Environmental Policy

**Responsible Officer:** Executive Vice President, Corporate Strategy and External Affairs

**Applicability:** All employees of Sempra Energy and its business units

**Purpose**

To succeed and grow as a company, we must balance economic and environmental concerns with the need to deliver energy that is safe and reliable, yet also clean and affordable. That is why we are committed to operating our companies in a way that is sustainable and respectful of the environment – from energy, water and waste, to land use and biodiversity management. This commitment goes beyond our immediate impact and includes our approach: what we focus on and how we work to promote energy efficiency, renewable energy, natural gas and innovation.

Our environmental policy:

- Underscores our commitment to abide by applicable environmental laws, regulations and permit requirements as we build and operate energy infrastructure;
- Challenges our businesses and employees to operate our assets, buildings and facilities with efficiency in mind – from energy and water use to waste and recycling;
- Articulates our aspirations to help our customers save energy and money by promoting efficiency and sustainability and pursuing innovative approaches that will benefit the environment and communities where we operate; and,
- Underscores our employees’ and suppliers’ roles in protecting the environment, as outlined in our Code of Business Conduct.

**Policy Statement**

The Sempra Energy companies will work internally to:

- Abide by applicable environmental laws, regulations and permit requirements as we build and operate energy infrastructure and produce, deliver and use energy;
• Implement environmental practices where possible and economically prudent, including water reuse and conservation, recycling and waste minimization, greenhouse gas and other air emissions reductions, air quality improvements, and the adoption of building and facility standards;

• Encourage innovation and enhanced cost effectiveness in methods of compliance, using practical means to gauge our performance, and implement appropriate environmental education and training programs for employees; and

• Review results, existing operations and management practices to allow for continuous improvement.

The Sempra Energy companies will work externally to:

• Support public policies and reasonable regulations that promote energy efficiency, renewable energy, and emission performance standards that encourage the use of clean fuels such as natural gas and that reduce environmental impacts using science, cost-effective technology, and common sense as the basis for these policies;

• Support reasonable regulations that govern the production of natural gas that benefits consumers, reduces environmental impact, and facilitates our nation’s access to abundant supplies of natural gas;

• Implement appropriate environmental education and training programs for customers and other stakeholders;

• Work with business partners (including suppliers, vendors, and contractors) when possible to minimize impacts on the environment;

• Encourage the development and use of efficient, clean, and cost-effective technologies while helping our customers meet their energy needs in an environmentally responsible way;

• Share our goals, progress, and performance with stakeholders with transparency; and

• Promote sound and responsible stewardship of our environment in coordination with our customers, civic and community leaders.