Para obtener información sobre como este cambio afectará su factura y/o una copia de esta notificación en español visite www.sce.com/avisos o llame al 1-800-798-5723.

### NOTICE OF APPLICATION

# Southern California Edison Company Request for Approval of its Building Electrification Programs

# Application A.21-12-009

### Why am I receiving this notice?

On December 20, 2021, Southern California Edison (SCE) filed an application with the California Public Utilities Commission (CPUC) requesting Approval of its Building Electrification Programs for the 2024-2027 period.

The majority of the proposed funding (about 88 percent) will be dedicated to the residential customer segment, with an emphasis on low-income customers and environmental social justice (ESJ) communities. The residential program will provide electrification readiness assessments, infrastructure incentives for electric panels, and equipment incentives for HVAC heat pumps and heat pump water heaters. The remaining proposed funding (about 12 percent) will be allocated to the commercial customer segment. The non-residential program will incentivize HVAC heat pumps for normal replacement and provide technical assistance and support for installers and building owners.

#### Why is SCE requesting this rate increase?

SCE requests approval to recover the revenue requirements associated with no more than \$677.2 million, adjusted for 2021 inflation, in direct capital expenditures, regulatory asset-related expenses, and Operations and Maintenance (O&M) expenses related to its Building Electrification Programs, including marketing, education, and outreach costs. SCE proposes to record the Building Electrification Programs' revenue requirements in a new one-way Building Electrification Programs Balancing Account (BEPBA) to provide for the recovery of revenue requirements associated with all recorded Building Electrification Programs-related costs, up to the amount authorized by the CPUC.

# **How could this affect my monthly electric rates?**

If the CPUC approves SCE's application as proposed, an average residential customer using 500 kWh per month could see a monthly bill increase of \$1.31 from a current monthly bill of \$135.48.1

Consistent with methods approved for use in prior bill inserts, the rate and bill impacts shown herein are based on the gross revenue requirements of SCE proposed budget and utilize the same bill impact model prior notices brought current to October 1, 2021.

The following table compares customer rates as of December 2021, to proposed average rates if SCE's application is approved by the CPUC:

### **Proposed Electric Rate Increase**

	Bundled Average Rates			
Customer Group	Current Rates (¢/kWh)	Proposed Rates (¢/kWh)	% Change over current	
Residential	24.4	24.6	1.0%	
Lighting - Small and Medium Power	23.3	23.6	0.9%	
Large Power	15.8	15.9	0.7%	
Agricultural and Pumping	18.7	18.9	0.8%	
Street and Area Lighting	25.7	25.9	0.6%	
Standby	12.6	12.7	0.5%	
Total	21.6	21.8	0.9%	

	Current Bill	Proposed	% Change
Non-CARE residential bill	\$135.48	\$136.79	1.0%
CARE residential bill	\$91.71	\$92.60	1.0%

Rate impacts shown above do not include an estimate of the rate reductions from additional sales (kWh) and are based solely on an estimated average annual revenue requirement increase of \$139.2 million during the four-year program period from 2024 - 2027.

## **How does the rest of this process work?**

This application was assigned to CPUC Administrative Law Judge(s) who will consider proposals and evidence presented during the formal hearing process. The Administrative Law Judge(s) will issue a proposed decision that may adopt SCE's application, modify it, or deny it. Any CPUC Commissioner may sponsor an alternate decision with a different outcome. The proposed decision, and any alternate decisions, will be discussed and voted upon by the CPUC Commissioners at a public CPUC Voting Meeting.

Parties to the proceeding are currently reviewing SCE's application, including the Public Advocates Office, which is an independent consumer advocate within the CPUC that represents customers to obtain the lowest possible rate for service consistent with reliable and safe service levels. For more information about the Public Advocates Office, please call 1-415-703-1584, email PublicAdvocatesOffice@cpuc.ca.gov, or visit PublicAdvocates.cpuc.ca.gov.

### Where can I get more information?

#### **Contact SCE:**

You may review a copy of SCE's Application at SCE's corporate headquarters (2244 Walnut Grove Avenue, Rosemead, CA 91770). You may also call SCE's customer service line at **1-800-655-4555**.

Phone: SCE's customer service line at 1-800-655-4555

Mail: Building Electrification Process Southern California Edison Company

P.O. Box 800

Rosemead, CA 91770 Attention: Ka Wing Poon

A copy of the Application and any related documents may also be reviewed at

www.sce.com/applications

# **Contact CPUC**

Please visit apps.cpuc.ca.gov/c/A2112009 to submit a comment about this proceeding on the CPUC Docket Card. Here you can also view documents and other public comments related to this proceeding.

Your participation by providing your thoughts on SCE's request can help the CPUC make an informed decision.

If you have questions about CPUC processes, you may contact the CPUC's Public Advisor's Office at:

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

Email: Public.Advisor@cpuc.ca.gov
Mail: CPUC Public Advisor's Office

505 Van Ness Avenue San Francisco, CA 94102

Please reference **Application A.21-12-009** in any communications you have with the CPUC regarding this matter.