



SCE Advice Letter – SCE submits consolidated rate and tariff change advice letters occasionally throughout the year. SCE Advice Letter (AL) 5109-E provides information on the implementation of new electric rates and their associated tariffs from previously authorized decisions, resolutions, and advice letters, most significantly the recent undercollection of the Vegetation Management Z-Factor, Vegetation Management Balancing Account (VMBA) and 2022 Tax Accounting Memorandum Account (TAMA). The changes set forth in this AL resulted in electric rate and bill increases that began on October 1, 2023.

Estimated Bill Impacts of All Requested Electric Rate Changes Effective October 1, 2023:

Estimated Electric Bill Impacts ¹	Bill Change as of October 1, 2023 (\$)	Bill Change as of October 1, 2023 (%)	SCE as of October 1, 2023
➤ Average Residential CARE ² electric bill	\$0.67	0.56%	\$121.07
➤ Average Residential Non-CARE electric bill	\$1.00	0.55%	\$184.22

Below are the primary drivers of SCE's October 1, 2023, electric rate changes, which involve a revenue increase for its electric utility operations and capital investments.

- ✚ The primary drivers of the October 1st rate increase are:
 - Vegetation Management Z-Factor (\$10.079 million): Pursuant to Resolution E-5287, cost recovery was approved to recover incremental 2020 costs for vegetation management activities.
 - Approximately \$0.23 (or 0.19%) of SCE's Residential CARE customers' bill impact is attributed to the 2023 Vegetation Management cost recovery with an equivalent impact of \$0.36 (or 0.19%) to SCE's Non-CARE Residential customers' bill.
 - 2022 Vegetation Management Account (VMBA) (\$2.659 million) – Advice 5049-E authorized to recover the VMBA undercollection.
 - Approximately \$0.02 (or 0.01%) of SCE's Residential CARE customers' bill impact is attributed to the 2022 VMBA undercollection recovery with an equivalent impact of \$0.03 (or 0.01%) to SCE's Non-CARE Residential customers' bill.

¹ Based on a "typical" residential bundled customer using, on average, 500 kilowatt-hours per month.

² The California Alternate Rates for Energy (CARE) program provides discounts to qualifying low-income residents on their utility bills.



- Tax Accounting Memorandum Account 2018 (TAMA) (\$37.645 million):
Advice 4996-E approved the 2022 operation of the TAMA 2018 undercollection recovery.
 - Approximately \$0.06 (or 0.05%) of SCE's Residential CARE customers' bill impact is attributed to the 2022 TAMA undercollection cost recovery with an equivalent impact of \$0.10 (or 0.05%) to SCE's Non-CARE Residential customers' bill.
- Other Increases (\$50.383 million):
 - Adopted on April 6, 2023, Resolution E-5259 approves cost recovery for the Etiwanda Separator Project. Advice 4928-E implements cost recovery effective October 1, 2023.
 - Pursuant to Assembly Bill (AB)1054, the Commission issued a Financing Order granting SCE to issue recovery bonds to finance risk mitigation capital expenditures. Advice 5018-E was issued to implement final terms and pricing. Subsequently, Advice 5085-E/E-A was submitted to revise the Fixed Recovery Charges, effective October 1, 2023
 - Bill impact of these increase account for \$0.36 (0.56%) for SCE's Residential CARE customers' bill impact and impacting Non-CARE Residential customer bills by \$0.52 (0.28%).