

**BEFORE THE PUBLIC UTILITIES COMMISSION OF THE
STATE OF CALIFORNIA**

Southern California Edison Company's)
(U 338-E) Application Regarding Low)
Income Assistance Programs for Program)
Year 2005)

A. _____
(Filed July 1, 2004)

**SOUTHERN CALIFORNIA EDISON COMPANY'S (U 338-E) APPLICATION
REGARDING LOW INCOME ASSISTANCE PROGRAMS FOR PROGRAM
YEAR 2005**

MICHAEL D. MONTOYA
LARRY R. COPE

Attorneys for
SOUTHERN CALIFORNIA EDISON COMPANY

2244 Walnut Grove Avenue
Post Office Box 800
Rosemead, California 91770
Telephone: (626) 302-2570
Facsimile: (626) 302-7740
E-mail: Larry.Cope@sce.com

Dated: **July 01, 2004**

**BEFORE THE PUBLIC UTILITIES COMMISSION OF THE
STATE OF CALIFORNIA**

Southern California Edison Company's)
(U 338-E) Application Regarding Low)
Income Assistance Programs for Program)
Year 2005)

A. _____
(Filed July 1, 2004)

**SOUTHERN CALIFORNIA EDISON COMPANY'S (U 338-E) APPLICATION
REGARDING LOW INCOME ASSISTANCE PROGRAMS FOR PROGRAM
YEAR 2005**

I.

INTRODUCTION

In accordance with the Commission's directives as set forth in the Assigned Commissioner's Ruling dated February 27, 2002 in R.01-08-027, the Administrative Law Judge's Ruling and Notice of Prehearing Conference for Program Year (PY) 2003 Low-Income Assistance Programs dated May 30, 2002 and the Administrative Law Judge's directive at the Prehearing Conference held May 18, 2004 in R.04-01-006, Southern California Edison Company (SCE) hereby files this application requesting approval of its 2005 Low-Income Assistance Programs administrative plans, program budgets, proposed ratemaking treatment, and proposed shareholder earnings mechanism (the "2005 Application").

The concurrently-submitted supporting testimony set forth in what has been preliminarily marked for identification as Exhibit SCE-1, discusses SCE's proposed administrative activities and budgets for 2005, by expenditure category, as well as details concerning SCE's actual program plans for the California Alternate Rates for Energy (CARE), Low-Income Energy Efficiency (LIEE) and Cool Center

programs. The supporting testimony also describes SCE's proposed ratemaking treatment.

II.

ORGANIZATION OF SCE'S TESTIMONY

The testimony submitted in support of the 2005 Low-Income Assistance Programs Application, which has preliminarily been marked for identification as Exhibit SCE-1, comprises seven sections.

Section I is introductory in nature and simply discusses the context and background for this filing, along with a short summary of SCE's requests. John Nall is SCE's witness for this section.

Section II concerns an overview of SCE's PY 2005 CARE program proposal. This Section is supported by SCE witness John Nall.

In Section III, SCE provides details concerning SCE's estimates for CARE administrative costs for its PY 2005 CARE program. SCE's witness supporting this testimony in Section III is John Nall.

In Section IV, SCE provides details concerning SCE's PY 2005 CARE Program administrative activities and their associated cost estimates. SCE's witnesses for this section are John Nall and Marian Brown.

Section V sets forth SCE's proposed LIEE program plans and budget. SCE's witnesses for this section are John Nall and Marian Brown.

In Section VI, SCE submits its proposal for the establishment of the Cool Center Program for 2005 and SCE's proposed budget for the 2005 program. SCE's witness for this section is John Nall.

Section VII discusses SCE's proposed ratemaking for SCE's CARE, LIEE and Cool Center Programs. SCE's witness for this section is Douglas Snow.

III.

SUMMARY OF SCE'S REQUESTS

In this Application, SCE requests Commission approval of SCE's proposals that will allow SCE to continue to effectively and efficiently administer the critical Low-Income Assistance Programs, namely CARE, LIEE and Cool Center programs.

