

SHAPING THE FUTURE:

INFORMATIONAL WEBINAR ON ANGELES LINK

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Today's Speakers





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How to Use Teams Live



- Attendees are invited to view the webinar via the web browser app or the mobile app
- Q&A feature will be open, questions may be submitted with your name displaying or anonymously.

Agenda



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SHAPING THE FUTURE: SoCalGas Company





In business for over 100 years and headquartered in Los Angeles, **SoCalGas®** is North America's largest gas distribution utility.

Serving 22 million consumers across **24,000 square miles** of Central and Southern California with affordable, reliable, and increasingly renewable gas service.



SoCalGas's mission is to build the cleanest, safest and most innovative energy company in America.



SoCalGas has committed to the goal of achieving **net zero greenhouse gas emissions** in its operations and delivery of energy by 2045 while keeping bills affordable for customers.



SoCalGas's recent **economy- wide technical analysis** shows how clean fuels like green hydrogen can help California achieve its net zero goals more affordably and with less risk than other energy pathways.

SHAPING THE FUTURE: Executive Summary



The Challenge

California's ambitious climate and clean air-quality goals will not be achievable unless hard-to-electrify sectors of the economy are fully decarbonized, and we're running out of time.

Project Overview

This project to be developed and studied has the potential to replace natural gas-fired electric generation facilities with clean-burning hydrogen, service hard-to electrify industrial sectors, provide the fuel needed to convert the heavy-duty trucking industry from diesel to fuel cells, and could assist in facilitating permanent retirement of Aliso Canyon.

Project Attributes

Produced entirely from renewable electricity – the project could expand our renewable energy storage capabilities, allow us to utilize more renewable electricity and avoid curtailment, reduce emissions in hard-to-electrify sectors, protect stakeholders and communities of concerns, and create and maintain thousands of union jobs in the process.

Why SoCalGas?

With **22 million customers**, SoCalGas serves as a public utility under a regulated utility framework suitable for a project dedicated to public use, has decades-long relationship with the region's largest industrial end-users, more than 100,000 miles of transmission and distribution pipelines already in place, local expertise, and an established track record of project development at scale.

SHAPING THE FUTURE: Basic Principles This Project Supports





Advancing wider climate, clean air goals core to project rationale



Focused on hard-to-electrify sectors (not homes or passenger cars)



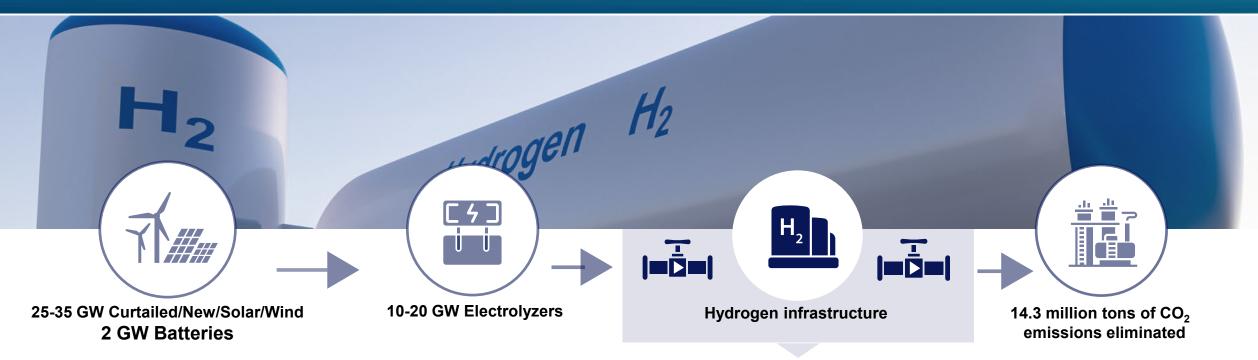
Stakeholders'
views solicited
and interests are
considered



Help to facilitate retirement of Aliso Canyon

SHAPING THE FUTURE: How Could It Work?





