PUBLIC PARTICIPATION HEARING

Southern California Gas Company and San Diego Gas & Electric Company

General Rate Case Applications (A.26-06-014/A.26-06-015)

The purpose of the Public Participation Hearing (PPH) is to provide an opportunity for you to communicate directly with the California Public Utilities Commission (CPUC) on the General Rate Case (GRC) applications of Southern California Gas Company (SoCalGas) & San Diego Gas and Electric Company (SDG&E) (together, the utilities or Sempra).

We invite you to the PPHs at 2:00 pm and 6:00 pm on November 9 (in person, SoCalGas), November 10 (in person, SDG&E), and December 9-10 (virtual).

What are these Rate Applications About?

Every four years, the CPUC requires SoCalGas and SDG&E to file a GRC application. Because SoCalGas and SDG&E are owned by the same parent company, Sempra, they have been consolidated into one proceeding. In these applications, SoCalGas and SDG&E present their forecast costs, services and projects, and each requests approval of a revenue requirement that they can collect from their customers. In evaluating GRC applications, the CPUC reviews detailed cost data for various areas of utility operations and decides whether to modify the rates SoCalGas and SDG&E are authorized to charge customers and whether to require other changes in their future operations.

In these applications, A.26-06-014 (SoCalGas) and A.26-06-015 (SDG&E), the utilities are requesting that the CPUC approve rate increases for their customers for the calendar years 2028 through 2031.[1] The CPUC expects to issue a proposed decision on these GRC applications in late 2027.

What Would SoCalGas's and SDG&E's Requested Rate Increase Mean to You in 2028?

SoCalGas - gas service

Under SoCalGas's proposal, the estimated monthly bill for a typical residential customer and a typical low-income residential customer enrolled in the California Alternate Rates for Energy (CARE) program would increase in 2028, over 2027 bills as shown in the following table:

Proposed 2028 Monthly SoCalGas Residential Bill Impact				
Customer	**Estimated 2027 Bill**	**Proposed Increase**	**Proposed 2028 Bill**	**% Increase**
Non-CARE Residential Customer	**$73.44**	**$ 5.59**	**$79.03**	**7.6%**
CARE Residential Customer	**$42.00**	**$ 3.22**	**$45.22**	**7.7%**

SDG&E - electric and gas service

Under SDG&E's proposal, the estimated monthly bill for a typical gas, electric and combined gas/electric residential customer and a typical gas, electric and combined gas/electric low-income residential customer enrolled in the CARE program would increase in 2028, over 2027 bills as shown in the following table:

[1] Figures reflect Sempra's September 30, 2026 errata testimony and may vary slightly from the amounts in the application as originally filed, and from the figures in the utilities' customer bill notices.

Proposed 2028 Monthly SDG&E Residential Bill Impact				
Customer	**Estimated 2027 Bill**	**Proposed Increase**	**Proposed 2028 Bill**	**% Increase**
Non-CARE Residential Customer (Electric)	**$197.02**	**$ 13.72**	**$210.74**	**7.0%**
CARE Residential Customer (Electric)	**$113.19**	**$ 8.92**	**$122.11**	**7.9%**
Non-CARE Residential Customer (Gas)	**$64.85**	**$ 8.46**	**$73.31**	**13.0%**
CARE Residential Customer (Gas)	**$44.19**	**$ 5.81**	**$50.00**	**13.1%**
Combined Electric and Gas bill - Non-CARE Residential Customer	**$261.87**	**$ 22.18**	**$284.05**	**8.5%**
Combined Electric and Gas bill - CARE Residential Customer	**$157.38**	**$ 14.73**	**$172.11**	**9.4%**

Proposed Bill Changes After 2028

SoCalGas: The monthly bill for a typical non-CARE SoCalGas residential customer would approximately increase by an additional $3.82 (4.8%) in 2029, $3.79 (4.6%) in 2030, and $3.81 (4.4%) in 2031. The monthly bill for a typical CARE SoCalGas residential customer would approximately increase by an additional $2.20 (4.9%) in 2029, $2.18 (4.6%) in 2030, and $2.20 (4.4%) in 2031.

SDG&E electric customers: The monthly **electric** bill for a typical non-CARE SDG&E residential electric customer would approximately increase by an additional $4.49 (2.1%) in 2029, $3.83 (1.8%) in 2030, and $5.35 (2.4%) in 2031. The monthly electric bill for a typical CARE SDG&E residential electric customer would approximately increase by an additional $2.91 (2.4%) in 2029, $2.49 (2.0%) in 2030, and $3.48 (2.7%) in 2031.

SDG&E gas customers: The monthly **gas** bill for a typical non-CARE SDG&E residential gas customer would approximately increase by an additional $4.04 (5.5%) in 2029, $4.04 (5.2%) in 2030, and $4.08 (5.0%) in 2031. The monthly gas bill for a typical CARE SDG&E residential gas customer would approximately increase by an additional $2.78 (5.6%) in 2029, $2.78 (5.3%) in 2030, and $2.80 (5.0%) in 2031.

SDG&E combined gas and electric customers: The monthly **combined** gas and electric bill for a typical non-CARE SDG&E residential gas and electric customer would approximately increase by an additional $8.53 (3.0%) in 2029, $7.87 (2.7%) in 2030, and $9.43 (3.1%) in 2031. The monthly combined gas and electric bill for a typical CARE SDG&E residential gas and electric customer would approximately increase by an additional $5.69 (3.3%) in 2029, $5.27 (3.0%) in 2030, and $6.28 (3.4%) in 2031.

