

## SOUTHERN CALIFORNIA EDISON COMPANY

### Schedule 1 - Cost Adjustment

Year	FERC Prime	Regulatory Acct De	Cost Element Desc	Amount
2018	925	Injuries & Damages WF CLAIM / RECOVERY		\$2,669,000,000
One-Time Discrete Cost Item:				\$2,669,000,000
Transmission Wages and Salaries Allocation Factor:				5.9033%
Cost Adjustment Amount:				<b>-\$157,560,090</b>

SCE is making this Cost Adjustment pursuant to Section 1 of the Formula Rate Protocols, Appendix IX, Attachment 1, as the amount of this Discrete Cost Item is greater than 3% of the Base TRR

This Cost Adjustment reduces the Base TRR as a result of wildfire related expenses recorded in 2018 that are not anticipated to reoccur in 2020.

#### Cost Adjustment pursuant to Section 5.3 of Offer of Settlement filed September 16, 2019 in ER18-169

Amount:		<b>-\$32,841,354</b>	
Calculated as follows:			
Filed TO2019 Annual Update Base TRR	\$1,038,486,906	<u>Source</u>	TO2019 Sch. 1, Line 86
Revised TO2019 per settlement	<u>\$1,000,432,035</u>		Settlement TO2019, Sch. 1, Line 86
Difference:	\$38,054,871		
Portion of 2019 in effect	0.863		315/365, for Jan. 1 through Nov. 11
Cost Adjustment	\$32,841,354		= 0.863 * \$38,054,871
Total TO2020 Cost Adjustment	<b>-\$190,401,444</b>	<u>Source</u>	Sum of two above