

**CORRECTED NOTICE**  
**SOUTHERN CALIFORNIA GAS COMPANY**  
**NOTICE OF FILING OF LOW-INCOME AND ENERGY-EFFICIENCY**  
**APPLICATION Nos. A.05-06-012 AND A.05-06-011**

Some customers may have received a notice in their June 2005 gas bill regarding the proposed rate impacts in Applications 05-06-011 and 05-06-012. That notice contained errors. Please disregard any previous notice and refer to the corrected information on the proposed rate impacts in Applications 05-06-011 and 05-06-012 below.

This notice is to advise our customers of the filing of two applications, the timing of which is determined by the California Public Utilities Commission (CPUC). On June 1, 2005, Southern California Gas Company (SoCalGas<sup>SM</sup>) filed applications with the CPUC seeking approval of its programs and associated budgets for Low Income Energy Efficiency (LIEE), California Alternate Rates for Energy (CARE) and Energy Efficiency. These programs are directed at helping customers use energy more efficiently, and in assisting qualified low-income customers with their energy bills. Each application will be described separately in this notice.

**APPLICATION A.05-06-012, LOW-INCOME PROGRAMS**

SoCalGas filed this application with the CPUC requesting approval of proposed 2006-2007 funding for the LIEE Program and administrative costs associated with the CARE Program. The LIEE and CARE programs are CPUC-authorized activities designed to assist low-income customers with their energy bills. The LIEE Program provides direct weatherization and energy-efficiency services. The CARE Program provides a 20% rate discount to income-qualified households on their gas bills. SoCalGas proposes that the LIEE Program budget be reduced by \$1.2 million, and the administrative budget for CARE be reduced by \$0.6 million, compared to the amounts recovered in present rates, which will result in a slight reduction in rates as shown below. This table shows the gas rate impact compared to present rates for only the proposed public purpose program (PPP) surcharge portion of the total bill.

**SOUTHERN CALIFORNIA GAS COMPANY - LOW INCOME**  
**PPP SURCHARGE CLASS AVERAGE RATE CHANGES**

Customer Class	CARE Customers			Non-CARE Customers		
	2005	2006-07	% Change	2005	2006-07	% Change
( a )	¢/th ( b )	¢/th ( c )	% ( d )	¢/th ( e )	¢/th ( f )	% ( g )
<b>Core</b>						
Residential	2.003	1.956	-2.3%	3.802	3.742	-1.6%
Commercial/ Industrial	1.642	1.642	0.0%	3.440	3.428	-0.4%
Gas Air Conditioning	0.085	0.085	0.0%	1.884	1.871	-0.7%
Gas Engine	N/A	N/A	N/A	2.115	2.102	-0.6%
Natural Gas Vehicle	N/A	N/A	N/A	1.799	1.786	-0.7%
<b>Noncore</b>						
Commercial/ Industrial	N/A	N/A	N/A	1.828	1.815	-0.7%

In 2006 and 2007, the average monthly Residential bill of 46 therms will decrease from \$47.79 to \$47.76, or -0.1% compared to present rates.

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## APPLICATION A.05-06-011, ENERGY-EFFICIENCY PROGRAMS

This application requests approval of SoCalGas' proposed 2006-2008 energy-efficiency programs and budgets. The proposed program portfolio is designed to provide energy-efficiency programs and services to all SoCalGas customers; help customers reduce their energy usage; and, achieve the utility's energy savings and demand reduction goals established in Decision 04-09-060. SoCalGas seeks approval of funding in the amounts of \$47.9 million, \$61.1 million, and \$73.5 million for 2006, 2007 and 2008, respectively.

If the Commission approves the 2006-2008 energy-efficiency budgets, SoCalGas will adjust rates to reflect authorization of increased costs. Gas rates will increase by \$20.9 million in 2006, by \$34.1 million in 2007, and by \$46.5 million in 2008, compared to present rates, to fully fund the 2006-2008 authorized energy-efficiency programs. SoCalGas requests that the proposed gas rate and revenue requirement increase become effective on January 1, 2006, or as soon thereafter as possible.

The tables below show the 2006 through 2008 gas rate impacts compared to present rates for only the proposed PPP surcharge portion of the total bill.

