

**SAN DIEGO GAS & ELECTRIC COMPANY**  
**NOTICE OF FILING OF ENERGY EFFICIENCY**  
**INCENTIVE EARNINGS**  
**APPLICATION NO. A.11-06-031**

On June 29, 2011, San Diego Gas & Electric Company (SDG&E®) filed a proposed application with the California Public Utilities Commission (CPUC) requesting approval of energy efficiency incentive earnings for program year 2009 achievements. CPUC Decision 10-12-049, directed utilities to file their requests consistent with the risk/reward mechanism as modified by the decision. SDG&E seeks approval of incentive earnings in the amount of \$15.108 million.

If the CPUC approves SDG&E's request, SDG&E will adjust rates to reflect authorization of the incentive earnings. Electric rates will increase by \$14.655 million. Gas rates will increase by \$0.453 million. SDG&E requests that the amounts approved by the CPUC be recorded to existing regulatory accounts and recovered annually in electric distribution and gas transportation rates commencing January 1, 2012.

Electric rate impacts of SDG&E's proposal as compared to present rates are shown in the table below.

**San Diego Gas & Electric®**  
**Proposed Electric Rate Increase**  
**2012**

CUSTOMER CLASS	2011	2012	CHANGE	
	¢/kWh (b)	¢/kWh (c)	¢ (d)	% (e)
Residential	18.336	18.443	0.107	0.58%
Small Commercial	17.609	17.692	0.083	0.47%
Med & Lg Commercial/Industrial	13.913	13.956	0.043	0.31%
Agriculture	17.161	17.242	0.081	0.47%
Street Lighting	15.379	15.435	0.056	0.36%
System Total	15.931	16.003	0.072	0.45%

The monthly summer electric bill for a typical residential customer living in the inland climate zone using 500 kWh will change from \$80.99 at present rates to \$81.20 in 2012. This represents a 0.3% increase.

*(Continued inside)*

Gas rate impacts of SDG&E's proposal as compared to present rates are shown in the table below.

**San Diego Gas & Electric  
Proposed Electric Rate Increase  
2012**

CUSTOMER CLASS	2011	2012	CHANGE	
	¢/th (b)	¢/th (c)	¢ (d)	% (e)
<b>Core</b>				
Residential	67.411	67.527	0.116	0.2
Commercial/Industrial	24.933	24.970	0.037	0.1
Natural Gas Vehicle	8.722	8.730	0.008	0.1
<b>Noncore</b>				
Commercial/Industrial	14.050	14.068	0.018	0.1

The average monthly residential gas bill of 33 therms will change from \$38.76 at present rates to \$38.80 in 2012. This represents a 0.1% increase.

**FOR FURTHER INFORMATION**

You may request additional information or obtain a copy of the application and related exhibits by writing to:

J. Yamagata, San Diego Gas & Electric Company,  
8330 Century Park Court, CP32D, San Diego, CA 92123.  
SDG&E's application and attachments may also be inspected at the CPUC office located at 505 Van Ness Ave., San Francisco, CA 94102. A copy of this application 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		

Copies of this application are on the SDG&E website at [www.sdge.com/regulatory/cpuc.shtml](http://www.sdge.com/regulatory/cpuc.shtml).

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

## **CPUC PROCESS**

The CPUC may hold Evidentiary Hearings (EHs) whereby parties of record provide testimony and are subject to cross-examination before a CPUC Administrative Law Judge (ALJ). These hearings are open to the public, but only those who are formal parties of record can participate. The CPUC has its own court reporters who will record the comments of those formal parties of record participating in the EHs. The Division of Ratepayer Advocates (DRA) is an independent arm of the CPUC, created by the Legislature to represent the interests of all utility customers throughout the state to obtain the lowest possible rates for service consistent with reliable and safe service levels. DRA has a multi-disciplinary staff with expertise in economics, finance, accounting and engineering. After considering all proposals and evidence presented during the formal hearing process, the assigned ALJ will issue a proposed draft decision. When the CPUC issues a final decision on the application, it may adopt, amend or modify all or part of the ALJ's proposed decision as written. The CPUC's decision may be different than SDG&E's formal request.

If you would like additional information or would like to attend these hearings, you can contact the Public Advisor's Office. You may also send your comments to the Public Advisor's Office, 320 West Fourth St., Suite 500, Los Angeles, CA 90013 or send an e-mail to [public.advisor.la@cpuc.ca.gov](mailto:public.advisor.la@cpuc.ca.gov). Any correspondence received will become part of the formal file in this application. Please reference Application No. A.11-06-031 in any correspondence.

