

CPUC PROCESS

If you wish to provide public comment regarding this application filing, you can write to the CPUC's Public Advisor's Office (PAO), 505 Van Ness Ave., San Francisco, CA 94102 or by e-mail at public.advisor.la@cpuc.ca.gov. When writing to the PAO, please refer to A.11-05-011 in your correspondence. All public comments received by the Public Advisor's Office will be forwarded to the Commissioners and the assigned ALJ for review, and become part of the formal correspondence file for public comment. In your letter, state that your comments are regarding Application No. A.11-05-011.



SAN DIEGO GAS & ELECTRIC COMPANY NOTICE OF PROPOSED CHANGE IN ELECTRIC RATES TO RECOVER THE COSTS ASSOCIATED WITH SAN ONOFRE NUCLEAR GENERATING STATION UNIT NOS. 2 & 3 ON-GOING SEISMIC PROGRAM AND NEW SEISMIC RESEARCH PROJECTS AND ANALYSES APPLICATION NO. A. 11-05-011

On May 9, 2011, San Diego Gas & Electric Company (SDG&E®) filed an application with the California Public Utilities Commission (CPUC) seeking authority to recover the costs associated with the San Onofre Nuclear Generating Station Units 2 and 3 (SONGS 2 & 3) on-going seismic program and new seismic study research projects and analyses.

SONGS is jointly owned by Southern California Edison (SCE), SDG&E, and the City of Riverside. SCE estimates that the total cost to the owners to perform the work requested in this application is \$64.0 million. This application requests authorization for SDG&E to recover its share (\$13.3 million) of the associated revenue requirements in rates. The total estimated cost of \$13.3 million will be recovered over a four-year period. SDG&E's cost recovery plan would result in annual costs of approximately \$4.7 million in 2012, \$4.4 million in 2013, \$3.3 million in 2014 and \$1.0 million in 2015. SDG&E estimates that the requested \$4.7 million increase in electric revenues for 2012 associated with the seismic program/studies would be allocated in a manner shown in the table below.

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ILLUSTRATIVE EFFECT ON ELECTRIC RATES AND BILLS

If the CPUC approves SDG&E's request, a typical residential inland customer using 500 kilowatt-hours per month could see a monthly summer bill increase of 0.1%, or \$0.05, when compared to 4/01/11 Class Average Rates. A typical monthly electric bill could increase from \$80.99 to \$81.04. The following table shows an estimate of proposed revenue and rate changes by customer group that SDG&E is requesting in this application. The actual rates approved by the CPUC may be higher or lower than those requested by SDG&E.

SAN DIEGO GAS & ELECTRIC COMPANY – ELECTRIC DEPARTMENT ILLUSTRATIVE ELECTRIC RATE IMPACT

	Revenue Change	Percent Change	4/01/11 Class Average Rates	Class Average Rates Reflecting Proposed Revenue Changes in 2012
	(\$Millions)*	%	(¢/kWh)	(¢/kWh)
Residential	2.019	0.14%	18.336	18.362
Small Commercial	0.580	0.16%	17.609	17.637
Med. & Large C&I**	2.111	0.17%	13.913	13.940
Agricultural	0.024	0.15%	17.161	17.188
Lighting	0.021	0.12%	15.379	15.398
System Total	4.755	0.15%	15.931	15.958

*Includes adjustment for FF&U

**C&I stands for Commercial and Industrial

FOR FURTHER INFORMATION

You may request additional information or obtain a copy of the application and related exhibits by writing to: Linda Wrazen, San Diego Gas & Electric Company, 8330 Century Park Court, CP32D, San Diego, CA 92123. SDG&E's application and related exhibits may also be inspected at the CPUC office located at 505 Van Ness Ave., San Francisco, CA 94102. Additionally, a copy of the

application and related exhibits may be inspected at the following SDG&E business offices:

436 H St. Chula Vista, CA 91910	104 N. Johnson Ave. El Cajon, CA 92020	644 W. Mission Ave. Escondido, CA 92025
2405 Plaza Blvd. National City, CA 91950	336 Euclid Ave. San Diego, CA 92114	2604 S. El Camino Real Carlsbad, CA 92008
440 Beech St. San Diego, CA 92101		

The application and related exhibits are also available electronically on SDG&E's [website](http://www.sdge.com/regulatory/cpuc.shtml) at www.sdge.com/regulatory/cpuc.shtml.

Copies of this bill insert will be available for viewing and printing on the SDG&E [website](http://www.sdge.com/billinserts/regulatory.shtml) at www.sdge.com/billinserts/regulatory.shtml.

EVIDENTIARY HEARINGS

Evidentiary Hearings (EHs) may be held whereby parties of record will present their testimony and are subject to cross-examination before an Administrative Law Judge (ALJ). These EHs are open to the public, but only those who are parties of record can present evidence or cross-examine witnesses during the evidentiary hearings. After considering all evidence presented during the formal hearing process, the assigned ALJ will issue a proposed decision. The CPUC may approve expenditures that differ from those SDG&E requests. The actual rates may result in changes greater or less than those described in this notice. If you wish to attend the EHs to listen only, and you are in need of special accommodations, please contact the PAO within 3 - 5 days in advance of the EHs.

(Continued on back)