

Rate Alert for September 2025

Natural Gas Rate Increase

On August 29, 2025, SoCalGas filed <u>Advice Letter 6526-G-A</u> to revise gas transportation rates. This change allows SoCalGas to collect money covering past costs from catastrophic emergencies, COVID-19 protections, and pipeline safety programs.¹ As a result, SoCalGas's bundled (gas transportation, Public purpose surcharge and gas commodity)² residential average gas rates will increase by approximately 4 cents/therm or 2%, in September compared to July, increasing from \$2.04/therm to \$2.08/therm.³

Estimated Residential Bill Impacts ⁴ of All Approved Gas Rate Changes effective September 1, 2025				
Type of Customer	July 2025 Average Monthly Bill⁵	September 2025 Impact transportation and public purpose surcharge Increase	September 2025 Average Monthly Bill	% Bill Increase
Non-CARE	\$74	+\$1	\$75	1.4%
CARE	\$41	+\$1	\$42	2.4%

Customers enrolled in the CARE (California Alternate Rates for Energy) program receive a 20% discount on their bill.

Primary drivers for this rate Increase include the following:

- Inclusion of revenue to recover approximately \$16.7 M in approved costs related to SoCalGas's Catastrophic Emergency Memorandum Account (CEMA) for various emergency-related events since 2017.
- Inclusion of revenue to recover approximately \$6.3 M in approved costs related to SoCalGas's COVID-19 Pandemic Protections Memorandum Account (CPPMA) for emergency disaster customer protections during the COVID-19 pandemic emergency.
- Inclusion of revenue to recover approximately \$107.8 M in approved costs related to SoCalGas's Distribution Integrity Management Program Balancing Account (DIMPBA). The Distribution Integrity Management Program (DIMP) implements the federal regulatory requirements.

Additional details regarding these rate increase can be found in Advice Letter 6526-G-A.

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 Implementation of SoCalGas's Incremental Rate Recovery for Catastrophic Emergency Memorandum Account (CEMA), Covid-19 Pandemic Protections Memorandum Account (CPPMA), and Distribution Integrity Management Program Balancing Account (DIMPBA).

² 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.

³ Core procurement rates are established monthly and may be higher or lower.

⁴ The \$86.60 per household climate credit for 2025 was included in April bills and is not included as part of the average bills included in the table.

⁵ 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.