Esté es un anuncio de que sus tarifas pueden cambiar. Para más detalles en español llame al *1-800-342-4545*.

## NOTICE OF APPLICATION SOUTHERN CALIFORNIA GAS COMPANY'S REQUEST TO INCREASE RATES AND REVENUES FOR THE 2024 GENERAL RATE CASE APPLICATION FILING A.22-05-015

## Why am I receiving this notice?

On May 16, 2022, Southern California Gas Company (SoCalGas<sup>®</sup>) filed a General Rate Case (GRC) application with the California Public Utilities Commission (CPUC) requesting authority to increase revenues for 2024-2027. SoCalGas is requesting to increase revenues by \$767 million (20.9% increase over 2023 expected revenues) in 2024. This application also includes requested increases of \$292 million (6.6%) in 2025, \$267 million (5.6%) in 2026, and \$413 million (8.3%) in 2027. The cumulative requested revenue increase is \$4,889 million.

Every four years, SoCalGas is required to file a GRC application with the CPUC to set annual revenues. Annual revenues are the total amount of money a utility is allowed to collect through rates in a given year. The revenues requested in this application pay for the costs of owning and operating gas infrastructure (excluding the cost of purchasing natural gas for SoCalGas customers).

If the CPUC approves this application, SoCalGas will implement new revenues in gas rates beginning on January 1, 2024. This will impact your monthly bill.

## Why is SoCalGas requesting this rate increase?

- To continue to invest in its gas delivery system to enhance safety and reliability, and to manage risks that could impact its employees, customers, and/or system;
- To invest in the gas system and technologies that advance clean energy for customers and the environment;
- To continue to invest in the needs of customers by enabling diverse customer service capabilities, and to empower customers with information and tools to better manage their gas use;
- To meet regulatory and compliance requirements driven by system safety and reliability and environmental compliance; and
- To invest in efforts and programs to maintain a highly-trained, qualified, and diverse workforce.

#### How could this affect my monthly gas rates?

If SoCalGas's rate request is approved by the CPUC, the typical residential monthly bill using 36 therms per month would increase by approximately \$8.62 or 13.7% per month in 2024, compared to estimated 2023. Individual customer bills may vary.

				2022 to 2024		2023 to 2024		
		Total Rates <sup>1</sup>			Increase		Increase	
		As						
		Current	Expected	Proposed				
		(\$/Therm) (\$/Therm) (\$/Therm)		Increase		Increase		
Line	Customer Class							
No.		$3/1/2022^2$	$2023^{3}$	2024	(\$/Therm)	%	(\$/Therm)	%
1	Residential	\$1.59942	\$1.68683	\$1.92232	\$0.32290	20.2%	\$0.23550	14.0%
2	Core C&I	\$1.12980	\$1.18267	\$1.29598	\$0.16618	14.7%	\$0.11332	9.6%
3	Total Core	\$1.41146	\$1.48541	\$1.67513	\$0.26366	18.7%	\$0.18971	12.8%
4	Noncore C&I	\$0.18159	\$0.20245	\$0.22037	\$0.03879	21.4%	\$0.01792	8.9%
5	EG	\$0.04857	\$0.06788	\$0.07199	\$0.02342	48.2%	\$0.00411	6.0%
6	Retail Noncore Average	\$0.09844	\$0.11833	\$0.12761	\$0.02918	29.6%	\$0.00929	7.8%
7	Wholesale	\$0.02916	\$0.03839	\$0.03829	\$0.00913	31.3%	-\$0.00010	-0.3%
8	BTS (\$/dth/day)	\$0.36798	\$0.37427	\$0.41365	\$0.04567	12.4%	\$0.03937	10.5%
9	SYSTEM TOTALS	\$0.63295	\$0.67270	\$0.75432	\$0.12137	19.2%	\$0.08162	12.1%

## Proposed Gas Rate Increase

<sup>1</sup>2023 and 2024 reflect the Commission-ordered updates to the 2020 TCAP cost allocation studies to reflect more recent costs, and to be implemented on 1/1/2023 rates per Advice Letter (AL) 5907.

<sup>2</sup> Rates effective 3/1/2022 per ALs 5942, 5891, and the commodity price reflected in these tables are a forecast of 2022 gas price per AL 5884.

<sup>3</sup> Includes revenues effective 3/1/2022 per ALs 5942 and 5891 adjusted for expected 2023 GRC revenue requirements and other revenues expected to be implemented in 2023.

#### How does the rest of this process work?

This application will be assigned to a CPUC Administrative Law Judge who will consider proposals and evidence presented during the formal hearing process. The Administrative Law Judge will issue a proposed decision that may adopt SoCalGas' application, modify it, or deny it. Any CPUC Commissioner may sponsor an alternate decision with a different outcome. The proposed decision, and any alternate decisions, will be discussed and voted upon by the CPUC Commissioners at a public CPUC Voting Meeting.

Parties to the proceeding may review SoCalGas' application, including the Public Advocates Office. The Public Advocates Office is an independent consumer advocate within the CPUC that represents customers to obtain the lowest possible rate for service consistent with reliable and safe service levels. For more information, please call **1-415-703-1584**, email PublicAdvocatesOffice@cpuc.ca.gov, or visit PublicAdvocates.cpuc.ca.gov.

# Where can I get more information?

## **Contact SoCalGas**

Email: jyork@semprautilities.com Mail: Jamie York, 8330 Century Park Court, CP31E, San Diego, CA 92123 A copy of the Application and any related documents may also be reviewed at https://www.socalgas.com/regulatory/cpuc

# **Contact CPUC**

Please visit **apps.cpuc.ca.gov/c/A2205015** to submit a comment about this proceeding on the CPUC Docket Card. Here you can also view documents and other public comments related to this proceeding.

Your participation by providing your thoughts on SoCalGas' request can help the CPUC make an informed decision.

If you have questions about CPUC processes, you may contact the CPUC's Public Advisor's Office at:

Phone: **1-866-849-8390** (toll-free) or **1-415-703-2074** Email: Public.Advisor@cpuc.ca.gov Mail: CPUC Public Advisor's Office 505 Van Ness Avenue San Francisco, CA 94102

Please reference **Application A.22-05-015** in any communications you have with the CPUC regarding this matter.