

**NOTICE OF SOUTHERN CALIFORNIA EDISON COMPANY'S SUPPLEMENTAL FILING FOR RESIDENTIAL
ELECTRIC RATE CHANGES (R.12-06-013, Phase 1)**

Los usuarios con acceso al Internet podran leer y descargar esta notificacion en espanol en el sitio Web de SCE www.sce.com/avisos o escriba a:

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

SUMMARY

On February 28, 2014, Southern California Edison Company (SCE) filed a request with the California Public Utilities Commission (CPUC) to change residential rates beginning in January 2015. SCE's requested changes comply with a new state law, Assembly Bill (AB) 327 and a ruling from the CPUC that directs utilities to propose reforms, which will simplify California's residential electricity rate structure and better align rates with the actual costs of providing electric service. SCE's proposes to phase in the changes over a period from 2015 through 2018.

SCE's request will not change the amount of total revenues collected by SCE, which are determined in other proceedings.

ABOUT THE PROPOSAL

In its request, SCE proposes to make the following changes to the residential standard electric rate plan (Schedule D):

1. Reduce the number of rate tiers from four tiers to three tiers in 2015, and then to two tiers by 2017.
2. Phase in an increase to SCE's Basic Charge from the current \$0.94 month to \$5 per month in 2015, \$7.50 per month in 2016, and \$10 per month in 2017. The Basic Charge is a service fee that recovers some of SCE's fixed costs.
3. Starting in 2016, lower the amount of usage billed at the Tier 1 rate within each baseline zone. For example, basic customers currently receiving 10.1 kWh per day in Zone 8 (SCE's most populous region including the cities of Artesia, Buena Park, Cerritos, parts of Culver City, Chino Hills and Costa Mesa) for summer would receive 9.5 kWh per day¹.

Residential customers on the California Alternate Rates for Energy (CARE) program (Schedule D-CARE), are currently billed energy usage through three tiers. SCE will reduce the number of tiers from three to two in 2017. SCE will also apply a discount of 30% off the tiered energy rates and a discount of 50% off the Basic Charge that are applied to customers served on Schedule D. The combination of both of these

discounts provides CARE customers with a total average discount of 32%. This maintains the discount at approximately the same level as it is today. Under SCE’s proposed changes, the CARE discount will remain within the 30-35% range required by AB327.

PROPOSED STANDARD RESIDENTIAL ELECTRIC RATE STRUCTURE

The following illustrates how rates might look if made today:

Non-CARE	January 2014	2015 Rates	2016 Rates	2017 Rates	2018 Rates
100% Baseline	13.2	13.9	15.0	15.5	16.2
101-130% Baseline	16.5	20.9	19.5	20.2	19.5
131-200% Baseline	27.4				
>200% Baseline	30.4	27.9	24.0		
Fixed Charge (\$/mo.)	0.94	5.00	7.50	10.00	10.00
CARE	January 2014	2015 Rates	2016 Rates	2017 Rates	2018 Rates
100% Baseline	8.8	9.8	10.5	10.9	11.4
101-130% Baseline	11.0	14.6	13.6	14.1	13.6
131-200% Baseline	20.0				
>200% Baseline		19.5	16.8		
Fixed Charge (\$/mo.)	0.73	2.50	3.75	5.00	5.00

HOW WILL SCE’S PROPOSAL AFFECT ME?

If SCE’s proposal is adopted, most residential customers would see bill increases and some will see bill decreases depending upon their monthly usage levels, their rate plan, and other changes in SCE’s authorized revenues.

Most customers receive bundled electric service from SCE, meaning that we provide electric generation, transmission and distribution service. The tables below show monthly bill impacts at various usage levels for non-CARE and CARE bundled customers in 2015 compared to current bills.²

Illustrative Changes in 2015 Monthly Bills- Non-CARE Customers- Zone 6

% Customers	Usage Level (kWh)	Bill Impact (\$)	Bill Impact (%)
Lowest 50%	Less than 500	6.21	23%
Highest 50%	More than 500	(8.50)	-3%

² SCE selected Zone 6 and Zone 10 for examples as Zone 6 represents “Coastal” cities including Agoura, Camarillo, El Segundo, Hawthorne, parts of Santa Ana and Aliso Viejo and Zone 10 represents “Inland” cities including parts of Riverside and San Bernardino, Corona, Chino and Temecula.