First, SCE seeks approval of its CARE program plans and proposed budget, adoption of which will further the Commission's objective of increasing the participation in this program by eligible customers. Second, SCE seeks approval of its LIEE program plans and proposed budget. Adoption of SCE's proposed plans will further the Commission's objective of ensuring the continuation of this important program. Third, in this Application, SCE seeks approval of its proposed Cool Center Program and proposed budget. Adoption of SCE's proposal will further the Commission's objective of providing energy efficiency assistance to the economically disadvantaged living in remote, hot, dry climates. Finally, SCE seeks approval of its proposed ratemaking treatment for the Low-Income Assistance Programs. SCE's proposed LIEE budget exceeds its current budget collected through rates, and CARE administrative costs are expected to increase given the anticipated increased participation in CARE as a result of the adoption of the Commission's automatic enrollment proposal. Moreover, the adoption of the Cool Center program will increase the Low-Income Assistance Program total costs, even if only slightly. Compared to revenues at present rates as of January 1, 2004, SCE is requesting a revenue increase of \$13.4 million, or 0.14 percent, in 2005. The following table shows an estimate of proposed revenues and rate changes by customer group. The percentage in total revenue is less than one percent.

<u>Customer Group</u>	<u>Revenue Change (\$millions)</u>	<u>% Change</u>
Domestic (Residential)	4.1	0.13%
Lighting --		
Small and Medium Power	5.6	0.17%
Large Power	3.1	0.19%
Agricultural and Pumping	0.4	0.17%
Street and Area Lighting	0.1	0.08%
TOTAL	13.4	0.14%

A. Approval of SCE's Proposed CARE Administrative Costs and Budget

In its supporting testimony, SCE has set forth detailed descriptions of its proposed CARE administrative activities planned for 2005 by expenditure category, along with the estimated budget allocation of each category. SCE proposes to spend up to \$4,104,000 million on CARE administration during 2005, which includes outreach, program support, information technology, and other administrative activities. SCE has consulted with the Energy Division and other utilities in developing a common format for presenting this information and believes that it has provided the necessary information for the Commission to approve SCE's proposed CARE administrative activities, expenditures and budget as reasonable.

B. Approval of SCE's Proposed LIEE Administrative Costs and Budget

In its supporting testimony, SCE has set forth detailed descriptions of its proposed LIEE administrative activities and proposed program design plans for 2005, along with the estimated budget. SCE proposes to spend approximately \$27,400,000 on LIEE programs, including administration costs. As discussed in the testimony, SCE's proposed LIEE plans include offering the comprehensive approved mix of program measures that have proven cost effective.

SCE's proposed budget will need to be funded solely through Public Goods Charge ("PGC") funding. Because this budget substantially increases the existing PGC funding level, SCE has proposed appropriate ratemaking treatment.

In summary, SCE has presented detailed descriptions of its proposed LIEE plans and expenditures that SCE contends are reasonable. As such, SCE respectfully requests approval of its proposed plans and budget for 2005.

C. Approval of SCE's Proposed Cool Center Program Administrative Costs and Budget

In the supporting testimony, SCE has set forth a detailed description of the proposed Cool Center administrative activities planned for 2005 by category, along with the estimated budget for each category. SCE proposes to spend up to \$475,000 on Cool Center administration during 2005, which includes outreach, program support, information technology, program activities and other administrative activities. SCE respectfully requests the Commission adopt SCE's proposed Cool Center Program and Budget.

D. Adoption of SCE's Ratemaking Proposal

As discussed in the supporting testimony, in its 2005 Application, SCE proposes no change to the currently-approved CARE ratemaking, which includes the operation of the CARE Balancing Account (CBA). SCE currently recovers the CARE administrative revenue requirement through the Public Purpose Programs Charge rate component. Overcollections recorded in the CBA are recovered from customers. In SCE's annual August 1st ERRA forecast, SCE will set forth its consolidated revenue requirements for subsequent Public Purpose Program rate adjustments.

SCE proposes no change to the currently-approved LIEE ratemaking. On a monthly basis, SCE compares recorded Public Purpose Program Charge revenue with authorized Public Purpose Programs costs, through the operation of the Public Purpose Program Adjustment Mechanism (PPPAM). In SCE's annual August 1st ERRA forecast applications, SCE sets forth its consolidated revenue requirement for

the subsequent year. The balance recorded in the Consolidated Account is carried over from one year to the next.

