

Attachment 3

Revisions to Formula Rate Inputs as Compared to the Draft Annual Update

- (1) Schedule 1: Pursuant to the interim Settlement Rates established in the TO2018 docket,¹ SCE has incorporated changes to the Cost Adjustment on Schedule 1, and One Time Cost Adjustment on Schedule 3. A new Attachment 5 settlement version is provided. Also, a new Schedule 1 Cost Adjustment workpaper related to the TO2019 adjustment is provided.
- (2) Schedule 1: Pursuant to the interim Settlement Rates established in the TO2019A docket,² SCE has implemented a tariff change to reduce the ROE on Schedule 1 by 515 basis points.
- (3) Schedule 1: Amortization of Excess Deferred Tax Liability, line 60, revised consistent with the filed settlement in the TO2018 docket.
- (4) Schedule 3: One-Time Adjustment on line 12 revised to reflect elimination of two-year limit on error corrections pursuant to the interim Settlement Rates established in the TO2018 docket. Line 23 also revised to reflect a PBOPs related adjustment, as well as the formula transition adjustment.
- (5) Schedule 4: Instruction 1, lines a & b, as well as e & f revised to reflect prior year ROE consistent with interim Settlement Rates established in the TO2018 docket. The value on lines a & b is 10.42%, which is 11.20% less 0.78% Project Specific Adders since the TO2020 model separately calculates the incentive adders. Note that the True-Up for 2018 calculated under Schedule 4 is ultimately replaced by the True-Up for 2018 being calculated under Attachment 5 (see Schedule 3 line 23, col 4, and “WP Schedule 3 – One Time Adjust Transition”).
- (6) Schedule 5-ROR-3: There was a typographical error in Comment #1 that has been corrected. It should say: Series 2008B matured in March 2018”.
- (7) Schedule 9: Line 4 revised consistent with the filed settlement in the TO2018 docket.

¹ 168 FERC P 63,010. As of the date this document is filed, the Offer of Settlement submitted in Docket ER18-169 remains pending.

² 168 FERC P 63,006. As of the date this document is filed, the Offer Partial Settlement submitted in Docket 19-1553 remains pending.

- (8) WP for Schedule 9 Amortization of Excess Deferred Tax Liability added.
- (9) WP for Schedule 10 FERC CWIP Capital Expenditure Plan: Both Excel and PDF column C revised to read “TOTAL Jan 19-Dec 20”.
- (10) Schedule 28: The Franchise Fees and Uncollectibles Factors, lines 1 and 3 were revised to reflect SCE’s General Rate Case Decision, D.19-05-020. WP for Schedule 28 was also revised accordingly.
- (11) Schedule 29: SCE has incorporated into lines 2, 3, and 4 a change to the Wholesale Transmission Revenue Balancing Account Adjustment (“TRBAA”) inputs to be consistent with SCE’s TRBAA Update filed on October 31, 2019 in FERC Docket ER20-268.
- (12) WP for Schedule 34 Wildfire Reserve for 2017/2018 added.