



SoCalGasTM

2028 GENERAL RATE REQUEST

On June 15, 2026, Southern California Gas Co. (SoCalGas), a subsidiary of Sempra, submitted its rate request for 2028-2031 to the California Public Utilities Commission (CPUC). The request reflects the costs needed to safely operate and maintain the natural gas system for more than 21 million consumers.

With a focus on affordability, the request is the lowest percentage increase in more than a decade and is focused on essential work needed to maintain the system, meet federal and state safety requirements, and mitigate known risks – including those to public and worker safety, system reliability, and cybersecurity. At its core, this request reflects the estimated baseline cost of continuing to provide safe and reliable service to customers – not expansion beyond essential service obligations.

A significant portion of the costs in this request is driven by factors outside of the company's direct control, including rising insurance costs, employee health care costs, and compliance with federal and state safety requirements.

In nearly all of the past 30 years, average annual bills for SoCalGas residential customers have been among the lowest nationwide.¹ As a share of household income, SoCalGas bills represented approximately 0.6% of the median income in 2024 – the best among peer utilities in America.²

How the new proposed investments and rates would affect your bill

If SoCalGas's rate request is approved in its entirety by the CPUC, the average residential monthly bill using 36 therms per month would increase by approximately \$5.67 per month in 2028, when compared to estimated 2027, a 7.7% increase. Individual customer bills may vary.

As a regulated utility, SoCalGas does not make a profit from customers' consumption of natural gas. We work to achieve the best natural gas price possible for our customers, and to help customers conserve energy.

How the rate request and new investments benefit you

These projected costs in this rate request are primarily comprised of required safety and compliance work, ongoing system operations, and targeted investments designed to maintain safe and reliable service:

- **Required safety and compliance work:** Ongoing pipeline inspection, testing, and maintenance required under federal and state safety regulations
- **Ongoing System operations:** Day-to-day work needed to safely operate, maintain, and inspect the system
- **Targeted investments to maintain system integrity and reliability:** Infrastructure, technology and operational improvements designed to support safe and reliable service

Investments to maintain safe and reliable service

These investments support essential work to:

- Maintain safe operation of the natural gas system
- Deliver reliable service to homes, businesses, and critical facilities
- Meet federal and state safety and compliance requirements
- Better protect the system from risks such as cybersecurity threats and infrastructure failures
- Improve efficiency in how the system is operated and maintained

What we're doing to keep natural gas affordable

SoCalGas has taken targeted actions in recent years to improve efficiency and reduce operating costs, including workforce optimization, continuous improvement and modernization of processes, automating certain customer support functions, and implementing procurement efficiencies. These efforts have helped to manage cost pressure for customers, and led to improvements in important safety and customer service measures.

SoCalGas files a rate request with the CPUC every four years. The application is reviewed through a public process and typically takes 18 to 24 months to reach a decision.

More information about the SoCalGas rate request is available at socalgas.com/GRC.

Message Funded by Ratepayers

¹ As compared to peer gas corporations. See American Gas Association (AGA), Annual Report of Volumes, Revenues, and Sales Consumers by Company (1997-2024). SoCalGas ranked 9th or better for 27 out of 28 years compared to a peer group of 50 largest U.S. gas corporations by number of residential consumers.

² Peer group includes the American Gas Association's (AGA) 50 largest U.S. gas corporations by number of residential customers. Sources: AGA, EIA form 857, BLS, Federal Reserve Bank of St. Louis. Average residential natural gas bill divided by state's median household income.