

Para más detalles llame at 1-880-311-7343

**SAN DIEGO GAS & ELECTRIC COMPANY
REQUEST TO CHANGE YOUR ELECTRIC RATES
DUE TO ALTERATIONS IN THE
NUCLEAR DECOMMISSIONING TRUST FUND
APPLICATION NO. A.14-12-007**

On December 10, 2014, San Diego Gas & Electric Company (SDG&E®) and Southern California Edison Company (SCE®) filed a joint application (A.14-12-007) with the California Public Utilities Commission (CPUC) to set the amount each utility's customers pay into the nuclear trust fund through collected rates. Nuclear decommissioning trust funds were established by the CPUC for funding the decommissioning (shutting down, dismantling and managing safe storage of fuel used at the San Onofre Nuclear Generating Station (SONGS)). Additionally this application will address other related issues associated with SONGS' generating stations, Units 2 and 3.¹

In this application SDG&E is requesting the contribution to its decommissioning trust fund to be set at \$0.00, a decrease from the current contribution of \$8.17 million. This reduction from the current contribution is based on the current estimate of decommissioning costs, current level of funding of the trusts, and financial market conditions known at this time.

In addition to setting the decommissioning fund contribution to \$0.00, the application addresses SDG&E's related issues, such as:

(Continued inside)

¹ SCE is responsible for 75.7363% of the decommissioning costs for Unit 2 and 75.7475% of the decommissioning costs for Unit 3. SDG&E is responsible for 20% of the decommissioning costs for Units 2 and 3. The City of Riverside is responsible for 1.79% of the decommissioning costs for Units 2 and 3. The City of Anaheim is responsible for the remaining decommissioning costs for Units 2 and 3.

- (1) a finding that SCE’s 2014 estimate of \$4.411 billion for decommissioning SONGS is reasonable (SDG&E is responsible for 20% of these costs);
- (2) a finding that SDG&E’s additional cost estimate of \$16.99 million is reasonable;
- (3) approval of a streamlined process, known as the Tier 2 advice letter process, for authorizing disbursements from the Nuclear Decommissioning Trusts; and
- (4) authorization of an annual reasonableness review process.

BACKGROUND

On June 7, 2013, SCE announced plans to permanently retire SONGS 2 & 3. During the 2012 Nuclear Decommissioning Cost Triennial Proceeding (A.12-12-013), SCE informed the CPUC that it would prepare an updated SONGS 2 & 3 decommissioning cost estimate. SCE further indicated that when these initial decommissioning planning activities were complete, SDG&E and SCE would jointly submit this application based on the updated decommissioning cost estimate and update each company’s nuclear decommissioning trust fund contributions.

ILLUSTRATIVE EFFECT ON ELECTRIC RATES AND BILLS

If the CPUC approves SDG&E’s requests, a residential customer living in the inland climate zone who uses 500 kilowatt-hours (kWh) per month could see a winter bill decrease of \$0.09 per month, or 0.1%, a decrease from the current winter bill of \$98.30, to \$98.21. The following table shows the average rate impact by class of customer. The actual rates approved by the CPUC may be higher or lower than those requested by SDG&E. 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**

| | 8/01/14 Class Average Rates (¢/kWh) | Class Average Rates Reflecting Proposed Revenue Changes (¢/kWh) | Total Rate Change (¢/kWh) | Percent Rate Change % |
|--------------------------|---|--|------------------------------------|--------------------------------|
| Residential | 20.515 | 20.476 | (0.039) | -0.19 |
| Small Commercial | 23.815 | 23.776 | (0.039) | -0.16 |
| Medium and Large C&I* | 19.162 | 19.123 | (0.039) | -0.20 |
| Agricultural | 19.578 | 19.539 | (0.039) | -0.20 |
| Lighting | 17.454 | 17.415 | (0.039) | -0.22 |
| System Total | 20.122 | 20.083 | (0.039) | -0.19 |

*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: Wendy Johnson, San Diego Gas & Electric Company, 9305 Light Wave Avenue, SD1190, San Diego, CA 92123. 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-B 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://www.sdge.com/proceedings>.

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

SDG&E's application and related exhibits may also be inspected at the CPUC office located at 505 Van Ness Avenue, San Francisco, CA 94102.

CPUC PROCESS

This Application will be assigned to an Administrative Law Judge (Judge) who will determine how to receive evidence and other related documents, necessary for the CPUC to establish a record upon which to base its decision.

Evidentiary Hearings (EHs) may be held where parties of record will present their testimony and may be subject to cross-examination by other parties. These EHs are open to the public, but only those who are parties of record can participate. After considering all proposals and all evidence presented during the proceeding, the assigned Judge will issue a proposed decision determining whether to adopt all or part of SDG&E's request, modify it, or deny it. The CPUC Commissioners may sponsor an alternate decision and the issue will be decided at a scheduled Commission Voting Meeting.

As a party of record, the Office of Ratepayer Advocates (ORA) will review this application. ORA is the independent consumer advocate within the CPUC with a legislative mandate to represent investor-owned utility customers to obtain the lowest possible rate for service consistent with reliable and safe service levels. ORA has a multi-disciplinary staff with expertise in economics, finance,

accounting and engineering. Other parties of record will also participate in the CPUC's proceeding to consider this application. For more information about ORA, please call (415) 703-1584, e-mail ora@cpuc.ca.gov or visit ORA's website at <http://ora.ca.gov/default.aspx>.

STAY INFORMED

The CPUC offers a free Subscription Service which is available on the CPUC website at www.cpuc.ca.gov which allows you to follow this proceeding. If you would like to learn how you can participate in the proceeding, or if you have informal comments or questions about the CPUC process, you may contact the CPUC's Public Advisor's Office (PAO) at the address noted below. When writing, please reference proceeding A.14-12-007. All written correspondence and emails are available for the Commissioners and the assigned Judge for this proceeding to review.

Write: CPUC Public Advisor's Office
505 Van Ness Avenue
San Francisco, CA 94102

Email: public.advisor@cpuc.ca.gov

Phone: 866-849-8390

TTY: 1-866-836-7825

