

Application No.: A.14-10-014  
Exhibit No.: SCE-01, Volume 05-E  
Witnesses: Matthew Sheriff  
David Gunn



SOUTHERN CALIFORNIA  
**EDISON**<sup>®</sup>

An *EDISON INTERNATIONAL*<sup>®</sup> Company

(U 338-E)

***ERRATA TO PREPARED TESTIMONY IN  
SUPPORT OF SOUTHERN CALIFORNIA  
EDISON COMPANY'S CHARGE READY  
APPLICATION***

***VOLUME 05 – PHASE 2 COST RECOVERY***

Before the

**Public Utilities Commission of the State of California**

Rosemead, California  
June 10, 2015

1 **I.**

2 **INTRODUCTION**

3 The purpose of this exhibit, preliminarily marked as Exhibit SCE-01, Vol. 05-C, is to correct  
4 errors and make revisions to portions of the direct testimony of Southern California Edison Company  
5 (SCE) in support of this application, which was served on October 20, 2014. A table listing the  
6 revisions is provided in Chapter II, below, and replacement pages are provided as Appendix A hereto.

1  
2

**II.**

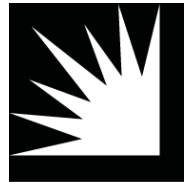
**TABLE OF TEXTUAL CHANGES**

<b>Page and Line Number(s)</b>	<b>Revisions to Text</b>
Cover Page	Witness Richard Fisher is deleted and witness David Gunn is added in his place.
p. i (Table of Contents)	Witness sponsorships added. Witness Richard Fisher is deleted and witness David Gunn is added in his place.
p. 6, Table IV-1	Updated Table IV-1 to correct the income tax calculation.
Appendix A, pp. A-1 & A-2	Witness Qualifications of Richard Fisher are deleted in their entirety.
Appendix A, pp. A-5 & A-6	Witness Qualifications of David Gunn are added.

**Appendix A**

**Replacement Pages Including Errata to SCE-01, Vol. 5**

Application No.: A.14-10-014  
Exhibit No.: SCE-01, Volume 05  
Witnesses: ~~Richard Fisher~~ ~~David Gunn~~  
Matthew Sheriff



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***PREPARED TESTIMONY IN SUPPORT OF SCE'S  
CHARGE READY APPLICATION***

***VOLUME 05 – PHASE 2 COST RECOVERY***

Before the  
**Public Utilities Commission of the State of California**

Rosemead, California

October 30, 2014

**SCE-01: Prepared Testimony in Support of SCE’s Charge Ready Application  
Volume 05 – Phase 2 Cost Recovery**

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Appendix A Witness Qualifications

1 IV.

2 **FORECAST OF SCE'S CHARGE READY PROGRAM**

3 **REVENUE REQUIREMENTS**

4 Table IV-1 below presents SCE's forecast 2016 – 2020 revenue requirements for Phase 2 of the  
5 Charge Ready Program and the Market Education efforts.

6 ***Table IV-1***  
7 ***Phase 2 Forecast Charge Ready Program & Market Education Revenue Requirements***  
8 ***- UPDATED TABLE***  
9 ***(Nominal \$)***

<b>Charge Ready Revenue Requirement - PHASE 2</b>						
<b>Thousands of Dollars</b>						
<b>Line No.</b>	<b>Item</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
1.	<b>Operating Revenues</b>	<b>605</b>	<b>6,019</b>	<b>10,571</b>	<b>27,256</b>	<b>71,468</b>
2.	<b>Operating Expenses:</b>					
3.	O&M Expense	3,855	4,153	720	680	0
4.	A&G	40	44	20	24	0
5.	FF&U	6	67	118	303	795
6.	Depreciation	2,321	6,263	13,151	23,177	23,177
7.	Taxes Other than Income	242	776	1,638	2,987	3,602
8.	Taxes Based on Income	(7,203)	(10,154)	(15,848)	(19,650)	19,903
9.	Total Operating Expenses	(739)	1,149	(201)	7,520	47,477
10.	<b>Net Operating Revenue</b>	<b>1,344</b>	<b>4,870</b>	<b>10,772</b>	<b>19,736</b>	<b>23,991</b>
11.	<b>Rate Base (Average)</b>	17,008	61,640	136,352	249,818	303,681
12.	<b>Rate of Return</b>	7.90%	7.90%	7.90%	7.90%	7.90%

6 Beginning in 2016, SCE requests to include in distribution rate levels a forecast Phase 2 revenue  
7 requirement each year up until the time the CRP costs are included in SCE's GRC request (i.e., the 2021  
8 GRC). The annual revenue change associated with the 2016 – 2020 Phase 2 forecast revenue  
9 requirements will be consolidated and made when all other previously authorized revenue changes are  
10 reflected in rates, consistent with current practice.

