

# CORRECTION NOTICE



## IMPORTANT INFORMATION ABOUT PROPOSED RATE INCREASE

APPLICATION NO. 05-03-026

As part of the May 2005 bill, some customers received a notice on the proposed rate increase in Application 05-03-026 which contained errors. Please disregard any previous notice on Application 05-03-026. SCE provides corrected information on the proposed rate increase in Application 05-03-026 below.

On March 30, 2005, SOUTHERN CALIFORNIA EDISON COMPANY (SCE) filed Application No. 05-03-026 with the California Public Utilities Commission (Commission) seeking approval of its Advanced Metering Infrastructure Deployment Strategy and Cost Recovery Proposal (Application). This Application proposes SCE's strategy to design and develop an Advanced Integrated Meter (AIM) that can deliver significantly increased functionality and benefits at a lower cost than the best of today's available technologies. SCE's Application requests an increase in its Distribution Service revenues of \$31 million over an estimated three-year period for the design, development, testing, and pilot deployment of the AIM product. If, at the end of this three-year period, the analysis establishes that a deployment of the AIM product would be cost effective, SCE would then seek Commission authorization to proceed with deployment.

Compared to revenues at present rates as of April 2005, SCE is estimating a cumulative revenue increase of \$31 million over the period 2006 through 2008 associated with this application and applicable to all bundled and direct access customers. The following table shows SCE's requested increase in revenues by year.

Year	Revenue Change	
	(\$million)	%Change
2006	8.0	0.08%
2007	14.5	0.15%
2008	8.5	0.09%

The following table shows SCE's proposed 2006 revenue change of \$8.0 million by customer group. At this time, it is not clear how the revenue increases would be distributed among customer groups in 2007 and 2008 because that distribution will be determined in Phase II of SCE's 2006 General Rate Case to be filed with the CPUC later this year.

Customer Group	2006 Revenue Change	
	(\$million)	%Change
Domestic (Residential)	3.753	0.11%
Lighting – Small and Medium Power	2.887	0.08%
Large Power	1.098	0.06%
Agricultural and Pumping	0.228	0.08%
Street and Area Lighting	0.034	0.04%
TOTAL	8.000	0.08%

Actual rates will be determined by the Commission through its regulatory process.

## Evidentiary Hearing on Application

The Commission may conduct an evidentiary hearing on SCE's Application. Evidentiary hearings are conducted before an Administrative Law Judge, who may be joined by one or more of the Commissioners. At the evidentiary hearings, sworn testimony is heard from SCE representatives, interested parties, and the Commission's independent Office of Ratepayers Advocates (ORA). The ORA employees include engineers, accountants, economists, attorneys, and other regulatory professionals. They independently evaluate utility proposals and present their analyses and recommendations to the Commission. In its final decision, the Commission can accept, reject, or modify the recommendations of any of the parties. Therefore, the approved activities or the adopted ratemaking mechanisms may differ from those requested in SCE's Application.

## The Commission Welcomes Your Participation and Comments

If you want advice on how to participate in these hearings, or wish to make comments to the Commission, please write to:

The Public Advisor's Office, California Public Utilities Commission,  
320 West Fourth Street, Suite 500, Los Angeles, CA 90013  
E-Mail: [Public.Advisor.la@cpuc.ca.gov](mailto:Public.Advisor.la@cpuc.ca.gov)

Your letter will be sent to the Administrative Law Judge, Commissioners, and other appropriate Commission staff and become part of the formal correspondence file for Application A.05-03-026. If you have questions or need additional information, please indicate that you would like a response; otherwise no response will be sent. When writing, please mention Application A.05-03-026. If you wish to receive further information from SCE regarding this Application, or to request a copy of the application and attachments, please write to:

Southern California Edison Company, 2244 Walnut Grove Avenue  
Rosemead, CA 91770, Attention: Doug Kim, Manager, Customer Service Business Unit

## For Further Information

In addition to contacting the Commission at the address listed above, if you want more information about Application A.05-03-026, please go to SCE's website at [sce.com](http://sce.com) or write to: SCE Corporate Communications, P.O. Box 800, Rosemead, CA 91770. You may review a copy of this Application and related exhibits at SCE's corporate headquarters (2244 Walnut Grove Avenue, Rosemead, CA 91770), at the Commission's Los Angeles Office at the address listed above, or at any of SCE's business offices listed below:

30553 Rimrock Rd., Barstow, CA 92311	374 Lagoon St., Bishop, CA 93514
505 W. 14th Ave., Blythe, CA 92225	1 Pebbly Beach Rd., Avalon, CA 90704
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	
3001 Chateau Rd., Mammoth Lakes, CA 93546	
510 S. China Lake Blvd., Ridgecrest, CA 93555	

*Para solicitar una copia de esta notificación en español por favor escriba a Southern California Edison Company, 2244 Walnut Grove Avenue, Quad 4A, Rosemead, CA 91770, a la atención de Corporate Communications.*