### SOUTHERN CALIFORNIA GAS COMPANY – ENERGY EFFICIENCY PPP SURCHARGE CLASS AVERAGE RATE CHANGES – 2006

Customer Class	CARE Customers			Non-CARE Customers		
	2005	2006	% Change	2005	2006	% Change
( a )	¢/th ( b )	¢/th ( c )	% ( d )	¢/th ( e )	¢/th ( f )	% ( g )
<b>Core</b>						
Residential	2.003	2.271	13.4%	3.802	4.070	7.1%
Commercial/ Industrial	1.642	2.694	64.1%	3.440	4.493	30.6%
Gas Air Conditioning	0.085	2.120	2385.6%	1.884	3.918	108.0%
Gas Engine	N/A	N/A	N/A	2.115	3.759	77.8%
Natural Gas Vehicle	N/A	N/A	N/A	1.799	1.799	0.0%
<b>Noncore</b>						
Commercial/ Industrial	N/A	N/A	N/A	1.828	2.058	12.6%

### SOUTHERN CALIFORNIA GAS COMPANY – ENERGY EFFICIENCY PPP SURCHARGE CLASS AVERAGE RATE CHANGES – 2007

Customer Class	CARE Customers			Non-CARE Customers		
	2005	2007	% Change	2005	2007	% Change
( a )	¢/th ( b )	¢/th ( c )	% ( d )	¢/th ( e )	¢/th ( f )	% ( g )
<b>Core</b>						
Residential	2.003	2.476	23.6%	3.802	4.275	12.4%
Commercial/ Industrial	1.642	3.415	108.0%	3.440	5.213	51.5%
Gas Air Conditioning	0.085	2.696	3060.8%	1.884	4.494	138.6%
Gas Engine	N/A	N/A	N/A	2.115	4.287	102.7%
Natural Gas Vehicle	N/A	N/A	N/A	1.799	1.799	0.0%
<b>Noncore</b>						
Commercial/ Industrial	N/A	N/A	N/A	1.828	2.124	16.2%

## SOUTHERN CALIFORNIA GAS COMPANY – ENERGY EFFICIENCY PPP SURCHARGE CLASS AVERAGE RATE CHANGES – 2008

Customer Class	CARE Customers			Non-CARE Customers		
	2005	2008	% Change	2005	2008	% Change
( a )	¢/th ( b )	¢/th ( c )	% ( d )	¢/th ( e )	¢/th ( f )	% ( g )
<b>Core</b>						
Residential	2.003	2.667	33.2%	3.802	4.466	17.5%
Commercial/ Industrial	1.642	4.087	148.9%	3.440	5.885	71.1%
Gas Air Conditioning	0.085	3.233	3690.4%	1.884	5.031	167.1%
Gas Engine	N/A	N/A	N/A	2.115	4.779	126.0%
Natural Gas Vehicle	N/A	N/A	N/A	1.799	1.799	0.0%
<b>Noncore</b>						
Commercial/ Industrial	N/A	N/A	N/A	1.828	2.185	19.5%

The average monthly Residential bill of 46 therms will change from \$47.79 at present rates to \$47.91 in 2006, \$48.00 in 2007, and \$48.09 in 2008. This represents a 0.6% increase over the three-year program period.

### THE CPUC MAY HOLD EVIDENTIARY HEARINGS

Before acting on our application, the CPUC may hold hearings to examine evidence and hear testimony presented by SoCalGas and any other interested parties, including the CPUC's Office of Ratepayer Advocates (ORA). If hearings are held, parties may offer proposals to the CPUC that differ from those we present. After considering all evidence presented, the CPUC will issue a decision. The CPUC may approve a program different from that included in this application.

### HEARINGS ARE OPEN TO THE PUBLIC – YOU ARE WELCOME TO COMMENT AND TO PARTICIPATE IN THE HEARINGS

If you wish to participate in the evidentiary hearings and need advice on how to do so, or if you would like information on the location and schedule of the hearings, please write to the CPUC's Public Advisor at the following address: Public Advisor, California Public Utilities Commission, 320 West Fourth Street, Suite 500, Los Angeles, CA 90013, or by e-mail to [public.advisor.la@cpuc.ca.gov](mailto:public.advisor.la@cpuc.ca.gov).

If you cannot attend the evidentiary hearings, you may submit written comments to the CPUC at the above address. Make sure to include the application number on your correspondence. The Public Advisor will give your letter to the Commissioners, ORA staff and the Administrative Law Judge assigned to the case, and it will become part of the formal correspondence file. If you have a question or need further information about participating, please state in your letter that you would like a response. Otherwise, no reply will be sent.

## FOR FURTHER INFORMATION

Questions concerning this application may be directed to J. Yamagata, Regulatory Manager for SoCalGas, 8330 Century Park Court, San Diego, CA 92123. SoCalGas will provide a copy of the application, including testimony, upon request. A copy of the application and any amendments may be inspected at the SoCalGas business office, 555 West 5th Street, Los Angeles, CA 90013.

SoCalGas' application and attachments may also be inspected at the CPUC office located at:

California Public Utilities Commission  
320 West Fourth Street, Suite 500  
Los Angeles, CA 90013

Copies of this insert will be available for viewing and printing on the SoCalGas Web site at [www.socalgas.com/regulatory/inserts/index.shtml](http://www.socalgas.com/regulatory/inserts/index.shtml).

Copies of this application are available on the SoCalGas Web site at [www.socalgas.com/regulatory/cpuc.shtml](http://www.socalgas.com/regulatory/cpuc.shtml).

