SOUTHERN CALIFORNIA GAS COMPANY
NOTICE OF PUBLIC PARTICIPATION HEARINGS REGARDING PHASE 2 CONSOLIDATED PG&E SMART METER OPT OUT APPLICATION A.11-03-014, ET AL, SOUTHERN CALIFORNIA GAS COMPANY (UCAN APPLICATION NO. 11-03-015)

The California Public Utilities Commission (CPUC or Commission) is interested in hearing from you! Your public comments on the above proceeding are important to the CPUC. Public Participation Hearings are scheduled for the locations and times listed below.

BAKERSFIELD
Bakersfield City Hall Council Chambers
1501 Truxton Avenue
Bakersfield CA
December 13, 2012
6:00 p.m.

Customer Service Representatives from Southern California Gas Company (SoCalGas) will be present at the hearings to assist with individual customer billing and service concerns. A CPUC Administrative Law Judge assigned to this proceeding will be present to listen to and take all public comments on the formal record. CPUC Commissioners may be present; however, this will not constitute a quorum for any formal voting. The facility location is wheelchair-accessible. If you need interpreters for language or for the hard of hearing, please contact the Public Advisor’s Office at the numbers listed below at least five working days in advance of the meeting dates.

Staff from the CPUC’s Public Advisor’s Office will be at the hearing to assist you. If you would like more information on how to participate at the public hearing, or if you are unable to attend and would like to submit written comments about the Application, please contact:

Public Advisor
California Public Utilities Commission
505 Van Ness Avenue
San Francisco, CA 94102-3298
Or via e-mail to Public.advisor@cpuc.ca.gov

Telephone: (415) 703-2074
or toll-free: 1-866-849-8390

Teletype (TTY): (415) 703-5282
or toll-free TTY: 1-866-836-7825

(Continued inside)
INFORMATION ABOUT THIS APPLICATION

On March 24, 2011, the Utility Consumers’ Action Network filed Application No. A.11-03-015 (Application) with the Commission for Modification of Decision 07-04-043 so as to Not Force Residential Customers to Use Smart Meters. On April 24, 2012 the Commission issued Decision (D.) 12-04-019 which modified San Diego Gas & Electric® (SDG&E®) Smart Meter program to include an option for those residential customers who did not wish to have a wireless smart meter and set interim opt out fees. On April 24, 2012, the Commission consolidated this proceeding with A.11-03-014 and A.11-07-020 for Phase 2. The Phase 2 Scoping Memorandum issued on June 8, 2012 provides that the Commission will determine the appropriate costs, cost recovery and cost allocation for Smart Meter Opt Out for residential customers and should the opt out be extended to local governments and communities.

SoCalGas Proposed Opt Out Costs

SoCalGas has requested:

<table>
<thead>
<tr>
<th>Opt-Out Fees (per residential customer)</th>
<th>Initial Fee</th>
<th>Monthly Fee</th>
</tr>
</thead>
<tbody>
<tr>
<td>Category</td>
<td>No Module Installed</td>
<td>Module Installed</td>
</tr>
<tr>
<td>Initial Fee (Non-CARE)</td>
<td>$126</td>
<td>$179</td>
</tr>
<tr>
<td>Initial Fee (CARE)</td>
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<td>$143</td>
</tr>
<tr>
<td>Monthly Fee (Non-CARE)</td>
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<td>$24</td>
</tr>
<tr>
<td>Monthly Fee (CARE)</td>
<td>$19</td>
<td>$19</td>
</tr>
</tbody>
</table>

SoCalGas' proposal also requested cost recovery for all incremental costs associated with opt out, and that all costs be allocated to those customers who opt out.

You can obtain more information about this application from SoCalGas by writing to Gregory Healy, 555 West Fifth Street, Los Angeles, CA 90013. SoCalGas is not an applicant in this proceeding but we are providing this notice to our customers.

Copies of this insert will be available for viewing and printing on the SoCalGas website: socalgas.com/regulatory

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