Esté es un anuncio de que sus tarifas pueden cambiar. Para más detalles en español llame al 1-800-342-4545.

# NOTICE OF APPLICATION SOUTHERN CALIFORNIA GAS REQUEST TO CHANGE RATES FOR GAS TRANSPORTATION (COST ALLOCATION PROCEEDING) APPLICATION FILING A.22-09-015

## WHY AM I RECEIVING THIS NOTICE?

On September 30, 2022, Southern California Gas Company (SoCalGas) filed its Cost Allocation Proceeding (CAP) Application (A.22-09-015) with the California Public Utilities Commission (CPUC) to revise its rates for natural gas transportation. If approved, the proposed changes in rates will begin on January 1, 2024, and conclude on December 31, 2027.

## WHY IS SOCALGAS REQUESTING THIS RATE CHANGE?

The CAP is a regulatory proceeding in which SoCalGas updates the distribution of its costs of providing gas service to customer classes and determines the transportation rates it charges customers. The costs being distributed in this CAP, include gas transmission, gas distribution, underground storage, and customer-related costs. While the division of costs is determined in the CAP, the dollar amounts of the costs are presented and determined in a separate CPUC proceeding. SoCalGas also forecasts how much gas its customers may use (i.e., demand) and the gas prices used to calculate various rate components in this proceeding, including company use fuel and unaccounted for gas. All these forecasts have an impact on customers' rates.

# HOW COULD THIS AFFECT MY MONTHLY GAS RATES?

SoCalGas's dollar amount of costs to be recovered in 2024 rates are not determined yet. If SoCalGas's rate request is approved by the CPUC, the average non-CARE residential monthly bill using 36 therms per month would decrease by approximately \$0.53 or 1% per month in 2024 if the dollar amount of costs in 2024 are kept at the present 2022 level. Currently, SoCalGas's non-CARE residential customers' bills contain a \$5 per month fixed customer charge and gas usage cost based on gas usage rate and volume of gas used. In this CAP, SoCalGas is proposing to keep the \$5 per month customer charge in 2024 but increase it to \$10, \$15, and \$20 respectively in 2025, 2026, and 2027. Increase in customer charges will be implemented together, with lower gas usage rates in 2025, 2026, and 2027.

## SOUTHERN CALIFORNIA GAS COMPANY ILLUSTRATIVE CHANGE IN CLASS AVERAGE RATES DUE TO PROPOSED CAP EFFECTIVE JANUARY 1, 2024

Customer Class	Present Rates (¢/therm)	Proposed 2024 Rates (¢/therm)	¢/therm Change (¢/therm)	% Change
Residential (Core)*	109.0	108.3	(0.7)	-0.6%
Commercial/Industrial (Core)*	63.1	68.9	5.7	9.1%
Commercial/Industrial- Distribution Level (Noncore)	18.2	20.1	1.9	10.5%
Electric Generation- Distribution Level Tier 1 (Noncore)**	28.3	29.7	1.4	5.0%
Electric Generation- Distribution Level Tier 2 (Noncore)**	20.9	23.2	2.3	11.1%
Transmission Level Service***	14.2	16.9	2.8	19.6%
Backbone Transportation Service (¢/decatherm/day)****	36.8	50.1	13.3	36.1%
System Total	43.2	47.7	4.5	10.4%

\* Core customers generally use smaller quantities of gas and the utility purchases their gas.

\*\* Noncore customers are generally large gas users who purchase their own natural gas supplies for SoCalGas to transport.

\*\*\* Transmission Level Service is for noncore service on the Local Transmission System from the SoCal Citygate.

\*\*\*\* Backbone Transportation Service are rights that customers may purchase to transport gas over the backbone system to the SoCal Citygate. Core customers who purchase gas supplies from SoCalGas have this charge included in the gas commodity rate. 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's 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 may review SoCalGas's application, including the Public Advocates Office. The Public Advocates Office 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, 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: ghealy@socalgas.com

Mail: Gregory Healy Regulatory Business Manager for SoCalGas 555 West Fifth Street, GT14D6, Los Angeles, CA 90013

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

### **Contact CPUC**

Please visit apps.cpuc.ca.gov/c/A2209015 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's 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 Avenue San Francisco, CA 94102

Please reference **Application 22-09-015** in any communications you have with the CPUC regarding this matter.

