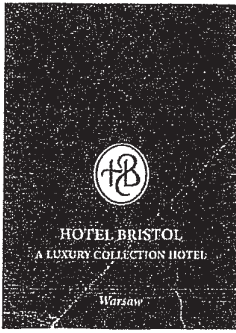




1. Pre-RSG investment: recover w/ debt-level return through 2022.
2. RSG and post-RSG investment: disallow "retroactively out of rate base" effective 2/1/2012 ~~with~~
3. Replacement power responsibility: customer
4. NEIL/insurance recoveries: to customers
5. MHI recovery: 1<sup>st</sup> to SCE to the extent of the disallowance  
2<sup>d</sup> to customers
6. Decommissioning costs: remain in rates through time of decommissioning -- periodic redetermination in CPUC proceedings as before
7. O&M:
  - a) Already approved GRC amounts through shutdown + 6 months
  - b) OII to determine shutdown O&M through end of 2017 (i.e., not in GRC)
  - c) shutdown O&M 2018 and beyond determined in GRC's
  - d) Shutdown O&M to include reasonable severance for SONGS employees - A pool of \$50 million

Next page

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8. Environmental offset: SCE to donate \$5.0<sup>10</sup> million per year 2014-2022 to \_\_\_\_\_ £ as agreed upon GHG, climate, or environmental academic research fund, institution, etc. }

9. Process
- a) settlement agreement approved in OII
  - b) balance of OII closed except for shutdown O&M phase
  - c) new OII phase for shutdown O&M per 7(b) and 7(d) above
  - d) 2018 GRC for shutdown O&M 2018 and beyond
  - e) Usual CPUC proceedings for review of decommissioning costs

MHI Recovery

- 1 - First \$200 million — 50% cost, 50% SCE
- 2 - Next \$200 million — 20% S, 30% cost, 50% SCE
- 3 - Any above \$400 million — 20% to a up to disallowance, 80% to S.
- 4 - Above disallowance — 25% SCE, 75% cost

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