Para más información en cómo este cambio impactará su factura, llame al 1-800-342-4545.

SOUTHERN CALIFORNIA GAS COMPANY (SOCALGAS) NOTICE OF REQUEST TO INCREASE YOUR RATES FOR THE STORAGE INTEGRITY MANAGEMENT PROGRAM BALANCING ACCOUNT APPLICATION NO. A.21-01-016

WHY AM I RECEIVING THIS NOTICE?

On January 28, 2021, SoCalGas® filed its Application to recover costs recorded in the Storage Integrity Management Program Balancing Account (A.21-01-016) with the California Public Utilities Commission (CPUC). The Application seeks to recover a total of \$34.4 million

If the CPUC approves this Application, SoCalGas will recover forecasted costs in gas rates over a 12-month period beginning in 2022. This will impact your monthly bill.

WHY IS SOCALGAS REQUESTING THIS RATE INCREASE?

- This Application will cover the implementation of the Storage Integrity Management Program (SIMP), and recovery of related costs recorded in the SIMP Balancing Account (SIMPBA) from 2016-2018.
- The SIMP is a comprehensive program to enhance underground gas storage well safety and integrity, and is in compliance with new federal and state regulations enacted over the 2016-2018 timeframe.
- The CPUC approved the SIMP with an approximately \$19 million revenue requirement for the years 2016-2018.
 To the extent SoCalGas exceeds the authorized revenue requirement for the three-year period, SoCalGas is authorized to seek recovery of up to 35% above the authorized revenue requirement. SoCalGas is requesting recovery of amounts above 35% through this Application.

HOW COULD THIS AFFECT MY MONTHLY GAS RATES?

If SoCalGas' rate request is approved by the CPUC, the average residential monthly bill using 33 therms per month would increase by approximately \$0.37 or 1% per month over a 12-month period, or until the costs are recovered.

| Customer Classification (th=therm, dth=dekatherm) | Current Average Rates | Proposed Average Rates | % Increase | Rate Change (in cents) |
|---|--------------------------|---------------------------|---------------|---------------------------|
| Residential \$/th | 106.660¢ | 107.795¢ | 1.1% | 1.135¢ |
| Commercial \$/th | 57.926¢ | 58.462¢ | 0.9% | 0.536¢ |
| Natural Gas Vehicles \$/th | 29.475¢ | 29.656¢ | 0.6% | 0.181¢ |
| Large Industrial (distribution level service) \$/th | 17.107¢ | 17.225¢ | 0.7% | 0.118¢ |
| Large Industrial (transmission level service) \$/th | 3.647¢ | 3.671¢ | 0.6% | 0.023¢ |
| Backbone Transmission Service \$/dth/day | 40.141¢ | 40.141¢ | 0.0% | 0.000¢ |
| TOTAL | 42.170¢ | 42.550 ¢ | 0.9% | 0.380¢ |

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 are currently reviewing SoCalGas' Application, including the Public Advocates Office, which 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 about the Public Advocates Office, 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: LSarkisyan@socalgas.com
- Mail: Lucy Sarkisyan (GT14D6)
 Regulatory Case Manager for SoCalGas
 555 West Fifth St., Los Angeles, CA 90013-1011

A copy of the Application and any related documents may also be reviewed at https://www.socalgas.com/regulatory/cpuc

Contact CPUC

Please visit cpuc.ca.gov/A2101016Comment 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 Ave. San Francisco. CA 94102

Please reference Application A.21-01-016 in any communications you have with the CPUC regarding this matter.

