

From: Vargas, Monica
To: [Braun iii, William](#); [Chin, Jason](#)
Cc: [Rodriguez, Damaris](#)
Subject: Tax Impact on 2018 Capacity for Review
Date: Friday, February 16, 2018 11:41:00 AM
Attachments: [REVISED 8.9.2017 PROJECTED 2018 CPRC STRATA CAPITAL PROJ TAX IMPACT.xlsx](#)
[2018 - Capacity - SJRPP Schedule Draft TAX.xlsx](#)
[Docket 20170001 - CCR 2018 MCC Appendix 2 - NCRC Refund and Carrying Charge TAX.xlsx](#)

Will/Jason,

We're working on calculating the tax impact on the Capacity 2018 Projection/midcourse as requested by Bob. For the capital and reg asset/liab schedules that you had previously provided with formulas, I changed the tax rate from 35% to 21% which updated the equity gross up factor to .746550. Can you please verify that the attached revised schedules are correct?

I did not have the final back-up schedule for the nuclear refund so I subtracted the 14% difference from the Equity Comp grossed up for taxes. Please let me know if that's correct.

Thanks,

Monica