

SCE FERC							
2025 EXCESS/DEFICIENT DEFERRED INCOME TAXES							
	(A)	(B)	(C)	(D)	(E)	(F)	(G)
	BEGINNING 1/1/2025 FERC- RELATED (EXCESS)/DEFICIEN T DEFERRED TAXES	RETURN-TO- PROVISION UPDATES	ADJUSTED 1/1/2025 FERC- RELATED EDADIT BALANCE	2025 FERC- RELATED AMORTIZATION OF EXCESS DEFERRED TAXES	2025 4-YEAR AMORTIZATION OF UNPROTECTED PROPERTY RELATED	ADJUSTMENTS TO AMORTIZATION (Update based on PLR 202141001)	12/31/2025 FERC- RELATED (EXCESS)/DEFICIEN T DEFERRED TAXES
1	<u>Protected - Property Related*</u>						
2	Method/Life	(564,189,726)	(564,189,726)	7,302,095			(556,887,631)
3	CPI	2,502,498	2,502,498	(877,271)			1,625,227
4	FERC S Georgia - Norm	-	-	-			-
5	Federal NOL	20,505,944	20,505,944	(106,219)			20,399,725
6							
7							
8							
9							
10	<u>Unprotected - Property Related**</u>						
11	Mixed Service Costs		-				-
12	AFUDC Debt		-				-
13	Tax Repair Deduction		-				-
14	Capitalized Software Deduction		-				-
15	Other Historical Basis Differences		-				-
16	Federal Benefit of State Taxes		-				-
17							
18							
19							
20	Cost of Removal - Book Accrual***	56,284,888	56,284,888				56,284,888
21							
22	Total Property Related	(484,896,396)	(484,896,396)	6,318,605	-	-	(478,577,791)
23	<u>Unprotected - Non-Property Related****</u>						
24	Amort of Debt Issuance Cost	-	-				-
25	Executive Incentive Comp	-	-				-
26	Bond Discount Amort	-	-				-
27	Executive Incentive Plan ST	-	-				-
28	Executive Incentive Plan LT	-	-				-
29	Ins - Inj/Damages Prov	-	-				-
30	Accrued Vacation	-	-				-
31	PBOP 401H Amortization	-	-				-
32	EMS	-	-				-
33	Amortization of Debt Expense	-	-				-
34	Pension & PBOP	-	-				-
35	Ad Valorem Lien Date Adj	-	-				-
36	Refunding & Retirement of Debt	-	-				-
37	Health Care - IBNR	-	-				-
38							
39	Total Non-Property Related	-	-	-	-	-	-
40							
41	Grand Total	(484,896,396)	(484,896,396)	6,318,605	-	-	(478,577,791)

* - Amortized into rates under average rate assumption method (ARAM).

** - Amortized into rates over 4 years.

*** In July 2021, SCE received the IRS private letter ruling 202141001 which concluded that the inclusion of cost-of-removal component of book depreciation in the calculation of ARAM is not consistent with tax normalization requirement. As a result, SCE retroactively excluded the cost-of-removal component of book depreciation expense from its ARAM calculation.

**** - Amortized entirely over 1 year in 2018.