



THE AFFORDABLE WAY FOR CALIFORNIA

Natural gas affordability, reliability and resilience

Natural gas remains one of California's most affordable household energy resources. It helps keep bills low, supports renewable electricity, provides backup during extreme weather and reduces energy burden for vulnerable customers.

WHY IT MATTERS

✓ Existing infrastructure keeps costs low

Natural gas is affordably transported, stored, and delivered primarily through underground pipelines and distribution and transmission lines are not expected to require significant expansion to meet future demand.

✓ Storage protects reliability

California underground storage can hold 323 BCF of natural gas - enough energy to power every California home for more than a year and can deliver up to 16 times more daily energy than batteries and pumped hydro combined.

✓ Natural gas backs up renewables

Natural gas provides dispatchable energy when renewable generation is limited, especially in the morning, evening and winter.

✓ Supplied 40% of CA's Electric Generation

In 2024, natural gas supplied 40% of in-state electric generation, while renewables supplied 32%. Natural gas ramps up when solar output declines.

✓ Energy Burden Relief

Approximately 1.76 million SoCalGas customers are enrolled in CARE. CARE provides a 20% discount on qualifying low-income customer's bills.

✓ Helped Avoid \$120M in Energy Costs

During Winter Storm Fern in January 2026, SoCalGas withdrew more than 8 Bcf from storage, supplied nearly 60% of system demand at the storm peak and helped Southern Californians avoid more than \$120 million in energy costs.

AFFORDABILITY AT A GLANCE

NATURAL GAS PROVIDES



of household energy

NATURAL GAS COSTS

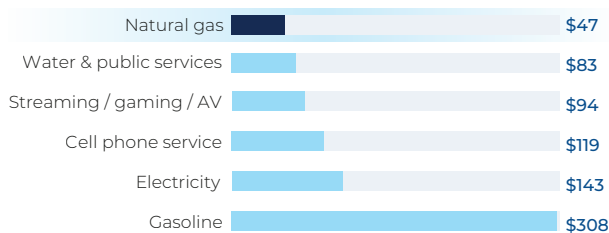


of household energy bills



HAVE HIGHER NATURAL GAS BILLS than California

NATURAL GAS BILLS ARE THE LOWEST MONTHLY HOUSEHOLD COSTS IN CALIFORNIA

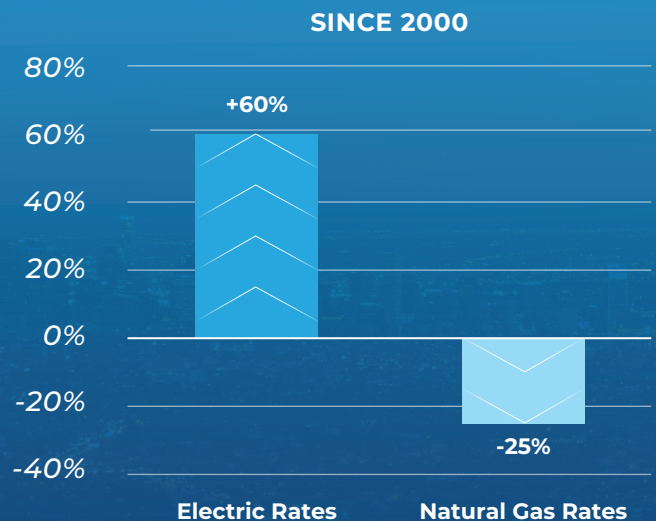


Learn More: socialgas.com/AWCA

Shareholder Funded

ELECTRIC & NATURAL GAS BILL PRICES

Since 2000, inflation-adjusted California residential electricity rates rose about 60% while average SoCalGas residential natural gas rates declined about 25%



Source: SoCalGas, The Affordable Way for California Report.