

Attachment 3

Revisions to Formula Rate Inputs as Compared to the Draft Annual Update

This attachment lists the changes reflected in this TO2026 Annual Update filing relative to the TO2026 Draft Annual Update Formula Rate Spreadsheet that SCE posted on its website on June 13, 2025.

The revisions from the Draft Annual Update are as follows, as well as any changes to the Base Transmission Revenue Requirement (TRR):

1. SCE revised Schedule 16 – Plant Additions, Section 3, Col 9 to correct an inadvertent calculation error. SCE is correcting the calculation in Column 9 for lines 51-73 to be as stated in the Formula Rate Section 3, Col 9 description: $\text{Prior Month C9} - \text{C4} + \text{C8}$. This adjustment increases the Retail Base TRR by \$4,788,979 and increases the Wholesale Base TRR by \$4,722,401.
2. SCE revised Schedule 14 – Incentive Plant, line 28, Col 1 to correct an inadvertent input error. The input was revised from \$3,062,594,759 to \$3,062,593,822. This adjustment has no impact on the Base TRR.
3. SCE revised Schedule 20 – A&G, line 17, to correct an inadvertent calculation error. SCE is correcting the calculation on line 17 to refer to the amount on Col 4, line 5, instead of Col 1, line 5. This adjustment decreases the Retail Base TRR by \$735,212 and decreases the Wholesale Base TRR by \$730,454.
4. SCE revised Schedule 25 – Wholesale Difference, to correct inadvertent input errors. SCE is revising the input on line 2 from \$639,120 to \$745,300, as well as the input to line 7 from \$858,768 to \$898,226 to exclude from wholesale rates two additional EPRI related cost items. SCE is also updating “WP Schedule 25 Wholesale Difference” accordingly. This adjustment has no impact on the Retail Base TRR, but decreases the Wholesale Base TRR by \$46,630.
5. SCE revised Schedule 28 - FF&U, to keep the 2024 FERC Uncollectible expense constant at \$18,504,108 in the 2024 True Up TRR by updating the Uncollectible factor on Line 3 from 1.4230% to 1.4234%. SCE is also updating WP Schedule 28 FFU accordingly. This adjustment increases the Retail Base TRR by \$10,500 and the Wholesale Base TRR by \$5,463.
6. SCE revised Schedule 29 – Wholesale TRRs, to incorporate into lines 2, 3, and 4 a change to the Wholesale Transmission Revenue Balancing Account Adjustment (“TRBAA”) inputs to be consistent with SCE’s TRBAA Update filed on October 31, 2025, in FERC Docket No. ER26-378. This adjustment has no impact to the Base TRR.