

February 5, 2025

Ms. Rachel Peterson Executive Director California Public Utilities Commission 505 Van Ness Avenue San Francisco, California 94102

Re: Activation of SCE's CEMA as the result of the Palisades Fire in Los Angeles and Ventura Counties, Eaton Fire in Los Angeles County, Hurst Fire in Los Angeles County, Hughes Fire in Los Angeles County, and the January 2025 Windstorms in Los Angeles and Ventura Counties

Dear Ms. Peterson:

This letter is to inform you that Southern California Edison Company (SCE) has activated its Catastrophic Event Memorandum Account (CEMA) effective January 7, 2025, to restore service to customers, replace infrastructure, and repair damage to its facilities from the Palisades Fire in Los Angeles and Ventura Counties, Eaton Fire in Los Angeles County, Hurst Fire in Los Angeles County, Hughes Fire in Los Angeles County, and the January 2025 Windstorms in Los Angeles and Ventura Counties, within SCE's service territory.

Resolution No. E-3238 (Resolution), issued on July 24, 1991, and Public Utilities Code Section 454.9, which codified the CEMA process, set forth the criteria for utilities to use the CEMA, providing, among other things that its "use will be restricted to events declared disasters by competent state or federal authorities." On January 8, 2025, Governor Gavin Newsom declared a disaster in Los Angeles and Ventura Counties due to windstorms and the Palisades Fire that has burned approximately 23,500 acres to date, destroyed structures and critical infrastructure, and caused the evacuation of residents. On January 8, 2025, the Federal Emergency Management Agency (FEMA) declared a disaster in Los Angeles County due to (1) the Palisades Fire as discussed above, (2) the Eaton Fire that burned approximately 14,000 acres, destroyed structures and critical infrastructure, and caused the evacuation of residents, (3) the Hurst Fire that burned approximately 800 acres, damaged structures and critical infrastructure, and caused the evacuation of residents. In addition, on January 8, 2025, FEMA issued a Major Disaster Declaration for the California Wildfires, including the Hughes Fire that burned over 10,000 acres and caused the evacuation of residents, and Straight-Line winds in Los Angeles County.

The Resolution specifically allows for a utility to use its CEMA for costs resulting from declared disasters in order to (1) restore service to customers, (2) repair, replace, or restore damaged facilities, and (3) comply with governmental agency orders in connection with events declared disasters by competent state or federal authorities. SCE's Commission-approved CEMA tariff states: "If a Catastrophic Event occurs SCE shall, if possible, inform the Executive Director by letter within 30 days after the Catastrophic

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Event, if SCE has started booking costs into the CEMA." This letter provides notice to the Commission of SCE's intent to seek recovery of costs related to the Palisades Fire, Eaton Fire, Hurst Fire, and January 2025 Windstorm through the CEMA.

At this time, SCE has not yet developed a complete assessment of our system or a detailed estimate of the costs incurred to restore service to our customers and to repair our facilities. SCE's damage assessment is ongoing.

Should you have any questions regarding this matter, please contact me or Sue DiBernardo of my staff at 626-302-4353. Thank you for your attention to this matter.

Best regards,

/s/ Connor J. Flanigan
Connor J. Flanigan
Managing Director, State Regulatory Operations

## Attachments

cc: Leuwam Tesfai, Energy Division Simon Baker, Energy Division Michele Kito, Energy Division Adam Smith, SCE