SAN DIEGO GAS & ELECTRIC COMPANY NOTICE OF FILING REQUESTING APPROVAL OF ITS 2013-2014 ENERGY EFFICIENCY PROGRAMS AND BUDGETS APPLICATION NO. A.12-07-002 AMENDED

On July 2, 2012, San Diego Gas & Electric Company (SDG&E®) filed a proposed application with the California Public Utilities Commission (CPUC) requesting approval of its 2013-2014 energy efficiency and demand response programs and budgets in accordance with Decisions 12-04-045 and 12-05-015. The proposed filing is designed to provide energy efficiency programs and services, some of which will be integrated with SDG&E's demand response programs to all SDG&E customers, help reduce their gas and electric usage and achieve the utility's energy savings and demand reduction goals. SDG&E seeks approval of energy efficiency funding in the amounts of \$94.768 million and \$101.873 million for 2013 and 2014, respectively. SDG&E also seeks approval of incremental demand response funding in the amounts of \$4.944 million and \$4.944 million for 2013 and 2014, respectively.

If the CPUC approves SDG&E's request, SDG&E will adjust rates to reflect authorization of the program budgets. Electric rates will increase by \$36.608 million in 2013 and increase by \$43.713 million in 2014, as compared to present rates to fully fund the 2013-2014 authorized energy efficiency and demand response programs. Gas rates will decrease by \$18.533 million in 2013 and decrease by \$18.533 million in 2014, as compared to present rates.

The present and proposed <u>electric</u> rate impacts are shown in the tables below:

San Diego Gas & Electric® Proposed Electric Rate Increase - 2013

Customer Class	2012	2013	Change	
	¢/kWh	¢/kWh	¢	%
(a)	(b)	(c)	(d)	(e)
Residential	17.504	17.669	0.165	0.94%
Small Commercial	16.926	17.181	0.255	1.51%
Medium and Large C&I*	13.534	13.701	0.167	1.23%
Agriculture	16.447	16.676	0.229	1.39%
Street Lighting	14.569	14.725	0.156	1.07%
System Total	15.339	15.514	0.175	1.14%

^{*} C&I stands for Commercial and Industrial

San Diego Gas & Electric Proposed Electric Rate Increase - 2014

Customer Class	2012	2014	Change	
	¢/kWh	¢/kWh	¢	%
(a)	(b)	(c)	(d)	(e)
Residential	17.504	17.700	0.196	1.12%
Small Commercial	16.926	17.231	0.305	1.80%
Medium and Large C&I*	13.534	13.734	0.200	1.48%
Agriculture	16.447	16.721	0.274	1.67%
Street Lighting	14.569	14.758	0.189	1.30%
System Total	15.339	15.548	0.209	1.36%

^{*} C&I stands for Commercial and Industrial

The monthly summer electric bill for a typical residential customer living in the inland climate zone using 500 kWh will change from \$81.15 at present rates to \$81.48 in 2013 and \$81.55 in 2014. This represents a 0.45% increase over the two-year program period.

The present and proposed gas Public Purpose Program Surcharge impacts are shown in the tables below:

San Diego Gas & Electric Proposed Gas Public Purpose Program Surcharge Decrease - 2013

Customer Class	2012	2013	Change	
	¢/th	¢/th	¢	%
(a)	(b)	(c)	(d)	(e)
Core				
Residential	7.985	6.443	-1.542	-19.3%
Commercial/Industrial	11.770	4.527	-7.243	-61.5%
Natural Gas Vehicle	3.781	3.781	0.000	0.0%
<u>Noncore</u>				
Commercial/Industrial	11.118	4.058	-7.060	-63.5%

San Diego Gas & Electric Proposed Gas Public Purpose Program Surcharge Decrease - 2014

Customer Class	2012	2014	Change	
4-3	¢/th	¢/th	¢	%
(a)	(b)	(c)	(d)	(e)
Core				
Residential	7.985	6.443	-1.542	-19.3%
Commercial/Industrial	11.770	4.527	-7.243	-61.5%
Natural Gas Vehicle	3.781	3.781	0.000	0.0%
<u>Noncore</u>				
Commercial/Industrial	11.118	4.058	-7.060	-63.5%

The average monthly residential gas bill of 33 therms will change from \$32.98 at present rates to \$32.46 in 2013 and \$32.46 in 2014. This represents a 1.6% decrease over the two-year program period.

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

440 Beech St. San Diego, CA 92101

Copies of this application are on the SDG&E website at http://sdge.com/proceedings.

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

EVIDENTIARY HEARINGS

The CPUC may hold Evidentiary Hearings (EHs) whereby parties of record provide testimony and are subject to crossexamination 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.

CPUC PROCESS

If you wish to comment on this proposed application filing or informally protest this filing as a customer of SDG&E, you can do so by contacting the CPUC's Public Advisor's Office (PAO). You may also send an email or written comments to the Public Advisors' address, 320 West 4th St., Ste. 500, Los Angeles, CA 90013, or phone 866-849-8390 or send an email to: public.advisor.la@cpuc.ca.gov. All correspondences received will become part of the formal file in this application. Please reference Application No. A.12-07-002 when emailing or writing. All comments received by the PAO will be provided to the Commissioners for review.