How Much in Additional Costs Are the Utilities Requesting to be Included in Your Rates in 2028-2031 Above the projected 2027 Costs?

Year	SoCalGas Proposed Annual Increase	SDG&E Proposed Annual Increase
2028	$478 million (10.4%)	$269 million (7.7%)
2029	$314 million (6.2%)	$325.3 million (8.7%)
2030	$311 million (5.8%)	$223.9 million (5.5%)
2031	$313 million (5.5%)	$238.5 million (5.6%)

What Type of Additional Costs Do SoCalGas and SDG&E Say They Need to Recover?

GRC applications allow utilities to request recovery of costs such as operation and maintenance expenses, administrative and general expenses, depreciation expenses, and taxes.

SoCalGas

SoCalGas's total operation and maintenance (O&M) expense request amounts to $2.03 billion. Major O&M expenses are shown below:

- Distribution: $261 million
- Gas Major Projects: $212 million
- Transmission & Storage: $129 million
- Customer Service: $301 million
- Information Technology & Cybersecurity: $86 million
- Support Services: $190 million
- Administrative & General: $710 million

In addition to recovery of O&M expenses, SoCalGas requests $1.31 billion for depreciation and $335.6 million for taxes, and its request will result in an overall return of $1.35 billion on its rate base in 2028.

SoCalGas's application also includes capital expenditures of $7.2 billion from 2029 to 2031. This includes investments in infrastructure replacement, gas safety, and cybersecurity.

SDG&E

SDG&E's total operation and maintenance (O&M) expense request amounts to $1.49 billion. Major O&M expenses are shown below:

- Gas Transmission & Projects: $44.5 million
- Gas Distribution: $45.6 million
- Wildfire Mitigation & Vegetation Management: $173.5 million
- Electric Distribution: $138.3 million
- Customer Service: $95.3 million
- Support Services: $147.8 million
- Information Technology & Cybersecurity: $117.1 million
- Administrative & General: $663.9 million

In addition to recovery of O&M expenses, SDG&E's requests $1.07 billion for depreciation (gas and electric) and $474.2 million for taxes, and its request will result in a combined overall return of $937 million on its rate base in 2028.

SDG&E's application also includes capital expenditures of $5.03 billion from 2029 to 2031. This includes investments in gas and electric system upgrades, infrastructure replacement, wildfire management, gas safety and cybersecurity.

How Can I Have My Voice Heard?

- Speak at an upcoming CPUC public forum (formally called a Public Participation Hearing) in your community. A list of dates, times, and locations is at: https://www.cpuc.ca.gov/pph
- Submit comments electronically to the CPUC using the "Add Public Comment" button on the "Public Comment" tab of the Docket Card for A.26-06-014 (SoCalGas) or A.26-06-015 (SDG&E). You can also review other public comments related to this rate request: https://apps.cpuc.ca.gov/c/A2606014 (SoCalGas) and https://apps.cpuc.ca.gov/c/A2606015 (SDG&E)
- Contact the CPUC's Public Advisor and include the proceeding number "A.26-06-014 (SoCalGas)" or "A.26-06-015 (SDG&E)" at: public.advisor@cpuc.ca.gov or CPUC, Public Advisor's Office, 505 Van Ness Ave., San Francisco, CA 94102.

Further Information on the Proceedings:

- View SoCalGas's GRC application at A.26-06-014 SoCalGas 2028 GRC Application and related materials at A.26-06-014 - SoCalGas 2028 General Rate Case | SoCalGas.
- View SDG&E's GRC application at A26-06-015 TY 2028 GRC Application and related materials at SDG&E 2028 General Rate Case | San Diego Gas & Electric.
- Contact SoCalGas via email at GRCCaseMgmt@semprautilities.com and/or by phone at 1-800-342-4545.
- Contact SDG&E via email at GRCCaseMgmt@semprautilities.com and/or by phone at 1-800-411-7343.
- The CPUC's Public Advisor's Office provides information to help the public get involved in proceedings and you can subscribe to receive documents in A.26-06-014 (SoCalGas) or A.26-06-015 (SDG&E) at: http://subscribecpuc.cpuc.ca.gov/fpss/Default.aspx
- The Public Advocates Office is an independent consumer advocate within the CPUC that will review, audit, and submit formal testimony on SoCalGas's and SDG&E's applications. Its website is: https://www.publicadvocates.cpuc.ca.gov
- The CPUC's Energy Division provides information on the regulatory process for energy utilities: https://www.cpuc.ca.gov/about-cpuc/divisions/energy-division
- The CPUC's Safety and Enforcement Division works to ensure that regulated services are delivered in a safe and reliable manner by conducting audits, investigations, and identifying violations of CPUC safety codes: https://www.cpuc.ca.gov/about-cpuc/divisions/safety-and-enforcement-division
- The CPUC's Safety Policy Division provides advisory support to the California Public Utilities Commission (CPUC) on policy and regulation to advance delivery of safe, reliable services by utilities subject to the CPUC's jurisdiction and oversight.: https://www.cpuc.ca.gov/about-cpuc/divisions/safety-policy-division