Mailed 12/17/98

ALJ/BDP/sid *

Decision 98-12-061 December 17, 1998

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

San Diego Gas & Electric Company, to report assessments of materials and supplies inventories and to establish principles necessary to appraise retained assets.

Application 98-05-041 (Filed May 1, 1998)

ORDER PURSUANT TO RULE 6.5 OF THE RULES OF PRACTICE AND PROCEDURE

Rule 6.5 of the Rules of Practice and Procedure concerning changes in the need for hearing or preliminary categorization of a proceeding provides that

(b) If the assigned Commissioner, pursuant to Rules 6(a)(3), 6(c)(2), or 6(d), changes the preliminary determination on need for hearing, the assigned Commissioner's ruling shall be placed on the Commission's Consent Agenda for approval of that change.

Pursuant to Rule 6.1, the Commission has preliminarily determined in Resolution ALJ 176-2994 dated June 4, 1998, that the above-entitled matter is a ratesetting proceeding that was expected to go to hearing. By an assigned Commissioner's ruling dated November 20, 1998, the assigned Commissioner, Commissioner P. Gregory Conlon, found that the need for hearing determination should be changed.

We have considered our preliminary determinations in this matter and the assigned Commissioner's ruling.

IT IS ORDERED that:

1. This proceeding does not require that hearings be held.

2. Under Rule 6.6, this order is a final determination that a hearing is not needed in this proceeding.

-1-

32121

3. Ex parte communications shall be permitted, as provided in Rule 7(e). In all other respects, the rules and procedures in Article 2.5 of the Commission's Rules shall cease to apply to this proceeding. However, the proposed schedule and scope of issues contained in the scoping memo shall continue to apply.

-2-

This order is effective today.

Dated December 17, 1998, at San Francisco, California.

RICHARD A. BILAS President P. GREGORY CONLON JESSIE J. KNIGHT, JR. HENRY M. DUQUE JOSIAH L. NEEPER Commissioners