SCE requests adoption of its ratemaking proposal for Cool Centers. SCE proposes ratemaking for the 2005 Cool Center Program similar to the currently-authorized ratemaking for LIEE.¹ SCE proposes to: 1) Recover the annual Cool Center revenue requirement adopted in this proceeding through the operation of the PPPAM; and 2) establish a one-way balancing account, (the Cool Center Program Balancing Account), which will record the difference between the authorized Cool Center revenue requirements and actually incurred Cool Center expenses. In SCE's annual August 1st ERRA forecast applications, SCE will set forth its consolidated revenue requirement for the subsequent year recovery.

IV.

STATUTORY AND PROCEDURAL REQUIREMENTS

A. Statutory and Procedural Authority

This Application is made pursuant to the Assigned Commissioner's Ruling dated February 27, 2002, the Administrative Law Judge's Ruling and Notice of Prehearing Conference for PY 2003 Low-Income Assistance Programs dated May 30, 2002, the Administrative Law Judge's directive at the Prehearing Conference held May 18, 2004 in R.04-01-006, the Commission's Rules of Practice and Procedure,² and the Reporting Requirements for Low-Income Assistance Program.

¹ In Advice Letter 1806-E, SCE set forth its ratemaking for the 2004 Cool Center Program. In that advice letter, SCE requested the establishment of the Cool Center Program Memorandum Account to record incremental O&M expenses incurred as the result of operating Cool Centers during the summer of 2004.

² Rule 42 also refers to Rule 2.6, which specifies the procedure for amendments and errata.

SCE's authority for this request is Sections 367, 368, 382, 399.2, 399.9, 451, 491, 701, 729, 739.1, 739.2, 739.4 and 795 of the Public Utilities Code of the State of California. SCE's request complies with Rules 2 through 2.5, which specify the procedures for the filing of documents.³

In addition, this request complies with Rules 6, 15, 16 and 42 and prior decisions, orders and resolutions of this Commission.

B. SB 960 Requirements - Rule 6(a)(1)

Rule 6(a)(1) requires that applications filed after January 1, 1998 "shall state the proposed category for the proceeding, the need for hearings, the issues to be considered, and a proposed schedule." These requirements are discussed below.

C. Proposed Categorization

SCE proposes to characterize this proceeding as "ratesetting" as defined in Rule 5(c).

D. Need for Hearings/Schedule for Resolution of Issues

As discussed above and in greater detail in SCE's supporting testimony submitted concurrently herewith, for 2005, SCE is proposing the continuation of CARE outreach and administration activities proposed for 2005, an increased delivery of the standard LIEE program measures and establishment of the Cool Center Program. If no party objects to SCE's proposed PY 2005 Low-Income Assistance Program plans, hearings may not be needed on any or some of the issues addressed in this Application. The Proposal submitted herein contains information

³ Because this is a new application, the service list is currently being established. As instructed in the Commission Order Instituting Rulemaking dated January 8, 2004 for Low-Income Assistance Programs, SCE is serving this application in accordance with the service directives on the service list established for R.01-08-027 and R.04-01-006.

and constitutes a sufficient record for the Commission to rule on SCE's Proposal without the need for evidentiary hearings. SCE believes that all interested parties can comment and express their views through written protests and comments.

If hearings are deemed necessary, however, SCE requests that such proceedings be expedited and the schedule be designed and maintained so that a final decision will be rendered before the end of 2004 so as to avoid any substantial delays in program rollout in 2005. To the extent that there are major modifications to the Low-Income Assistance Programs as a result of this proceeding, it may take additional time to implement such changes, further delaying actual program delivery to SCE's low-income customers. Moreover, SCE requests that a portion, if not all, of such proceedings be held in Southern California so that interested parties in SCE's service territory will have the opportunity to participate.

