

To Eligible Load Serving Entities:

This message will explain how eligible load serving entities (LSEs) may choose a percentage of their final load share allocations during the upcoming voluntary allocation enrollment window (currently May 2-13, 2022).

SCE will provide to each LSE its final load share allocation after the meet and confer meetings currently underway are concluded. A separate form will then be sent to each LSE on which the LSE will elect the percentage of its load share allocation it wishes to accept. LSEs will fill in separate percentages (in 10% increments) indicating its elections from one or more of the following categories:

- A. short-term load share (for 2023 and 2024),
- B. long-term load share (resource contracts with 10 years or longer terms remaining), and
- C. additional long-term load share to be contracted for with shorter terms (2023 and 2024).

As a condition to making an election of category C resources, the LSE must elect 100% of its category A short-term load share. An LSE can also elect category B long-term load share as part of its election. In no event will the total allocation accepted by an LSE exceed the amount calculated by SCE as available for allocation to such LSE.

Example:

LSE Alpha could make the following hypothetical elections:

- 100% of its available short-term allocation (category A),
- 40% of its available long-term allocation (category B), and
- an additional 30% of its long-term allocation (category C).

Note, LSE Alpha may not elect a percentage of its category C long-term allocation, unless it also elects to receive 100% of its category A short-term allocation. Also, categories B plus C cannot add up to more than 100%.

Regards,

SCE VAMO Implementation Team