Illustrative Changes in 2015 Monthly Bills- CARE Customers- Zone 6

% Customers	Usage Level (kWh)	Bill Impact (\$)	Bill Impact (%)
Lowest 50%	Less than 500	4.50	22%
Highest 50%	More than 500	(12.53)	-7%

Illustrative Changes in 2015 Monthly Bills- Non-CARE Customers- Zone 10

% Customers	Usage Level (kWh)	Bill Impact (\$)	Bill Impact (%)
Lowest 50%	Less than 500	6.56	26%
Highest 50%	More than 500	(5.46)	-1%

Illustrative Changes in 2015 Monthly Bills- CARE Customers- Zone 10

% Customers	Usage Level (kWh)	Bill Impact (\$)	Bill Impact (%)
Lowest 50%	Less than 500	4.84	24%
Highest 50%	More than 500	(8.59)	-3%

*Actual bill impacts will vary depending on the customer’s rate plan, usage, climate zone, baseline allotment, and other changes in SCE’s authorized revenues.

For Further Information From SCE

You may view a copy SCE’s February 28, 2014 filing at SCE’s website: www.sce.com/applications (type “R.12-06-013” into the Search box and click “Go”) or by writing to SCE at the Rosemead mailing address below. You may also review a copy of this filing and related exhibits at SCE’s corporate headquarters (2244 Walnut Grove Avenue, Rosemead, CA 91770), or at the following SCE business offices:

1 Pebbly Beach Rd.
Avalon, CA 90704

1820 Rimrock Rd.
Barstow, CA 92311

374 Lagoon St.,
Bishop, CA 93514

505 W. 14th 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

For further information from SCE regarding this filing, please write to:

Southern California Edison Company
“Phase 1” Long Term Residential Rate Reform
P.O. Box 800
Rosemead, CA 91770
Attention: Russ Garwacki

A copy of SCE’s application and exhibits are also available for review at the CPUC, 505 Van Ness Avenue, San Francisco, CA 94102, Monday–Friday, 8 a.m.–noon. SCE’s application (without exhibits) is available on the CPUC’s website at www.cpuc.ca.gov/puc.

HOW DOES THE CPUC’S DECISION MAKING PROCESS WORK?

The application will be reviewed through the CPUC’s formal process. The application has been assigned to two CPUC Administrative Law Judges. The Judges preside over the proceeding, which may include evidentiary hearings to give parties an opportunity to present evidence and cross-examine witnesses. Members of the public may attend but not participate in these hearings unless they are parties to the case. The hearings and documents submitted in the proceeding become part of the formal record that the Judges rely upon in writing a proposed decision to present to the five-member Commission for its consideration.

Any CPUC Commissioner may issue an alternate decision. The proposed and any alternate decisions are voted upon by the Commissioners at a CPUC meeting. The CPUC may adopt all or part of SCE’s request, modify it or deny the application.

If you would like to follow this proceeding or any other issue before the CPUC, you may use the CPUC’s free subscription service. Sign up at: <http://subscribecpuc.cpuc.ca.gov/>.

If you would like to learn how you can participate in this proceeding, or if you have informal comments or questions about the CPUC’s processes, you may access the CPUC’s Public Advisor’s website at www.cpuc.ca.gov/puc and click on “Public Advisor” from the CPUC Information menu. You may also:

Email: public.advisor@cpuc.ca.gov

Mail: Public Advisor’s Office
505 Van Ness Avenue, Room 2103
San Francisco, CA 94102

Call: 1-415-703-2074 or 1-866-849-8390 (toll-free)
TTY 1-415-703-5282 or 1-866-836-7825 (toll-free)

If you are writing or emailing the Public Advisor’s Office, please include the application number (R.12-06-013 – “Phase 1”). All informal comments will be available to the Commissioners, the assigned Judge and the CPUC staff. All informal comments are also provided to the CPUC’s Formal Files Office as a part of the file for this proceeding.