SCE proposes the following schedule, which allows for expedited Commission resolution of the Application:

Utilities file Applications	July 1, 2004
Interested Parties file PHC Statements	July 16, 2004
Prehearing Conference	July 23, 2004
Interested Parties file Comments	August 2, 2004
Utilities file Replies to Comments	August 16, 2004
Hearings (if deemed necessary)	September 2004
Commission issues Proposed Decision	October 2004
Comments to Proposed Decision	November 2004
Replies to Comments to Proposed Decision	November 2004
Commission issues Final Decision	December 2004

E. Issues To Be Considered

The issues to be considered in this Application concern Commission approval of SCE's proposed LIEE, CARE and Cool Center administrative activities, program plans, and budgets, SCE's proposed ratemaking treatment of these costs, and SCE's supporting testimony.

F. Legal Name and Correspondence - Rules 15(a) and 15(b)

Southern California Edison Company is an electric public utility organized and existing under the laws of the State of California. The location of SCE's principal place of business is 2244 Walnut Grove Avenue, Post Office Box 800, Rosemead, California 91770. SCE's attorneys in this matter are Larry R. Cope and Michael D. Montoya. Correspondence or communications regarding this application should be addressed to:

Larry R. Cope
Attorney
Southern California Edison Company
P. O. Box 800
2244 Walnut Grove Avenue
Rosemead, CA 91770
Telephone: (626) 302-2570
Facsimile: (626) 302-7740
Email: larry.cope@sce.com

To request a copy of this application, please contact:

Susan Quon
Southern California Edison Company
P. O. Box 800
2244 Walnut Grove Avenue
Rosemead, CA 91770
Telephone: (626) 302-2930
Facsimile: (626) 302-1048
e-mail: caseadmin@sce.com

G. Articles of Incorporation - Rule 16

A copy of SCE's Restated Articles of Incorporation, as amended, and as presently in effect, certified by the California Secretary of State, was filed with the Commission on June 15, 1993, in connection with Application 93-06-022⁴ and is

⁴ A.93-06-022 was filed on June 15, 1993, regarding approval of a Self-Generation Deferral Agreement between Mobil Oil Corporation, Torrance Refinery, and SCE.

incorporated herein by reference pursuant to Rule 16 of the Commission's Rules of Practice and Procedure.

A certificate of correction to the Restated Articles of Incorporation, amending Paragraph 5 of Exhibit I to the Articles, was filed with the Commission on September 19, 1997, in connection with Application 97-09-038,⁵ and is also incorporated herein by reference pursuant to Rule 16.

H. Service List

The official service list is just being established in this proceeding. In accordance with the Commission's directives as set forth in the Order Instituting Rulemaking dated January 8, 2004, SCE serves this Application and supporting testimony on the service list established by the Commission for the Low-Income Proceeding R.04-01-006. As described in SCE's supporting testimony, SCE seeks authority to increase rates by less than 1% in this Application and, therefore, the provision of public notice pursuant to Commission Rule of Practice and Procedure and Procedure 24 is required.

I. Statement Pursuant to Rule 23(1)

Rule 23(1) requires SCE to state whether its request is limited to passing through to customers "only increased costs to the corporation for the services or commodities furnished by it." SCE's request in this proceeding is limited to passing through to customers "only increased costs to the corporation for the services or commodities furnished by it."

⁵ A.97-09-038 was filed on September 19, 1997, regarding expedited and *ex parte* approval of negotiated termination of certain Interim Standard Offer No. 4 Power Purchase Contracts.

J. Index of the Exhibits and Appendices to this Application – Rule 23(g)

SCE's submissions in support of this Application include the following, which are incorporated herein by reference:

Appendix A: List of Counties and Municipalities Served by SCE

Appendix B: Balance Sheet and Income Statement

Appendix C: Summary of Earnings

Exh. SCE-1: SCE's Testimony in Support of Application

K. Service of Notice – Rule 24

A list of the cities and counties affected by the rate changes resulting from this Application is attached as Appendix A. The State of California is also an SCE customer whose rates would be affected by the proposed revisions.

As provided in Rule 24, notice of filing of this Application will be: (1) mailed to the appropriate officials of the state and counties and cities listed in Appendix A, and (2) published in a newspaper of general circulation in each county in SCE's service territory within which the rate changes would be effective.

