

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

**NOTICE OF APPLICATION
SAN DIEGO GAS & ELECTRIC COMPANY'S
REQUEST TO INCREASE RATES FOR THE
2023 ENERGY RESOURCE RECOVERY
ACCOUNT FORECAST AND 2023 SALES
FORECAST APPLICATION FILING A.22-05-025**

WHY AM I RECEIVING THIS NOTICE?

On May 31, 2022, San Diego Gas and Electric Company (SDG&E®) filed its combined 2023 Energy Resource Recovery Account (ERRA) Forecast and 2023 Electric Sales Forecast application with the California Public Utilities Commission (CPUC). The application is requesting a total reduction in revenue requirement of \$325,053,764.

If the CPUC approves this application, SDG&E will update its sales forecast and recover forecasted costs in electric rates over a one-year period beginning January 1, 2023. This will impact your monthly bill.

WHY IS SDG&E REQUESTING THIS RATE INCREASE?

- This application provides details on SDG&E's forecasted costs of purchasing electricity in 2023, certain costs associated with providing safe and reliable electric service to our customers, and SDG&E's 2023 electric sales forecast.
- SDG&E's 2023 electric sales forecast identifies how much electricity SDG&E customers are expected to use for the upcoming year. Accurately forecasting the amount of electricity that will be used and the cost of that electricity helps ensure the accuracy of SDG&E's electric rates.
- SDG&E's 2023 electric sales are forecasted to change in 2023 relative to current effective sales, including the impact of a significant number of customers receiving electricity from other providers in 2023.
- Although SDG&E's forecasted costs of purchasing electricity in 2023 is expected to decrease, certain costs associated with providing safe and reliable electric service to all of SDG&E's customers are increasing.
- Changes in expected costs coupled with changes in forecasted electricity sales, lead to an expected overall electric rate increase for customers beginning in 2023.

(Continued inside)

HOW COULD THIS AFFECT MY MONTHLY BUNDLED ELECTRIC RATES?

If SDG&E's rate request is approved by the CPUC, the average residential monthly bill for a customer using 400 kWh per month would increase by approximately \$4.82 or 3.2% per month in 2023.

PROPOSED ELECTRIC RATE INCREASE

Customer Class (Bundled Service)	Current Class Average Rates Effective 01/01/22 ¹ (¢/kWh)	Proposed Class Average Rates Reflecting \$323.1 Million ² Decrease (¢/kWh)	Total Average Rate Increase (¢/kWh)	Percentage Average Rate Increase (%)
Residential	34.523	36.500	1.977	5.73%
Small Commercial	32.243	33.637	1.394	4.32%
Medium and Large C&I ³	29.113	29.773	0.660	2.27%
Agricultural	23.165	24.728	1.563	6.75%
Lighting	29.009	30.155	1.146	3.95%
System Total	31.059	32.553	1.494	4.81%

¹ Rates Effective January 1, 2022, per Advice Letter (AL) 3928-E/E-A/E-B.

² Includes Franchise Fees & Uncollectibles amortized over 12 months.

³ C&I stands for Commercial and Industrial.

HOW COULD THIS AFFECT MY NON-BUNDLED ELECTRIC RATES?

If SDG&E's rate request is approved by the CPUC, a non-bundled residential Power Charge Indifference Adjustment (PCIA) Vintage customer using 400 kWh per month could see a monthly bill increase of \$2.45, or 2.5% per month in 2023.

PROPOSED PCIA RATE DECREASE (2022 VINTAGE)

Customer Class (Non-Bundled Service)	Current Vintage 2022 PCIA Rates Effective 02/01/22 ⁴ (¢/kWh)	Proposed Vintage 2022 PCIA Rates Reflecting \$343.3 Million ⁵ Decrease (¢/kWh)	PCIA Rate Decrease (¢/kWh)	Percentage Rate Decrease (%)
Residential	2.806	1.738	(1.068)	-38.06%
Small Commercial	1.877	1.956	0.079	4.23%
Medium and Large C&I ⁶	2.080	2.253	0.172	8.29%
Agricultural	1.746	1.709	(0.037)	-2.10%
Lighting	1.539	1.658	0.119	7.75%
System Total	2.402	1.839	(0.563)	-23.43%

⁴ PCIA Rates Effective February 1, 2022, per Advice Letter (AL) 3943-E.

⁵ \$343.9 million including Uncollectibles amortized over 12 months.

⁶ C&I stands for Commercial and Industrial

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.

Parties to the proceeding will review SDG&E's application, including the Public Advocates Office, which 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 SDG&E

- Email: wfuller@sdge.com

- Mail: Will Fuller

8330 Century Park Court, CP32F
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/A2205025 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 **Application A.22-05-025** in any communications you have with the CPUC regarding this matter.

