

October 28, 2019

Ms. Alice Stebbins Executive Director California Public Utilities Commission 505 Van Ness Avenue San Francisco, California 94102

Re: Activation of SCE's CEMA as the result of the Saddleridge, Eagle, Sandalwood, Reche, and Wolf Fires in Los Angeles and Riverside Counties

Dear Ms. Stebbins:

This letter is to inform you that Southern California Edison Company (SCE) has activated its Catastrophic Event Memorandum Account (CEMA) effective October 7, 2019, to restore service to customers and repair damage to its facilities from the recent Saddleridge, Eagle, Sandalwood, Reche, and Wolf Fires in Los Angeles and Riverside Counties within its service territory.

Resolution No. E-3238 (Resolution), issued on July 24, 1991, and Public Utilities Code Section 454.9, which codified the CEMA process, set forth the criteria for utilities to use the CEMA, providing, among other things that its "use will be restricted to events declared disasters by competent state or federal authorities." Governor Gavin Newsom proclaimed a State of Emergency in Los Angeles and Riverside Counties on October 11, 2019 "due to the effects of several fires, including the Saddleridge, Eagle, Sandalwood, Reche, and Wolf Fires, which have destroyed structures, threatened homes and critical infrastructure, and caused the evacuation of tens of thousands of residents." The Resolution specifically allows for a utility to use CEMAs to comply with government agency orders resulting from declared disasters. SCE's Commission-approved CEMA tariff states: "If a Catastrophic Event occurs SCE shall, if possible, inform the Executive Director by letter within 30 days after the Catastrophic Event, if SCE has started booking costs into the CEMA." This letter provides notice to the Commission of SCE's intent to seek recovery of costs related to these fires through the CEMA.

At this time, SCE has not yet developed a complete assessment of our system or a detailed estimate of the costs to restore service to our customers and to repair our facilities. SCE's damage assessment is on-going.

Should you have any questions regarding this matter, please contact me or Sue DiBernardo of my staff at 626-302-4353.

Best regards,

Gary Stern

Managing Director, State Regulatory Operations

P.O. Box 800 8631 Rush Street Rosemead, California 91770 (626) 302-4177

## Attachments

Dorothy Duda, Energy Division Ed Randolph, Energy Division cc:

bcc: Don Daigler

Sue DiBernardo

Laura Genao

Sue Gladysz

Ben Hodges

Gloria Ing

Thomas Jacobus

Fadia Khoury

Linda Letizia

Randy Lisbin

Carla Peterman

Mary Beth Quinlan

Doug Snow

Brian Stonerock

Russ Swartz

Doug Tessler

Kris Vyas