

A member of the Public Advisor's Office will be at all meetings to assist you. If you would like more advice on how to participate at these public meetings, or if you would like to submit written comments about the GRC application filed by SDG&E, please contact:

Public Advisor

California Public Utilities Commission

320 West Fourth Street, Suite 500

Los Angeles, CA 90013

Or via e-mail to Public.Advisor.la@cpuc.ca.gov

SAN DIEGO GAS & ELECTRIC COMPANY
NOTICE OF PUBLIC PARTICIPATION HEARINGS
REGARDING PROPOSED RATE INCREASES FOR
SAN DIEGO GAS & ELECTRIC COMPANY
APPLICATION NO. 10-12-005

PUBLIC PARTICIPATION HEARINGS

The California Public Utilities Commission (CPUC) is reviewing the General Rate Case (GRC) application filing by San Diego Gas & Electric Company (SDG&E) for a proposed increase in authorized rates beginning January 1, 2012.

The CPUC would like to hear from you! The Public Participation Hearings (PPHs) are being held with SDG&E and will be facilitated by a CPUC Administrative Law Judge. The dates, times and locations of the joint PPHs are noted below:

October 10, 2011 **SAN DIEGO**
2:00 pm & 7:00 pm Al Bahr Shriners Center
5440 Kearny Mesa Road
San Diego, CA 92111

October 11, 2011 **CHULA VISTA**
2:00 pm & 7:00 pm Comfort Inn & Suites -
Admiral/Bay Room
632 E Street
Chula Vista, CA 91910

October 12, 2011 **EL CAJON**
2:00 pm & 7:00 pm El Cajon City Hall Council Chambers
200 East Main Street
El Cajon, CA 92020

October 13, 2011 **OCEANSIDE**
2:00 pm & 7:00 pm Civic Center Library Community Rooms
330 North Coast Highway
Oceanside, CA 92054

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The purpose of these PPHs is to accept public comment from customers of SDG&E regarding the proposed rate increases. Therefore, all interested persons who wish to attend and comment on SDG&E's GRC, are welcome to attend. Customer service representatives from SDG&E will be present at each site to assist with individual customer billing and service concerns.

SDG&E'S GRC REQUEST

SDG&E filed its GRC on December 15, 2010 and submitted testimony to support its request. In its GRC application, SDG&E requests a 2012 electric revenue increase of approximately \$238 million over 2010 revenues, and a 2012 gas revenue increase of approximately \$39 million over 2010 authorized revenues. On July 22, 2011, SDG&E revised its request and indicated that its 2012 electric revenue increase over 2011 authorized revenues would be approximately \$169 million over 2011 authorized revenues, and its 2012 gas revenue increase over 2011 authorized revenues would be approximately \$25 million. This represents an increase of 5.3% over 2011 system average electric rates, with an increase to a typical monthly residential electric bill of \$2.46. This represents an increase of 4.1% over 2011 system average gas rates, with an increase to a typical monthly residential gas bill of \$1.86.

SDG&E's application addresses costs needed to operate and provide electric and natural gas service to customers in a safe and reliable manner. Costs related to both electric distribution and gas transmission, distribution, and underground storage service, in addition to related operating and maintenance expenses, depreciation expenses, taxes, and return on invested capital are part of this case. The cost of the natural gas itself is not part of this case. Based on all the information presented in

this proceeding, the CPUC will determine reasonable rates for 2012. The CPUC will also decide on the reasonableness of SDG&E's proposed formula for adjusting its rates in 2013 through 2015.

INFORMATION REGARDING SDG&E'S GRC PROCEEDING

For more information about SDG&E's GRC application filing, you may write to Ron van der Leeden, Regulatory Affairs Department, San Diego Gas & Electric Company, 555 West Fifth Street, Los Angeles, CA 90013-1011. You may also view a copy of the application on SDG&E's website: <http://www.sdge.com/regulatory/A10-12-005.shtml>

Copies of this insert will be available for viewing and printing on the SDG&E website. Se llevarán a cabo audiencias públicas respecto a una propuesta de aumento de tarifas. Si desea mayor información acerca de estas audiencias, por favor llame a SDG&E al 1-858-654-1766.

THE CPUC PROCESS

If you are unable to attend these hearings, you can send public comments in writing to the Public Advisor's Office at the address noted below. Please provide the application filing number for SDG&E (A.10-12-005) on your letter. Public comments are circulated to the Commissioners and the assigned Administrative Law Judge for this proceeding. If you attend in person, the PPH locations are all wheelchair-accessible. If you need interpreters for language or for the hard of hearing, please contact the Public Advisor's Office at the following numbers at least five working days in advance of the meeting date.

Telephone: (415) 703-2074 or
toll-free: 1-866-849-8390

Teletype (TTY): (415) 703-5282 or
toll-free TTY: 1-866-836-7825

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