

WHERE CAN I GET MORE INFORMATION?

If you have questions about this notice, please contact SDG&E at 1-800-411-7343. For TTY, call 877-889-7343.

Or please contact the SDG&E representative below:

Email: tmkirch2@sdge.com

Mail: Tyler Kirchhoff
Regulatory Case Manager for SDG&E
8330 Century Park Court, San Diego, CA 92123

A copy of the application and any related documents may also be reviewed at www.sdge.com/proceedings

Contact CPUC

Please visit apps.cpuc.ca.gov/c/A2403018 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.

If you have questions about CPUC processes, you may contact the CPUC's Public Advisor's Office at:

Email: Public.Advisor@cpuc.ca.gov

Mail: CPUC
505 Van Ness Avenue
San Francisco, CA 94102

Call: 1-866-849-8390 (toll-free) or 1-415-703-2074

Please reference **DCPP 2025 Cost Recovery Application A.24-03-018** in any communications you have with the CPUC regarding this matter.

Para más información sobre esta reunión pública,
y cómo este cambio impactará su factura,
llame al 1-800-311-7343

NOTICE OF SAN DIEGO GAS & ELECTRIC COMPANY'S MANDATED RATE INCREASE DUE TO PACIFIC GAS AND ELECTRIC COMPANY'S DCPP 2025 COST RECOVERY APPLICATION (A.24-03-018)

ACRONYMS YOU NEED TO KNOW:

PG&E: Pacific Gas and Electric Company

SCE: Southern California Edison Company

SDG&E®: San Diego Gas & Electric® Company

CPUC: California Public Utilities Commission

DCPP: Diablo Canyon Power Plant

WHY AM I RECEIVING THIS NOTICE?

Senate Bill (SB) 846, signed into law in September 2022, provides a path for PG&E to extend DCPD operations beyond the current operating licenses, which are set to expire in 2024 and 2025. As the owners of DCPD, the legislation authorizes PG&E to collect DCPD costs from the customers of other electric utilities in California, including customers of SDG&E. Under SB 846, SDG&E must collect the amounts owed by SDG&E customers related to extended DCPD operations with no additional markup.

On March 29, 2024, PG&E filed an application requesting CPUC approval of the forecasted costs of operating DCPD in 2025. PG&E is the only applicant seeking approval from the CPUC. SDG&E is providing this notice to SDG&E customers of the rate increase that could result from SDG&E's required collection of these costs.

WHY IS THIS RATE INCREASE NECESSARY?

Continued operation of DCPD is necessary to promote statewide grid reliability. PG&E proposes to collect \$418 million for continued operation of DCPD over a one-year period beginning, January 1, 2025. Under SB 846, SDG&E customers must contribute \$34 million of this amount. Consequently, SDG&E customer rates will increase to cover the amounts owed to PG&E for extended operation of DCPD.



The amount SDG&E customers must pay to PG&E will vary from year to year depending on factors such as the forecasted cost to operate DCPP for that year and the number of customers served by electric utilities in California. Every year that PG&E continues to operate DCPP, PG&E will file an application with the CPUC to request approval of DCPP costs for the upcoming year. The CPUC conditionally authorized new retirement dates for DCPP of 2029 (Unit 1) and 2030 (Unit 2).¹

HOW COULD THIS IMPACT MY ELECTRIC RATES?

The tables below illustrate the impact to SDG&E's electric delivery rate and SDG&E's total bundled rates (electric delivery plus electric commodity) as a result of the DCPP non-bypassable charge (DCPP NBC).

PROPOSED ELECTRIC DELIVERY RATE INCREASE

Customer Class	Current Elec. Delivery Class Average Rates Effective 03/01/24 (¢/kWh)	Proposed Elec. Delivery Class Average Rates 1/1/25 DCPP NBC (¢/kWh)	Total Rate Increase (¢/kWh)	Percentage Average Rate Increase (%)
Residential	19.5	19.7	0.2	1.1%
Small Comm.	21.9	22.1	0.2	0.8%
Med & Lg C&I	16.4	16.5	0.2	0.9%
Agriculture	13.9	14.0	0.1	0.8%
Lighting	22.9	23.1	0.2	0.7%
System Total	18.1	18.3	0.2	1.0%

PROPOSED TOTAL BUNDLED ELECTRIC RATE INCREASE

Customer Class	Current Total Class Average Rates Effective 03/01/24 (¢/kWh)	Proposed Total Class Average Rates 1/1/25 DCPP NBC (¢/kWh)	Total Rate Increase (¢/kWh)	Percentage Average Rate Increase (%)
Residential	34.7	34.9	0.2	0.6%
Small Comm.	34.8	34.9	0.2	0.5%
Med & Lg C&I	32.2	32.3	0.2	0.5%
Agriculture	25.1	25.2	0.1	0.4%
Lighting	32.8	33.0	0.2	0.5%
System Total	33.1	33.3	0.2	0.5%

If you receive your electric generation from an Energy Service Provider (ESP) or Community Choice Aggregator (CCA) rather than from SDG&E, you are considered an "unbundled" customer. If PG&E's DCPP NBC rate request is approved by the CPUC, it will be collected from unbundled customers through SDG&E's electric delivery rates and remitted to PG&E. The annual average residential monthly bill for a typical SDG&E unbundled customer using 400 kWh per month would increase by approximately \$1 or 0.9% per month.²

If you receive your electric generation from SDG&E, you are considered a "bundled" customer. If PG&E's DCPP NBC request is approved by the CPUC, it will be collected from bundled customers through SDG&E's bundled electric rates, and remitted to PG&E. The annual average residential monthly bill for a typical SDG&E bundled customer using 400 kWh per month would increase by approximately \$1 or 0.6% per month.³

HOW DOES THE REST OF THIS PROCESS WORK?

PG&E's application will be assigned to an Administrative Law Judge. SDG&E may participate in this regulatory proceeding, as a separate party, in order to protect SDG&E customers' interests. The Administrative Law Judge will issue a proposed decision that may adopt PG&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. If PG&E's application is approved, the costs of DCPP will be included in California electric utility customers' rates, including SDG&E.

Parties to the proceeding may review PG&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 about the Public Advocates Office, please call 1-415-703-1584, email: PublicAdvocatesOffice@cpuc.ca.gov or visit PublicAdvocates.cpuc.ca.gov.

² Unbundled charges include SDG&E's electric delivery rates plus Power Charge Indifference Adjustment (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 (PCIA vintage).

³ Actual bundled impact will vary based on a number of factors, including usage and pricing plan.

¹ Decision (D.) 23-12-036, issued in December 2023