L. Balance Sheet and Income Statement – Rule 23(a)

SCE's Balance Sheet and Income Statement as of June 30, 2004, is attached to this Application as Appendix B.

M. Summary of Earnings – Rule 23(e) and (f)

A summary of earnings from the 2003 General Rate Case is contained in Appendix C to this Application.

V.

CONCLUSION

On the basis of the above-stated reasons, SCE respectfully requests that the Commission issued an order:

1. Approving the PY 2005 Low-Income Energy Efficiency Program plans proposal and budget as set forth above;
2. Approving the PY 2005 California Alternate Rates for Energy program plans proposal and budget as set forth above;
3. Approving the PY 2005 Cool Center Program plans proposal and budget as set forth above;
4. Approving the proposed ratemaking treatment to cover the anticipated costs of the Low-Income Assistance Programs plans proposals and budgets; and

5. Granting such other further or different relief as the Commission finds just and reasonable.

Dated this 1st day of July 2004, at Rosemead, California.

Respectfully submitted,

SOUTHERN CALIFORNIA EDISON COMPANY



By Pamela A. Bass
Vice President

MICHAEL D. MONTOYA
LARRY R. COPE



By: Larry R. Cope

Attorneys for
SOUTHERN CALIFORNIA EDISON COMPANY

2244 Walnut Grove Avenue
Post Office Box 800
Rosemead, California 91770
Telephone: (626) 302-2570
Facsimile: (626) 302-7740
E-mail: Larry.Cope@sce.com

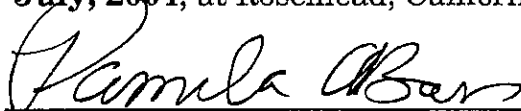
July 01, 2004

VERIFICATION

I am an officer of the applicant corporation herein, and am authorized to make this verification on its behalf. I am informed and believe that the matters stated in the foregoing document are true.

I declare under penalty of perjury that the foregoing is true and correct.

Executed this **1st day of July, 2004**, at Rosemead, California.



Pamela A. Bass

Vice President

SOUTHERN CALIFORNIA EDISON COMPANY

2244 Walnut Grove Avenue

Post Office Box 800

Rosemead, California 91770

Appendix A

List of Cities and Counties

SOUTHERN CALIFORNIA EDISON COMPANY

Citizens or some of the citizens of the following counties and municipal corporations will or may be affected by the changes in rates proposed herein.

COUNTIES

Fresno	Kings	Orange	Tuolumne*
Imperial	Los Angeles	Riverside	Tulare
Inyo	Madera	San Bernardino	Ventura
Kern	Mono	Santa Barbara	

MUNICIPAL CORPORATIONS

Adelanto	Cudahy	La Habra	Ojai	Santa Monica
Agoura Hills	Culver City	La Habra Heights	Ontario	Santa Paula
Alhambra	Cypress	La Mirada	Orange	Seal Beach
Aliso Viejo	Delano	La Palma	Oxnard	Sierra Madre
Apple Valley	Desert Hot Springs	La Puente	Palm Desert	Signal Hill
Arcadia	Diamond Bar	La Verne	Palm Springs	Simi Valley
Artesia	Downey	Laguna Beach	Palmdale	South El Monte
Avalon	Duarte	Laguna Hills	Palos Verdes Estates	South Gate
Baldwin Park	El Monte	Laguna Niguel	Paramount	South Pasadena
Barstow	El Segundo	Laguna Woods	Perris	Stanton
Beaumont	Exeter	Lake Elsinore	Pico Rivera	Tehachapi
Bell	Farmersville	Lake Forest	Placentia	Temecula
Bell Gardens	Fillmore	Lakewood	Pomona	Temple City
Bellflower	Fontana	Lancaster	Port Hueneme	Thousand Oaks
Beverly Hills	Fountain Valley	Lawndale	Porterville	Torrance
Bishop	Fullerton	Lindsay	Rancho Cucamonga	Tulare
Blythe	Garden Grove	Loma Linda	Rancho Mirage	Tustin
Bradbury	Gardena	Lomita	Rancho Palos Verdes	Twentynine Palms
Brea	Glendora	Long Beach	Rancho Santa Margarita	Upland
Buena Park	Goleta	Los Alamitos	Redlands	Victorville
Calabasas	Grand Terrace	Lynwood	Redondo Beach	Villa Park
California City	Hanford	Malibu	Rialto	Visalia
Calimesa	Hawaiian Gardens	Mammoth Lakes	Ridgecrest	Walnut
Camarillo	Hawthorne	Manhattan Beach	Rolling Hills	West Covina
Canyon Lake	Hemet	Maywood	Rolling Hills Estates	West Hollywood
Carpinteria	Hermosa Beach	McFarland	Rosemead	Westlake Village
Carson	Hesperia	Mission Viejo	San Bernardino	Westminster
Cathedral City	Hidden Hills	Monrovia	San Buenaventura	Whittier
Cerritos	Highland	Montclair	San Dimas	Woodlake
Chino	Huntington Beach	Montebello	San Fernando	Yorba Linda
Chino Hills	Huntington Park	Monterey Park	San Gabriel	Yucaipa
Claremont	Indian Wells	Moorpark	San Jacinto	Yucca Valley
Commerce	Industry	Moreno Valley	San Marino	
Compton	Inglewood	Murrieta	Santa Ana	
Corona	Irvine	Newport Beach	Santa Barbara	
Costa Mesa	Irwindale	Norco	Santa Clarita	
Covina	La Canada Flintridge	Norwalk	Santa Fe Springs	

