

January 15, 2015

**FILED**

**JAN 21 2015**

INYO CO. CLERK  
KAMMI FOOTE, CLERK

BY

  
**DEPUTY**

Re: Southern California Edison Company's Application  
(A.)14-12-007

To Whom It May Concern:

Pursuant to California Public Utilities Commission (CPUC) Rule 3.2, Southern California Edison Company (SCE) is providing notice that on December 10, 2014, SCE filed an application with the CPUC for approval of the San Onofre Nuclear Generating Station (SONGS) Decommissioning Cost Estimate and other related relief.

The filing is described in general terms in the enclosed notice also published in a newspaper of general circulation in every county within SCE's service territory, as well as included as a bill notice provided to every SCE customer. To obtain more detailed information, you may view and/or download a copy of SCE's filing and supporting testimony on our website, <http://www.sce.com/applications>. You may also request a printed copy of these documents from SCE at the address listed in the enclosed notice.

Very truly yours,

/s/ Walker A. Matthews III

Walker A. Matthews III

Enclosure

*Para solicitar una copia de esta notificación en español por favor escribir a:*

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

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

**SOUTHERN CALIFORNIA EDISON COMPANY (SCE)  
REQUEST TO CHANGE YOUR ELECTRIC RATES DUE TO ALTERATIONS IN THE  
NUCLEAR DECOMMISSIONING TRUST FUND  
APPLICATION NO. A. 14-12-007**

On December 10, 2014, Southern California Edison Company (SCE) and San Diego Gas & Electric (SDG&E) (collectively referred to as Utilities) filed a joint application with the California Public Utilities Commission (CPUC) to set the amount each utility customer pays into the nuclear decommissioning trust fund through collected rates. Nuclear decommissioning trust funds were established by the CPUC for funding the decommissioning of San Onofre Nuclear Generating Station (SONGS). Additionally this application will address other related issues associated with San Onofre Nuclear Generating Station (SONGS) Units 2 and 3.

In this application each company is requesting its decommissioning trust fund to be set at \$0.00. The reduction that SCE is requesting is based on the current estimate of decommissioning costs, current level of funding of the trusts, and financial market conditions known at this time. The current annual revenue requirement to cover contributions to SCE's trust funds is \$22.726 million. The requested revenue requirement decrease results in an annual decrease of \$22.726 million or 100% of current funding.

In addition to setting the decommissioning fund to \$0.00, the application addresses related issues, such as:

- (1) approval from the CPUC that SCE's \$4.411 billion SONGS 2 & 3 decommissioning cost estimate is reasonable;
- (2) approval for a streamlined review process, referred to as a Tier 2 advice letter process for authorizing disbursements from the SONGS 2&3 Nuclear Decommissioning Trusts (NDTs);
- (3) authorization of an annual reasonableness review process; and
- (4) a review of decommissioning costs incurred for SONGS 2 & 3 decommissioning activities completed from June 7, 2013 through December 31, 2014.

SONGS is jointly owned by SCE, San Diego Gas & Electric Company, and the City of Riverside. SCE owns 80% interest in SONGS 1 and 78.21 % interest in SONGS 2 & 3. SDG&E owns 20% interest in SONGS 1, 2, and 3. The City of Riverside owns the remaining 1.79% interest in

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SONGS 2 & 3. The Utilities do not seek any additional funding from customers and seek to stop further collection of customer contributions to the NDTs at this time.

## BACKGROUND

On June 7, 2013, SCE announced plans to permanently retire SONGS 2 & 3. During the 2012 Nuclear Decommissioning Cost Triennial Proceeding (A.12-12-013), SCE informed the CPUC that it would prepare an updated SONGS 2 & 3 decommissioning cost estimate. SCE further indicated that when these initial decommissioning planning activities were complete, SDG&E and SCE would submit this application jointly based on the updated decommissioning cost estimate and update each company's nuclear decommissioning trust fund contributions.

For SCE customers, compared to revenue at currently authorized rates, this application could result in a revenue decrease of approximately \$23 million, or 0.2%. **If total rates were to decrease as requested, the residential customer using 600 kilowatt-hours (kWh) per month would see a decrease of \$0.18 per month, from \$124.40 to \$124.22.** The actual impact on your bill may vary depending on your energy usage and other Commission orders.

If this application is approved, the proposed change in rates for each customer class is as follows:

Customer Group	System			Bundled	
	Current Revenues (\$000)	NDC Change (\$000)	% Change	Current Rates (¢/kWh)	Proposed Rate (¢/kWh)
Residential	5,085,101	-7,891	-0.2%	17.60	17.57
Lighting - Small and Medium Power	4,758,394	-7,767	-0.2%	18.31	18.29
Large Power	2,150,238	-5,548	-0.3%	13.03	13.01
Agricultural and Pumping	420,783	-792	-0.2%	14.73	14.70
Street and Area Lighting	136,664	-202	-0.1%	18.78	18.76
Standby	280,779	-781	-0.3%	10.98	10.96
Total	12,831,958	-22,982	-0.2%	16.66	16.63

If SCE's proposed ERRA rate change is approved as requested, an average non-CARE residential electric customer would see a bill decrease of \$ 0.18 per month, from \$124.40 to \$ 124.22.

	Residential Average Monthly Bill		
	Current	Proposed	Change
Non-CARE	\$124.40	\$124.22	-\$0.18
CARE	\$67.95	\$67.86	-\$0.09
Combined	\$106.21	\$106.06	-\$0.15

## 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.	30553 Rimrock Rd.	374 Lagoon St.,
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Avalon, CA 90704	Barstow, CA 92311	Bishop, CA 93514
505 W. 14 <sup>th</sup> 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 the application and the papers supporting it on SCE's web site, [www.sce.com/applications](http://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

### **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 (EHs) 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 all evidence presented during the formal hearing process, the assigned Judge will issue a proposed decision determining whether to adopt all or part of SCE's request, modify it, or deny it. The CPUC Commissioners may sponsor an alternate decision and the issue will be decided at a scheduled Commission Voting Meeting.

As a party of record, the Office of Ratepayer Advocates (ORA) will review this application. ORA 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. ORA has a multi-disciplinary staff with expertise in economics, finance, accounting and engineering. Other parties of record will also participate in the CPUC's proceeding to consider this application. For more information about ORA, please call (415) 703-1584, e-mail [ora@cpuc.ca.gov](mailto:ora@cpuc.ca.gov) or visit ORA's website at <http://ora.ca.gov/default.aspx>.

**STAY INFORMED**

The CPUC offers a free Subscription Service which is available on the CPUC website at [www.cpuc.ca.gov](http://www.cpuc.ca.gov) which allows you to follow this proceeding. If you would like to learn how you can participate in the proceeding, or if you have informal comments or questions about the CPUC process, you may contact the CPUC's Public Advisor's Office (PAO) at the address noted below. When writing, please reference proceeding A.14-XX-XXX. All written correspondence and emails are provided to the Commissioners and the assigned Judge for this proceeding to review.

Write: CPUC Public Advisor's Office  
505 Van Ness Avenue  
San Francisco, CA 94102

Email: [public.advisor@cpuc.ca.gov](mailto:public.advisor@cpuc.ca.gov)  
TTY: 1-866-836-7825 Phone: 866-849-8390