Start with 100% renewable electricity

Utilize renewable electricity that is new, on the grid or being curtailed to provide power to electrolyzer

Convert it into green hydrogen with advanced electrolyzers

Electrolysis splits water into hydrogen and oxygen -- with virtually zero greenhouse gas and criteria pollutant emissions

Deliver it into LA Basin by pipeline

SoCalGas will use its expertise in pipeline infrastructure and potential rights-of-way to safely deliver hydrogen from outside of LA Basin to industries that need it most

Use it to decarbonize sectors that can't be plugged in

Dispatchable electric generation and hard-to-electrify sectors like manufacturing and heavy-duty transportation are the missing links to solving the most challenging aspect of decarbonization; green hydrogen offers the solution

SHAPING THE FUTURE:

Illustrative Scenario to be Considered







Could provide **zero-carbon green hydrogen** to hard-to-electrify end users in the Los Angeles basin





Displace 3 million gallons of diesel per day reducing NOx (24,721 tons per year), PM_{2.5} and other hazardous air pollutants associated with diesel emissions



Could significantly reduce regional natural gas demand to potentially remove 14.3 million metric tons of CO₂



Equivalent to eliminating 57% of LA County's large stationary source CO₂ emissions

SHAPING THE FUTURE: How Could It Work?



Green Hydrogen Could Anchor Industrial and Hydrogen Hub in the L.A. Basin

Reliable and scalable delivery of green hydrogen as demand grows

Focuses on hard-to-electrify sectors such as electric generation, aviation, cement, chemical manufacturing, shipping and trucking



SHAPING THE FUTURE: Proposed Project Phases



The project planning is divided into three phases.



Phase 1

Pre-Engineering, Design, Environmental Review



Phase 2

Identify Preferred
Option, Refine Design &
Environmental Review



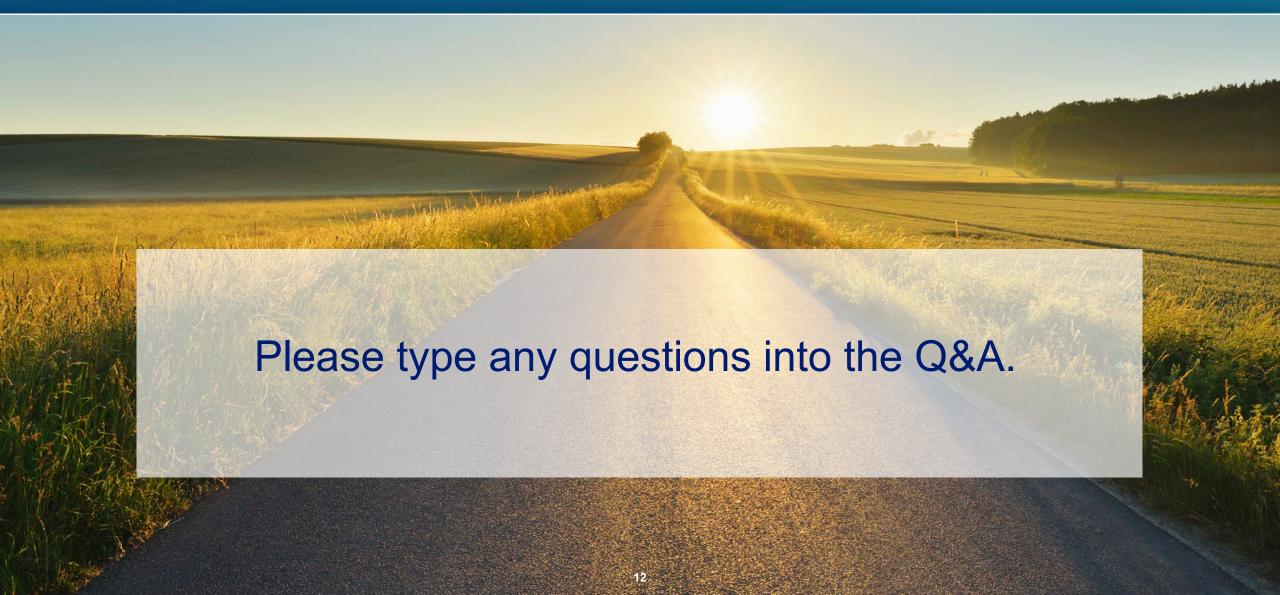
Phase 3

Develop Certification of Public Convenience and Necessity Application, CEQA Analysis

Continuous Stakeholder Engagement

SHAPING THE FUTURE: Q&A





SHAPING THE FUTURE: How to Stay Engaged





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