**Appendix A**  
**Witness Qualifications**



~~**SOUTHERN CALIFORNIA EDISON COMPANY**~~  
~~**QUALIFICATIONS AND PREPARED TESTIMONY**~~  
~~**OF RICHARD J. FISHER**~~

1  
2  
3  
4 ~~Q. Please state your name and business address for the record.~~

5 ~~A. My name is Richard J. Fisher, and my business address is 2244 Walnut Grove Avenue,~~  
6 ~~Rosemead, California 91770.~~

7 ~~Q. Briefly describe your present responsibilities at the Southern California Edison Company.~~

8 ~~A. I am the Manager of Capital Asset Accounting in SCE's Finance operating unit. I manage~~  
9 ~~a group responsible for plant accounting, book and tax depreciation, and capital recovery~~  
10 ~~analytics including depreciation and working capital studies.~~

11 ~~Q. Briefly describe your educational and professional background.~~

12 ~~A. I have a Bachelor of Science degree in Business Administration, with an emphasis in~~  
13 ~~Finance, Real Estate, and Law from California State Polytechnic University, Pomona,~~  
14 ~~and a Masters of Business Administration from the University of Southern California. I~~  
15 ~~am a member of the Society of Depreciation Professionals and have been qualified as a~~  
16 ~~Certified Depreciation Professional. I joined Southern California Edison in the Capital~~  
17 ~~Recovery Department in 1999 and from 1999-2006 I performed the role of a financial~~  
18 ~~analyst. I was promoted to Manager of Capital Recovery in 2006. My responsibilities~~  
19 ~~included functions involving depreciation and nuclear decommissioning accounting,~~  
20 ~~depreciation studies, and the development of forecasting models for plant additions, rate~~  
21 ~~base, and depreciation expense in direct support of the Company's regulatory filings. In~~  
22 ~~2008 I accepted a position in the Investor Relations group at Edison International, where~~  
23 ~~my primary role was communicating the Company's financial and operational results~~  
24 ~~with institutional equity and fixed income investors and analysts. In 2010 I rejoined~~  
25 ~~Southern California Edison in the Controller's organization as a Manager of Capital~~  
26 ~~Reporting and Integration to support system and business process integration across~~  
27 ~~finance and accounting. In 2011 I was promoted to Principal Manager of Regulatory~~  
28 ~~Analysis and Valuation Services. In early 2013, the Controller's organization went~~  
29 ~~through a reorganization and I assumed my current role as Manager of Capital Asset~~  
30 ~~Accounting.~~

1 ~~Q.—What is the purpose of your testimony in this proceeding?~~

2 ~~A.—The purpose of my testimony in this proceeding is to sponsor the portions of the~~  
3 ~~following volumes of Exhibit SCE-01, entitled *Prepared Testimony in Support of SCE's*~~  
4 ~~*Charge Ready Application*, as identified in the Tables of Contents thereto: Volume 02—~~  
5 ~~Phase 1 Charge Ready and Market Education Pilot; and Volume 05—Phase 2 Cost~~  
6 ~~Recovery.~~

7 ~~Q.—Was this material prepared by you or under your supervision?~~

8 ~~A.—Yes, it was.~~

9 ~~Q.—Insofar as this material is factual in nature, do you believe it to be correct?~~

10 ~~A.—Yes, I do.~~

11 ~~Q.—Insofar as this material is in the nature of opinion or judgment, does it represent your best~~  
12 ~~judgment?~~

13 ~~A.—Yes, it does.~~

14 ~~Q.—Does this conclude your qualifications and prepared testimony?~~

15 ~~A.—Yes, it does.~~



1 Q. Was this material prepared by you or under your supervision?

2 A. No, it was not. Richard Fisher was the initial sponsor of the testimony, which was  
3 submitted with the Application filed in October 2014. I have reviewed the testimony, and  
4 adopt the testimony as my own.

5 Q. Insofar as this material is factual in nature, do you believe it to be correct?

6 A. Yes, I do.

7 Q. Insofar as this material is in the nature of opinion or judgment, does it represent your best  
8 judgment?

9 A. Yes, it does.

10 Q. Does this conclude your qualifications and prepared testimony?

11 A. Yes, it does.