



Did You Know?

If you are having difficulty with living expenses and would like to learn more about discount programs and payment arrangements, visit sdge.com/assistance.

Natural Gas Rate Increase Alert

On January 29, 2025, SDG&E® filed Supplemental Advice Letter 3392-G-A to revise transportation rates following final decision in SDG&E's General Rate Case (GRC) D.24-12-074 and Cost Allocation Proceeding (CAP) D.24-07-009. As a result, SDG&E's bundled (gas transportation, public purpose surcharge and gas commodity)¹ residential average gas rates will increase by approximately 45 cents/therm or 19.8%, from \$2.28/therm to \$2.73/therm.²

Estimated Annual Residential Bill Impacts of All Approved Gas Rate Changes Effective February 1, 2025 ³					
Type of Customer	January 2025 Monthly Bill	February 2025 Impact commodity forecast change ⁴	February 2025 Bill Increase(\$) transportation and public purpose surcharge change	February 2025 Monthly Bill	% Bill Increase
Non-CARE	\$57	+\$0	+\$11	\$68	19.8%
CARE	\$39	+\$0	+\$8	\$47	19.9%

Customers enrolled in the CARE (California Alternate Rates for Energy) program receive a 20% discount on their bill. The climate credit for 2025 will be \$54.21 per household and included in April bills.

Primary cost drivers include the following:

- A final decision in SDG&E's General Rate Case which authorized funding for investments needed in SDG&E's infrastructure so that SDG&E can maintain safety, reliability and efficiency of its natural gas transmission, distribution and storage systems. These systems also provide necessary gas service to power plants for the production of electricity that is delivered to customers through the electric grid.
- Lower residential and business natural gas usage led to an increase in rates, as authorized in SDG&E's 2024 Cost Allocation Proceeding (CAP) decision. When usage is lower than forecasted, SDG&E needs to increase rates to recover the required revenues.

Additional details regarding these rate increases can be found in <u>Advice Letter 3392-G-A</u>, which, as of April 22, 2025, is pending approval for transportation rate changes.

Resources to Help

If you are having difficulty with living expenses and would like to learn more about discount programs and payment arrangements, visit **sdge.com/assistance**. You can also avoid surprises on your bill by signing up for **My Energy Center** to receive Energy Alerts. Please visit **sdge.com/MyEnergy** for energy-saving tips, financial assistance and rebate information.

¹ Natural Gas Transportation Service transports gas from "City Gate to meter". The Backbone Transportation Service (BTS) is for service from Receipt Point to Citygate. Public Purpose surcharge pays for public goods programs. Commodity charges are the gas of cost and changes monthly.

² Core procurement rates are established monthly and may be higher or lower.

³ Non-CARE bill estimate based on a typical non-CARE customer average monthly usage of 25 therms per month. CARE bill estimate based on a typical CARE customer average monthly usage of 22 therms per month. Usage in colder months, like January, typically exceeds the average monthly usage, which would result in higher bills for those months than reflected.

⁴ January and February gas procurement rate consists of SDG&E's border price of 0.39230. Brokerage Fee, BTS and FFU vary slightly due to the recent transportation rate change via SDG&E's <u>Advice Letter 3392-G-A</u>.