

## SCE Advice Letter 4194-E -- Interim GHG-Free Energy Allocation Proposal Frequently Asked Questions

Questions	SCE Response
1. Are all Load Serving Entities eligible to participate?	Yes, all LSEs whose customers pay Cost Responsibility Surcharges (CRS) are expected to be eligible to participate; however, certain LSEs will be eligible to begin receiving allocations sooner than others, as described below.
2. When is the Proposal effective?	<p>The California Public Utilities Commission (Commission) authorized SCE to treat the Proposal as effective upon the submittal of Advice Letter 4194-E (on April 17, 2020) for load serving entities (LSEs) that are government agencies. Thus, community choice aggregators (CCAs) and community aggregators (CAs) in SCE's service area will be able to elect to participate in the allocation starting on 5/15/2020. SCE will provide CCAs and CAs notice and a thirty (30) calendar day enrollment and election window starting on 5/15/2020.</p> <p>For LSEs that are not government agencies (i.e., Electric Service Providers), the Proposal will be effective upon the Commission's issuance of a Resolution approving Advice Letter 4194-E. Once the Commission approves the advice letter through a Resolution, SCE will provide ESPs in its service area with notice and a 30 calendar day period for enrollment and elections.</p>
3. Are there costs associated with a LSE choosing to take an allocation?	No additional cost is required. Customers in SCE's service area who pay Cost Responsibility Surcharges (CRS) pay their share of the full net costs of the GHG-Free Energy resources in SCE's CRS portfolio on a vintaged basis, and may receive their share of the GHG-Free attributes of those resources on a vintaged basis under the Proposal.
4. Are Eligible LSEs allowed to enroll or change their allocations intra-year?	No, enrollment and elections can only be made during the annual enrollment and election window.
5. When must enrollment and elections be made in order to participate in	For CCAs and CAs in SCE's service area, the 30-day enrollment and election window will begin on May 15, 2020 and end on June 15, 2020.

the 2020 GHG-Free Energy Allocation?	
6. When does the allocation period begin for 2020?	The allocations for 2020 will begin July 1, 2020 and end December 31, 2020.
7. Will allocations be made retroactively for January - June 2020?	No, GHG Free Energy allocations will not be retroactive.
8. When will LSEs be allowed to make their 2021 elections?	The enrollment and election window is expected to open in Q4 2020 for 2021 elections, and again in Q4 2021 for 2022 elections.
9. Why are the Advice Letter and Term Sheet framed as an interim solution?	This interim solution under the Proposal was proposed for implementation pending the Commission's issuance of a final decision in Working Group 3 of Phase 2 of Ratemaking 17-06-026 (the PCIA OIR), which is expected in Q4 of 2020.
10. How long will the interim solution remain in place?	The Proposal will become effective as discussed in Question 2 above and continue until the earlier of (1) December 31, 2022; (2) three full calendar months following the effective date of a Decision issued in the PCIA OIR that denies an ongoing GHG-Free Energy allocation mechanism materially similar to that permanent GHG-free energy allocation proposal put forth within the Working Group 3 Final Report filed in the PCIA OIR; or (3) the effective date upon which an ongoing allocation of GHG-Free Energy generated from SCE's CRS eligible portfolio shall commence pursuant to a Decision issued in the PCIA OIR.
11. Who should I contact if I have questions about the process?	Please reach out to your Business Customer Division (BCD) representative within Customer Service.
12. Who should I contact if I have questions about actuals or forecasted data I receive from SCE?	Please reach out to your BCD representative within Customer Service.