*SCE provides electric service to a small number of customer accounts in Tuolumne County and is not subject to franchise requirements.

Appendix B

Balance Sheet and Income Statement

SOUTHERN CALIFORNIA EDISON COMPANY

BALANCE SHEET

MARCH 31, 2004

A S S E T S

(Unaudited)

(Millions of Dollars)

UTILITY PLANT:

Utility plant, at original cost	\$16,358
Less - Accumulated depreciation and decommissioning	(4,398)
	<u>11,960</u>
Construction work in progress	680
Nuclear fuel, at amortized cost	140
	<u>12,780</u>

OTHER PROPERTY AND INVESTMENTS:

Nonutility property, at cost - less accumulated provision for depreciation of \$26	390
Property of variable interest entities - net	401
Nuclear decommissioning trusts, at cost	2,606
Other Investments	123
	<u>3,520</u>

CURRENT ASSETS:

Cash and equivalents	528
Restricted cash	65
Receivables, including unbilled revenues, less reserves of \$31 for uncollectible accounts	1,136
Fuel inventory	9
Materials and supplies, at average cost	180
Accumulated deferred income taxes - net	423
Prepayments and other current assets	30
	<u>2,371</u>

DEFERRED CHARGES:

Regulatory assets - net	421
Other deferred charges	525
	<u>946</u>
	<u>\$19,617</u>

SOUTHERN CALIFORNIA EDISON COMPANY

BALANCE SHEET

MARCH 31, 2004

CAPITALIZATION AND LIABILITIES

(Unaudited)

(Millions of Dollars)

CAPITALIZATION:

Common stock	\$2,168
Additional paid-in capital	340
Accumulated other comprehensive loss	(17)
Retained Earnings	1,667
Common shareholder's equity	<u>4,158</u>
Preferred stock without mandatory redemption requirements	129
Preferred stock with mandatory redemption requirements	139
Long-term debt	<u>5,246</u>
	<u>9,672</u>

CURRENT LIABILITIES:

Preferred stock to be redeemed within one year	9
Long-term debt due within one year	371
Accounts payable	885
Accrued taxes	585
Regulatory liabilities - net	248
Other current liabilities	1,080
	<u>3,178</u>

DEFERRED CREDITS:

Accumulated deferred income taxes - net	2,806
Accumulated deferred investment tax credits	134
Customer advances and other deferred credits	453
Power purchase contracts	230
Accumulated provision for pensions and benefits	360
Asset retirement obligations	2,108
Other long-term liabilities	257
	<u>6,348</u>

MINORITY INTEREST

	419
	<u>\$19,617</u>

SOUTHERN CALIFORNIA EDISON COMPANY

STATEMENT OF INCOME

3 MONTHS ENDED MARCH 31, 2004

(Unaudited)

