

If you would like to participate in the hearings and need assistance, or if you would like to send comments to the Commission, you may write to the Commission's 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. Any letters received from you will be circulated to each Commissioner and will become part of the formal correspondence file in this application. In your letter, state that your comments are regarding Application No. A.08-05-024.

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. A copy of this application may be inspected at the following SDG&E business offices:

436 H St.
Chula Vista, CA 91910

2405 Plaza Blvd.
National City, CA 91950

440 Beech St.
San Diego, CA 92101

104 North Johnson Ave.
El Cajon, CA 92020

336 Euclid Ave.
Suite 502
San Diego, CA 92102

320 West Mission Ave.
Escondido, CA 92025

3485 Marron Rd.
Oceanside, CA 92056

The application is available electronically on SDG&E's Web site at www.sdge.com/regulatory/tariff/cpuc_openProceedings.shtml.

Copies of this insert will be available for viewing and printing on the SDG&E Web site at www.sdge.com/tariff/inserts.

SAN DIEGO GAS & ELECTRIC COMPANY NOTICE OF FILING OF LOW-INCOME PROGRAM APPLICATION NO. A.08-05-024

On May 15, 2008, San Diego Gas & Electric Company (SDG&E®) filed with the California Public Utilities Commission (CPUC or Commission) its request for approval of proposed funding of Program Years 2009-2011 for the Low-Income Energy Efficiency (LIEE) Program and administrative costs associated with the California Alternate Rates for Energy Program (CARE). These programs are directed at assisting qualified low-income customers with their energy bills and helping customers use energy more efficiently. SDG&E seeks approval of funding in the amounts of \$23.936 million, \$24.024 million and \$23.934 million for 2009, 2010 and 2011, respectively.

If the Commission approves the 2009-2011 LIEE and CARE proposed budgets, SDG&E will adjust rates to reflect authorization of increased costs. Electric rates will increase by \$4.738 million in 2009, by \$4.838 million in 2010 and by \$4.463 million in 2011, compared to present rates to fully fund the 2009-2011 authorized programs. Gas rates will increase by \$3.141 million in 2009, by \$3.129 million in 2010 and by \$2.875 million in 2011, compared to present rates to fully fund the 2009-2011 programs authorized by the Commission. SDG&E requests that the proposed electric and gas rates and revenue requirement increases become effective on January 1, 2009, or as soon thereafter as possible.

The tables below show the 2009-2011 electric and gas rate impacts compared to present rates for only the proposed PPP surcharge portion of the total bill.

San Diego Gas & Electric® Low-Income Programs - Electric PPP Surcharge Class Average Rate Changes 2009

Customer Class	2008 ¢/kWh	2009 ¢/kWh	Change	
(a)	(b)	(c)	¢ (d)	% (e)
Residential	15.575	15.611	0.036	0.23%
Small Commercial	15.968	16.004	0.036	0.23%
Med. & Large Commercial/Industrial	13.569	13.605	0.036	0.27%
Agriculture	15.649	15.685	0.036	0.23%
Street Lighting	14.722	14.722	0.000	0.00%
System Total	14.528	14.563	0.035	0.24%



**San Diego Gas & Electric
Low-Income Programs - Electric
PPP Surcharge Class Average Rate Changes 2010**

Customer Class	2008		2010		Change	
	¢/kWh	¢/kWh	¢	%		
(a)	(b)	(c)	(d)	(e)		
Residential	15.575	15.612	0.037	0.23%		
Small Commercial	15.968	16.005	0.037	0.23%		
Med. & Large Commercial/Industrial	13.569	13.606	0.037	0.27%		
Agriculture	15.649	15.686	0.037	0.23%		
Street Lighting	14.722	14.722	0.000	0.00%		
System Total	14.528	14.564	0.036	0.24%		

**San Diego Gas & Electric
Low-Income Programs - Electric
PPP Surcharge Class Average Rate Changes 2011**

Customer Class	2008		2011		Change	
	¢/kWh	¢/kWh	¢	%		
(a)	(b)	(c)	(d)	(e)		
Residential	15.575	15.610	0.035	0.22%		
Small Commercial	15.968	16.003	0.035	0.22%		
Med. & Large Commercial/Industrial	13.569	13.604	0.035	0.26%		
Agriculture	15.649	15.684	0.035	0.22%		
Street Lighting	14.722	14.722	0.000	0.00%		
System Total	14.528	14.562	0.034	0.23%		

The monthly summer bill for a typical residential customer living in the inland climate zone using 500 kWh will change from \$70.61 at present rates to \$70.72 in 2009, \$70.72 in 2010, and \$70.72 in 2011, respectively. This represents a 0.2% increase over the three-year program period.

**San Diego Gas & Electric
Low-Income Programs - Gas
PPP Surcharge Class Average Rate Changes 2009**

Customer Class	CARE Customers			Non-CARE Customers		
	2008	2009	% Change	2008	2009	% Change
(a)	¢/th	¢/th	%	¢/th	¢/th	%
	(b)	(c)	(d)	(e)	(f)	(g)
<u>Core</u>						
Residential	2.448	3.231	32.0%	5.002	6.411	28.2%
Commercial/Industrial	3.244	3.598	10.9%	5.798	6.778	16.9%
Natural Gas Vehicle	N/A			2.831	3.569	26.1%
<u>Noncore</u>						
Commercial/Industrial	N/A			6.074	7.087	16.7%

**San Diego Gas & Electric
Low-Income Programs - Gas
PPP Surcharge Class Average Rate Changes 2010**

Customer Class	CARE Customers			Non-CARE Customers		
	2008	2010	% Change	2008	2010	% Change
(a)	¢/th	¢/th	%	¢/th	¢/th	%
	(b)	(c)	(d)	(e)	(f)	(g)
<u>Core</u>						
Residential	2.448	3.222	31.6%	5.002	6.520	30.3%
Commercial/Industrial	3.244	3.596	10.8%	5.798	6.894	18.9%
Natural Gas Vehicle	N/A			2.831	3.685	30.2%
<u>Noncore</u>						
Commercial/Industrial	N/A			6.074	7.202	18.6%

**San Diego Gas & Electric
Low-Income Programs - Gas
PPP Surcharge Class Average Rate Changes 2011**

Customer Class	CARE Customers			Non-CARE Customers		
	2008	2011	% Change	2008	2011	% Change
(a)	¢/th	¢/th	%	¢/th	¢/th	%
	(b)	(c)	(d)	(e)	(f)	(g)
<u>Core</u>						
Residential	2.448	3.154	28.8%	5.002	6.565	31.3%
Commercial/Industrial	3.244	3.576	10.2%	5.798	6.987	20.5%
Natural Gas Vehicle	N/A			2.831	3.788	33.8%
<u>Noncore</u>						
Commercial/Industrial	N/A			6.074	7.294	20.1%

The average monthly residential bill of 33 therms will change from \$43.33 at present rates to \$43.79 in 2009, \$43.83 in 2010, and \$43.84 in 2011, respectively. This represents a 1.2% increase over the three-year program period.

THE CPUC WILL HOLD EVIDENTIARY HEARINGS

The CPUC may hold evidentiary hearings at which the parties of record present their proposals in testimony and are subject to cross-examination before an Administrative Law Judge. These hearings 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, the Commission will issue a decision. The Commission may approve expenditures that differ from those we request. The actual rates may result in changes greater or less than those described in this notice.

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