROPOSED GRC APPLICATION MEANS TO YOU

If the CPUC approves SCE's request, CARE residential customers and non-CARE residential customers³ who use the system-wide average of 550 kWh per month will see an average increase of about \$9.59 (or 12.8%) and \$14.22 (or 12.8%), respectively, in each monthly bill in 2021. In 2022, CARE residential customers and non-CARE residential customers will see an average monthly increase of about \$2.77 (or 3.7%) and \$4.10 (or 3.7%), respectively. And, in 2023, CARE residential and non-CARE residential customers will see an average monthly increase of about \$3.97 (or 5.3%) and \$5.89 (or 5.3%), respectively. The dollar amounts and percentages shown above do not necessarily reflect the exact changes you may see in your bill. Changes in individual bills will depend on how much energy each customer uses.

The table below shows the proposed rate increase by customer group, based on the most recent method approved by the CPUC.

	System Revenues (\$000)				Bundled Service (cents/kWh)			
Customer Group	Current Revenues	Proposed Revenues	Revenue Increase	% Revenue Increase	Current Rates	Proposed Rates	Proposed Rate Increase	% Rate Increase
Residential	4,316,794	4,969,685	652,891	15.1%	18.1	20.6	2.5	13.9%
Lighting - Small and Medium Power	3,511,599	3,931,260	419,661	12.0%	17.3	19.1	1.9	10.7%
Large Power	1,582,601	1,741,504	158,903	10.0%	12.4	13.5	1.1	8.5%
Agricultural and Pumping	391,119	433,185	42,066	10.8%	13.7	15.1	1.4	10.1%
Street and Area Lighting	111,525	114,999	3,473	3.1%	25.5	26.2	0.7	2.7%
Standby	287,976	306,430	18,454	6.4%	10.2	10.8	0.6	5.8%
Total	10,201,615	11,497,062	1,295,447	12.7%	16.3	18.2	1.9	11.6%

2021 Proposed Rate Increase by Customer Group

THE KEY REASONS FOR SCE'S PROPOSED INCREASE

The primary reasons for the requested revenue increases are:

- 1. Reducing the risk from wildfires to keep the electric grid safe for the public and for SCE workers;
- 2. Reinforcing grid reliability and grid resiliency in case of an emergency; and
- 3. Improving customer service and communication, integrating distributed energy resources, and offering customers more choices to meet their needs.

FOR FURTHER INFORMATION ABOUT SCE'S APPLICATION

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

³ The California Alternate Rates for Energy (CARE) program provides a discount of about 30% on monthly electric bills if someone in your household participates in at least one eligible public assistance program or meets certain income criteria. The Family Electric Rate Assistance Program provides an 18% discount for qualified households with three or more people. See www.sce.com/careandfera for eligibility and details.

Customers with Internet access may view and download SCE's application and related exhibits on SCE's website. To access, please follow these steps:

- 1. Go to www.sce.com/applications;
- 2. Scroll down to "SCE 2021 GRC" and click on the link;
- 3. The 2021 GRC application and testimony are presented in Adobe Acrobat (pdf) format and can be viewed online, printed, or saved to your hard drive.

If you have technical issues accessing the documents through the website, please e-mail <u>case.admin@sce.com</u> for assistance (be sure to reference proceeding A.19-08-013 in your e-mail).

For those who would like to obtain more information from SCE about this application, please direct your correspondence to:

Southern California Edison Company Attention: Douglas Snow, Director, General Rate Case A.19-08-013 – SCE's 2021 GRC P.O. Box 800 Rosemead, CA 91770

In addition, a copy of this application may be reviewed at the CPUC's Central Files Office, located in San Francisco, CA, by appointment. For more information, please contact them at <u>aljcentralfilesid@cpuc.ca.gov</u> or (415) 703-2045.

CPUC PROCESS

This application will be assigned to an Administrative Law Judge (Judge) who will determine how to receive evidence and other related documents necessary for the CPUC to establish a record upon which to base its decision. Evidentiary Hearings (EH) may be held where parties of record will present their testimony and may be subject to cross-examination by other parties. These EHs are open to the public, but only those who are parties of record can participate.

After considering all proposals and evidence presented during the formal hearing process, the assigned Judge will issue a proposed decision which may adopt SCE's application as proposed, modify it, or deny it. Any CPUC Commissioner may sponsor an alternate decision. The proposed decision, and any alternate decisions, will be discussed and voted upon at a scheduled CPUC Voting Meeting.

The California Public Advocates Office (Cal Advocates) may review this application on behalf of SCE's customers. Cal Advocates is the independent consumer advocate within the CPUC with a legislative mandate to represent investor-owned utility customers to obtain the lowest possible rate for service consistent with reliable and safe service levels. Cal Advocates has a multi-disciplinary staff with expertise in economics, finance, accounting, and engineering. For more information about Cal Advocates, please call (415) 703-1584, e-mail <u>PublicAdvocatesOffice@cpuc.ca.gov</u> or visit Cal Advocates' website at <u>http://www.publicadvocates.cpuc.ca.gov/</u>.

STAY INFORMED

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If you would like to learn how you can participate in these proceedings, provide public comments, or if you have questions about any CPUC processes, you may access the CPUC's Public Advisor's Office webpage at <u>www.cpuc.ca.gov/pao/</u>. You may also contact the Public Advisor's Office as follows:

 Phone: 1-866-849-8390 (toll-free) or 1-415-703-2074

 TTY: 1-866-836-7825 (toll-free) or 1-415-703-5282

 Or write to:
 CPUC

 Public Advisor's Office

 505 Van Ness Avenue

 San Francisco, CA 94102

 Email:
 public.advisor@cpuc.ca.gov

Please reference **Southern California Edison Company GRC Application No. A.19-08-013** in any communications you have with the CPUC regarding this matter. All public comments will become part of the public correspondence file for this proceeding and be made available for review to the assigned Judge, the Commissioners, and appropriate CPUC staff.