

Para más información en cómo este cambio impactará su factura, llame al 1-800-311-7343.



Application of San Diego Gas & Electric Company for Authority to Potentially Increase Rates due to Grid Energization Demand A.25-04-015

Why am I receiving this notice?

On April 25, 2025, San Diego Gas & Electric Company (SDG&E®) submitted a request (A.25-04-015) with the California Public Utilities Commission (CPUC) to help cover the additional costs of meeting the increasing demand for connecting the electric grid. If approved, this application may lead to an increase in electric rates.

SDG&E proposes establishing the Electric Energization Memorandum Account (EEMA) to allow annual recovery of the potential incremental costs to connect customers to the electric grid from 2024 through 2026. Any additional costs will be included in SDG&E's revenue requirements¹ and recorded in the EEMA. These costs are subject to review by the CPUC in SDG&E's next General Rate Case proceeding.

SDG&E estimates it may collect ~\$110 million in incremental revenue requirements. If this application is approved, each year SDG&E will track the actual amount of incremental costs, subject to a cap, and recuperate them in rates between 2026 and 2029.

Why is SDG&E requesting this rate increase?

The state of California has set goals to increase the use of electricity in homes and businesses as well as for transportation and other sectors to help the state achieve its climate goals. As the state moves forward toward electrification, the demand for grid connections and increased delivery capacity will continue to grow.

SDG&E's request helps support California's clean energy goals, energizing new customers while safely meeting the increasing demand for reliable electricity.²

(Continued inside)

¹ A revenue requirement includes operation and maintenance (O&M) costs and capital-related costs, such as depreciation, taxes and authorized return. SDG&E recovers capital costs over the life of the asset, so the direct costs are spread over a longer time-period of collection.

² California Public Utilities Code §§ 930 - 939.5 and CPUC Decision 24-09-020

How could this affect my monthly electric rates?

If the CPUC approves SDG&E's request , the highest projected average monthly bill increase for a typical “unbundled” residential customer (who receives their electric generation from an Energy Service Provider (ESP) that is not SDG&E) using 400 kWh would be \$1.53 or 1.8%.³ The highest

projected average monthly bill increase for a typical “bundled” Non-CARE residential customer (who receives their electric generation from SDG&E) using 400 kWh would be \$1.53 or 1.0%.⁴ These projected increases are calculated using the highest estimated revenue collected in rates in 2029. SDG&E expects the 2026-2028 bill impacts to be smaller increases.

SDG&E Proposed Electric Delivery Rates Compared to Current Effective Rates					SDG&E Proposed Total Bundled Electric Rates Compared to Current Effective Rates				
Customer Class	Current Elec. Delivery Class Avg. Rates Effective 2/1/2025 ¹ (¢/kWh)	Proposed Elec. Delivery Class Avg. Rates (¢/kWh)	Total Rate Increase (¢/kWh)	Percentage Average Rate Increase (%)	Customer Class	Current Total Class Avg. Rates Effective 2/1/2025 ¹ (¢/kWh)	Proposed Total Class Avg. Rates (¢/kWh)	Total Rate Increase (¢/kWh)	Percentage Average Rate Change (%)
Residential	20.1	20.5	0.4	1.9%	Residential	35.9	36.3	0.4	1.1%
Small Comm.	23.3	23.6	0.4	1.6%	Small Comm.	36.7	37.1	0.4	1.0%
Med & Lg Commercial & Industrial	16.4	16.6	0.2	1.3%	Med & Lg Commercial & Industrial	32.5	32.7	0.2	0.6%
Agriculture	14.3	14.5	0.2	1.5%	Agriculture	25.7	25.9	0.2	0.8%
Lighting	24.7	25.2	0.4	1.7%	Lighting	35.1	35.5	0.4	1.2%
System Total	18.5	18.8	0.3	1.6%	System Total	34.0	34.3	0.3	0.8%

¹ Rates effective 2/1/25 per Advice Letter (AL) 4588-E

¹ Rates effective 2/1/25 per AL 4588-E

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 SDG&E’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.

CONTACT CPUC

Parties to the proceeding may review SDG&E’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**.

(Continued on back)

³ Unbundled charges include SDG&E’s electric delivery rates plus PCIA rates. Electric generation rates for unbundled customers are set by a customer’s respective ESP such as a Community Choice Aggregator or Direct Access provider and are not reflected in unbundled bill impacts. Actual unbundled bill impacts will vary based on a number of factors, including usage, pricing plan, and when a customer became an unbundled customer (Power Charge Indifference Adjustment (PCIA) vintage). This impact is based on estimated highest projected incremental annual revenue requirement of ~\$54 million.

⁴ Actual bundled impact will vary based on a number of factors, including usage and pricing plan. This impact is based on estimated highest projected incremental annual revenue requirement of ~\$54 million.

Please visit **apps.cpuc.ca.gov/c/A2504015** 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 SDG&E'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 **SDG&E's EEMA Application A.25-04-015** in any communications you have with the CPUC regarding this matter.

Where can I get more information?

CONTACT SDG&E

If you have any questions about SDG&E's application, contact them using the information below.

Zachary Branum
Regulatory Case Manager for SDG&E
8326 Century Park Ct #CP31D
San Diego, CA 92123
zbranum@sdge.com

A copy of the application and any related documents may also be reviewed at
<https://www.sdge.com/rates-and-regulations/proceedings>

