

**SAN DIEGO GAS & ELECTRIC COMPANY  
NOTIFICATION OF APPLICATION FOR  
ERRA REVIEW AND NOTICE OF  
POTENTIAL IMPACT ON ELECTRIC RATES  
APPLICATION NO. 12-06-003**

On June 1, 2012, San Diego Gas & Electric Company (SDG&E®) filed an application for Energy Resource Recovery Account (ERRA) compliance review (ERRA Application) with the California Public Utilities Commission (CPUC). The ERRA Application involves compliance review of SDG&E's electric procurement, contract administration and related activities and costs for the 12-month record period of January 1, 2011 through December 31, 2011. Additionally, SDG&E's ERRA Application requests CPUC approval to recover the revenue requirement associated with the balances accrued during 2011 in two memorandum accounts authorized by the CPUC, including the Market Redesign and Technology Upgrade Memorandum Account (MRTUMA), and the Independent Evaluator Memorandum Account (IEMA). Specifically, SDG&E's ERRA Application requests cost recovery of approximately \$2.93 million, representing the combined total 2011 activity of these two accounts.

**ILLUSTRATIVE IMPACT ON  
ELECTRIC RATES AND BILLS**

If the CPUC approves SDG&E's request for recovery of the costs accrued during 2011 in the MRTUMA and IEMA, a typical non-CARE residential customer living in the inland climate zone and using 500 kilowatt-hours per month could see a monthly summer bill increase of 0.05%, or \$0.04. A typical monthly electric bill could increase from \$81.32 to \$81.36. The percentages shown do not necessarily reflect the changes that you may see on your bill. Changes in individual bills will also depend on how much electricity each customer uses.



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

<b>Customer Class</b>	<b>03/01/12 Class Average Rates (¢/kWh)</b>	<b>Class Average Rates Reflecting Proposed Revenue Changes (¢/kWh)</b>	<b>Total Rate Change (¢/kWh)</b>	<b>Percentage Rate Change %</b>
Residential	17.591	17.607	0.016	0.09%
Small Commercial	17.020	17.038	0.018	0.11%
Medium and Large C&I*	13.626	13.643	0.017	0.12%
Agricultural	16.537	16.554	0.017	0.10%
Lighting	14.634	14.646	0.012	0.08%
System Total	15.429	15.446	0.017	0.11%

\* 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: Jamie York, 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 E. 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 at <http://sdge.com/proceedings>.

Copies of this bill insert will be available for viewing and printing on the SDG&E website at <http://sdge.com/regulatory-notice>.

**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. Because the CPUC's approvals may differ from those SDG&E requests, actual rates may differ from what is described in this notice.

**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 phone: 866-849-8390, or by email at [public.advisor.la@cpuc.ca.gov](mailto:public.advisor.la@cpuc.ca.gov). When writing to the PAO, please refer to A.12-06-003 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.12-06-003.