(Millions of Dollars)

OPERATING REVENUE	<u>\$1,696</u>
OPERATING EXPENSES:	
Fuel	48
Purchased power	580
Provisions for regulatory adjustment clauses - net	(19)
Other operation and maintenance expenses	575
Depreciation, decommissioning and amortization	217
Property and other taxes	45
Total operating expenses	<u>1,446</u>
OPERATING INCOME	<u>250</u>
Interest and dividend income	5
Other nonoperating income	33
Interest expense - net of amounts capitalized	(105)
Other nonoperating deductions	(13)
INCOME FROM CONTINUING OPERATIONS BEFORE TAX	<u>170</u>
INCOME TAX	69
INCOME FROM CONTINUING OPERATIONS	<u>101</u>
INCOME FROM DISCONTINUED OPERATIONS - NET OF TAX	<u>-</u>
NET INCOME	101
DIVIDENDS ON PREFERRED STOCK	<u>1</u>
EARNINGS AVAILABLE FOR COMMON STOCK	<u><u>\$100</u></u>

APPENDIX B

B-3

Appendix C

Summary of Earnings

		Southern California Edison Company Summary Of Earnings For 2003 General Rate Case Total Company (\$000)					
Line No.	Item	Recorded 2000	Estimated			ISO 2003	CPUC-GRC 2003
			2001	2002	2003		
1.	Revenues At Authorized Rates	3,607,574	2,780,906	2,928,808	2,995,932	217,404	2,778,528
2.	Expenses:						
3.	Operation & Maintenance	987,406	1,076,715	1,164,864	1,252,134	58,800	1,193,334
4.	Depreciation	1,338,476	664,249	670,447	786,324	70,657	715,667
5.	Taxes	697,906	469,324	498,291	457,443	45,976	411,467
6.	Revenue Credits	(153,220)	(158,622)	(159,193)	(175,633)	(36,941)	(138,692)
7.	Total Expense	2,870,568	2,051,666	2,174,409	2,320,268	138,492	2,181,776
8.	Total Net Operating Revenue	737,006	729,240	754,399	675,664	78,912	596,752
9.	Rate Base	8,785,941	8,727,303	8,900,396	9,186,303	1,102,811	8,083,492
10.	Rate of Return	8.39%	8.36%	8.48%	7.36%	7.16%	7.38%

At Proposed Rates

11.	Revenues At Present Rates						2,778,528
12.	Proposed Change 1/						286,414
13.	Total Proposed Revenues						3,064,942
14.	Expenses:						
15.	Operation & Maintenance						1,196,693
16.	Depreciation						715,667
17.	Taxes						531,561
18.	Revenue Credits						(138,692)
19.	Total Expense						2,305,229
20.	Total Net Operating Revenue						759,713
21.	Rate Base						8,083,495
22.	Rate of Return						9.40%

1/SCE's total rate will not increase as a result of this application.

2/This rate of return is a blended rate of return that includes SONGS 2&3 rate base at a 7.35% rate of return with the remaining rate base at a 9.49% rate of return.

CERTIFICATE OF SERVICE

I hereby certify that, pursuant to the Commission's Rules of Practice and Procedure, I have this day served a true copy of SOUTHERN CALIFORNIA EDISON COMPANY'S (U 338-E) APPLICATION REGARDING LOW INCOME ASSISTANCE PROGRAMS FOR PROGRAM YEAR 2005 on all parties identified on the attached service list(s). Service was effected by one or more means indicated below:

- Placing the copies in properly addressed sealed envelopes and depositing such envelopes in the United States mail with first-class postage prepaid (Via First Class Mail) to all parties identified as "Appearance" or "State Service";
- Placing the copies in sealed envelopes and causing such envelopes to be delivered by hand or by overnight courier to the offices of the Commission or the other addressee(s);
- Transmitting the copies via e-mail to all parties who have provided an address.

Executed this **1st day of July, 2004**, at Rosemead, California.



Susan Quon
Project Analyst
SOUTHERN CALIFORNIA EDISON COMPANY

2244 Walnut Grove Avenue
Post Office Box 800
Rosemead, California 91770