

Attachment 1

SCE PBOPs Funding Memo

Southern California Edison
Postretirement Health & Life Benefits
2021 PBOP Funding

	Estimated <u>Represented</u>	Estimated <u>Management</u>	<u>Total</u>
1. 2021 ASC 715-60 Expense (before other charges)	(\$20,355,000)	(\$30,411,000)	(\$50,766,000)
2. 2021 Termination Benefit Charges	<u>0</u>	<u>0</u>	<u>0</u>
3. Total 2021 ASC 715-60 Expense=(1)+(2)	(\$20,355,000)	(\$30,411,000)	(\$50,766,000)
4. 2021 Rate Recovery	\$ 0	\$ 0	\$ 0

1. Estimated Pay-Go Group 2021 Claims	\$ 6,961,000
2. Pay-Go Group 2020 True-Up	
Actual claims	\$ 8,204,509
Estimated claims	<u>(8,067,000)</u>
True-up	137,509
3. Future Recovery from 2020	11,254,511
4. Life VEBA	0
5. 1992 VEBA	0
6. 1999 VEBA	0
7. 401(h) Account	<u>0</u>
8. Total 2021 Funding = sum (1) through (7)	\$18,353,020
9. Future Recovery	<u>(18,353,020)</u>
10. Net 2021 Funding	\$ 0

Note: 2021 PBOP funding exhibit reflects Edison's "split group" rate recovery methodology:

1. 2021 ASC715-60 expense is estimated separately for management and represented participants;
2. Negative accounting expense (i.e., accounting revenue) estimated for either group 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*	(\$19,909,000)	(\$29,465,000)	(\$49,374,000)
b. Postretirement Life Benefit Expense**	<u>(\$ 446,000)</u>	<u>(\$ 946,000)</u>	<u>(\$ 1,392,000)</u>
c. Total	(\$20,355,000)	(\$30,411,000)	(\$50,766,000)

*See page 12, line E of 2021 Actuarial Report, first two columns.

**See page 12, line E, third column. Allocated on the basis of January 1, 2021 APBO.

