

NOTIFICATION OF APPLICATION FILING REGARDING PROPOSED INCREASE IN ELECTRIC RATES

APPLICATION NO. A.09-04-008

On April 3, 2009, Southern California Edison Company (SCE) filed Application No. 09-04-008 with the California Public Utilities Commission (CPUC) seeking approval for SCE to recover costs of up to \$30 million to co-fund a feasibility study. The study will determine the technical feasibility and commercial reasonableness of an Integrated Gasification Combined Cycle (IGCC) facility with carbon capture for use in Enhanced Oil Recovery (EOR) with sequestration. The facility is referred to as Hydrogen Energy California (HECA). If shown to be technically feasible and commercially reasonable, the HECA facility will provide low-carbon, baseload electricity within California by gasifying non-conventional fuel resources (primarily petroleum coke from California's oil refineries or, as needed, blends of petroleum coke and other solid fuels) to produce hydrogen for electricity generation through an IGCC plant and capture the CO2 for EOR with storage. This application is referred to as A.09-04-008.

In this application, SCE requests the CPUC to approve an increase of \$30.300 million in electric rates starting in 2010. If approved by the CPUC, the electric revenue requirement will increase electric rates by approximately 0.274% annually. You will see a rate increase in your monthly bill beginning in 2010.

ILLUSTRATIVE EFFECT ON ELECTRIC RATES AND BILLS

The requested revenue requirement increase results in an annual increase of \$30.300 million¹ or 0.274% beginning January 1, 2010, when compared to total system revenues at present rates (as of March 2009). If the total rates were to change as requested, an average residential electric customer using 600 kilowatt-hours per month would see an increase of \$0.14 per month, from \$81.93 to \$82.07. The following table shows an estimate of proposed revenues and rate changes by customer group:

CUSTOMER GROUP REVENUE IMPACT For January 1, 2010 Implementation		
Customer Group	Revenue Change (\$thousands)	% Change
Residential	11,582	0.270%
Lighting - Small and Medium Power	11,264	0.279%
Large Power	6,330	0.278%
Agricultural and Pumping	929	0.277%
Street and Area Lighting	195	0.152%
TOTAL	30,300	0.274%

¹ This amount includes a provision for Franchise Fees and Uncollectible Accounts Expense, consistent with Commission practice and procedure.

EVIDENTIARY HEARINGS

The CPUC may hold evidentiary hearings whereby formal parties of record provide testimony and are subject to cross-examination before the CPUC's Administrative Law Judge (ALJ). These hearings are open to the public, but only those who are formal parties of record can participate. The CPUC has their 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.

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. 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

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

Para solicitar una copia de esta notificacion en espanol por favor escriba a:

Southern California Edison Company 2244 Walnut Grove Avenue, Quad 4A Rosemead, CA 91770

a la atención de Comunicaciones Corporativas o por medio de correo electronico a gabby.garcia@sce.com.

THE CPUC WELCOMES YOUR PARTICIPATION AND COMMENTS

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.

You may submit written comments to CPUC's Public Advisor's Office at the address or e-mail shown below. Please state that you are writing concerning SCE's application A.09-04-008. Your comments will become a part of the formal correspondence file for public comment in this proceeding. The Public Advisor's Office will circulate your comments to the five Commissioners, the ALJ, DRA, and to CPUC staff assigned to this proceeding. You may also write to the CPUC if you need advice on how to participate in this proceeding, or would like to receive further notices regarding the date, time, and place of any hearing on SCE's application. You may also review a copy of this Application and related exhibits at SCE's corporate headquarters (2244 Walnut Grove Avenue, Rosemead, CA 91770). Finally, you may also review a copy of this Application and related exhibits at the CPUC's main office in San Francisco, listed below.

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 The Public Advisor California Public Utilities Commission 505 Van Ness Avenue, Room 2103 San Francisco, CA 94102

Or by e-mail: Public.Advisor@cpuc.ca.gov

April 2009