

## Rate Alert for July 2025

## Natural Gas Rate Decrease

On June 26, 2025, SoCalGas filed <u>Advice Letter 6493-G</u> to revise gas transportation rates in compliance with Resolutions G-3600 and G-3611. This revision reflects the removal of costs associated with SoCalGas's Transmission Integrity Management Program Balancing Account (TIMPBA) and approval of San Diego Gas & Electric's (SDG&E's) TIMPBA. As a result, SoCalGas's bundled (gas transportation, Public purpose surcharge and gas commodity)<sup>1</sup> residential average gas rates will decrease by approximately 3 cents/therm or 2%, in July compared to February, declining from \$2.07/therm to \$2.04/therm.<sup>2</sup>

The Transmission Integrity Management Program (TIMP) is a federally mandated program that supports the safety, reliability, and integrity of the natural gas transmission system.

Estimated Residential Bill Impacts of All Approved Gas Rate Changes from 2025						
Type of Customer	February 2025 Average Monthly Bill <sup>2</sup>	July 2025 Impact Customers gas usage forecast decrease <sup>4</sup>	July 2025 Impact commodity forecast decrease	July 2025 Impact transportation and public purpose surcharge decrease	July 2025 Average Monthly Bill	% Bill Decrease
Non-CARE	\$76	-\$1	-\$0.5	-\$0.5	\$74	-3%
CARE	\$43	-\$1	-\$0.5	-\$0.5	\$41	-4%

Customers enrolled in the CARE (California Alternate Rates for Energy) program receive a 20% discount on their bill. The climate credit was \$86.60 per household and was given in April 2025.

## Primary drivers for this rate decrease include the following:

- Removal of costs associated with the TIMP.
- Covering authorized costs associated with SDG&E's TIMP. Since SoCalGas and SDG&E share an integrated transmission system, costs will be recovered through Gas Rates.
- Refund due to a correction to SoCalGas's Rewards & Penalties Balancing account.<sup>5</sup>

Additional details regarding these rate decreases can be found in Advice Letter 6388-G.

Customers can find Ways to Save tools, energy savings tips, assistance programs, and billing options to help save energy and manage monthly bills year-round on the SoCalGas website, learn more at **socalgas.com**.

- 1 Natural Gas Transportation Service transports gas from "City Gate to meter." The Backbone Transportation Service (BTS) is for service from Receipt Point to City Gate. Public Purpose surcharge pays for public goods programs. Commodity charges are the gas of cost and changes monthly.
- 2 Core procurement rates are established monthly and may be higher or lower.
- 3 Non-CARE bill estimate based on a typical Non-Care customer average monthly usage of 37 therms per month. CARE bill estimate based on a typical CARE customer average monthly usage of 27 therms per month. Usage in colder months, like January, typically exceeds the average monthly usage, which would result in higher bills for those months than reflected.
- 4 Updated forecast of average volumes for Non-Care bill estimate based on a typical Non-Care customer average monthly usage of 36 therms per month. CARE bill estimate based on a typical CARE customer average monthly usage of 26 therms per month.
- 5 Advice Letter 6388-G