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Copies of this application are available on the SDG&E Web site at: www.sdge.com/regulatory/cpuc.shtml.

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SAN DIEGO GAS & ELECTRIC COMPANY

NOTIFICATION OF ELECTRIC RATE DESIGN WINDOW APPLICATION APPLICATION NO. A.08-11-014

On November 14, 2008, San Diego Gas & Electric Company (SDG&E®) filed its Electric Rate Design Window Application (A.08-11-014) with the California Public Utilities Commission (CPUC) seeking approval to change certain rates for our customers. A window application means the company is requesting to update its rate design that was authorized in D.08-02-034. The application proposes no changes to total revenue but proposes new revenue allocations and rate design that changes how we allocate costs among our customers. Utility charges on your bill include revenues for distribution (the process of delivering energy at the local level) and energy. Both distribution and energy rates are changed in this application. If approved as filed, SDG&E customers would see the following changes:

EFFECT ON ELECTRIC RATES AND BILLS

If the CPUC approves SDG&E's request, a typical residential customer living in the inland climate zone and using 500 kWh per month will see a monthly winter bill increase beginning in approximately November 2009 of 1.6%, or \$1.15 (date to be determined by the CPUC). A typical monthly electric bill will increase from \$73.05 to \$74.19. The percentages shown do not necessarily reflect the changes that you may see in your bill. Changes in individual bills will depend on how much energy each customer uses.

The following chart shows the electric rate changes SDG&E is requesting for 2009.

Proposed Electric Rate Change

Customer Class	Proposed Revenue Change (\$000)	Percentage Revenue Change	Proposed Average Rate Change (cents/kWh)	Percentage Rate Change
Residential	(\$24,831)	-1.8%	(0.317)	-1.8%
Small Commercial	(\$6,295)	-1.7%	(0.301)	-1.7%
Medium < 500 kW				
Commercial/Industrial	(\$3,363)	-0.4%	(0.042)	-0.3%
Large > 500 kW				
Commercial/Industrial	(\$4,814)	-1.1%	(0.183)	-1.4%
Agriculture	(\$130)	-0.9%	(0.144)	-0.9%
Lighting	(\$288)	-1.7%	(0.259)	-1.7%
System Total	(\$39,721)	-1.3%	(0.209)	-1.3%

EVIDENTIARY HEARINGS

The CPUC may hold evidentiary hearings whereby formal parties of record provide testimony and are subject to cross-examination before the CPUC's 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 their own court reporters who will take the comments of those formal parties of record participating in the evidentiary hearings. The Division of Ratepayer Advocates (DRA) consists of engineers, accountants, economists and attorneys who independently evaluate the proposals of utilities for rate changes and present their analyses and recommendations for the CPUC at evidentiary hearings. Once hearings are completed the ALJ will

consider all of the evidence presented and release the draft decision. The CPUC may approve the proposed requests of SDG&E, approve the draft decision by the ALJ or may approve an alternate decision filed by a CPUC Commissioner. In its final decision, the CPUC can accept, reject or modify the recommendations of any party.

CPUC PROCESS

If you would like additional information, or if you would like to send comments to the CPUC, you may write to the CPUC'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. All letters received from consumers are circulated to each Commissioner and assigned ALJ and will become part of the formal correspondence file in this application. When writing a letter or sending an e-mail, please refer to Application No. 08-11-014.

FOR FURTHER INFORMATION

You may request additional information or obtain a copy of the application and related exhibits by writing to: Carol Manson, Regulatory Case Administrator for SDG&E, 8330 Century Park Court CP32D, San Diego, CA 92123. SDG&E will provide a copy of the application, including the public testimony, upon request. SDG&E's application and attachments may be inspected at the CPUC's Central Files Office, 505 Van Ness Avenue, San Francisco, CA 94102. A copy of the application and amendments may be inspected at the SDG&E business offices in the following list:

(Continued on back)