

Attachment 1

SCE PBOPs Funding Memo

**Southern California Edison
Postretirement Health & Life Benefits
2020 PBOP Funding**

	Estimated <u>Represented</u>	Estimated <u>Management</u>	<u>Total</u>
1. 2020 ASC 715-60 Expense (before other charges)	(\$33,120,000)	(\$16,107,000)	(\$49,227,000)
2. 2020 Termination Benefit Charges	<u>0</u>	<u>0</u>	<u>0</u>
3. Total 2020 ASC 715-60 Expense=(1)+(2)	(\$33,120,000)	(\$16,107,000)	(\$49,227,000)
4. 2020 Rate Recovery	\$ 0	\$ 0	\$ 0
1. Estimated Pay-Go Group 2020 Claims		\$ 8,067,000	
2. Pay-Go Group 2019 True-Up			
Actual claims	\$ 9,777,651		
Estimated claims	<u>(10,249,000)</u>		
True-up		(471,349)	
3. Future Recovery from 2019		3,658,860	
4. Life VEBA		0	
5. 1992 VEBA		0	
6. 1999 VEBA		0	
7. 401(h) Account		<u>0</u>	
8. Total 2020 Funding = sum (1) through (8)		\$11,254,511	
9. Future Recovery		<u>(11,254,511)</u>	
10. Net 2020 Funding		\$ 0	

Note: 2020 PBOP funding exhibit reflects Edison's "split group" rate recovery methodology:

1. 2020 ASC715-60 expense is estimated separately for management and represented participants;
2. Negative accounting expense (i.e., accounting revenue) estimated separately for represented participants and is assumed to be zero for rate recovery purposes.
3. PBOP contributions above the minimum CPUC requirements are assumed to be carried over to future years.
4. ASC 715-60 Expense allocation between Represented and Management Groups (result shown on line 1 at top).

	<u>Represented</u>	<u>Management</u>	<u>Total</u>
a. Postretirement Health Benefit Expense*	(\$32,743,000)	(\$15,330,000)	(\$48,073,000)
b. Postretirement Life Benefit Expense**	<u>(\$ 377,000)</u>	<u>(\$ 777,000)</u>	<u>(\$ 1,154,000)</u>
c. Total	(\$33,120,000)	(\$16,107,000)	(\$49,227,000)

*See page 12, line E of 2020 Actuarial Report, first two columns.

**See page 12, line E, third column. Allocated on the basis of January 1, 2020 APBO.