Application No: Exhibit No.: Witness:	A. 11-11-002 Steve Watson		
Electric Compan Gas Company (U Their Rates Effect	the Application of San Diego y (U 902 G) and Southern Ca J 904 G) for Authority to Rev ctive January 1, 2013, in The llocation Proceeding.	alifornia) vise)	A.11-11-002 (Filed November 1, 2011)

REVISED SUPPLEMENTAL DIRECT TESTIMONY

OF STEVE WATSON

SAN DIEGO GAS & ELECTRIC COMPANY

AND

SOUTHERN CALIFORNIA GAS COMPANY

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

March 15, 2013

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The purpose of this supplemental direct testimony is to update my direct testimony in response to the direction provided by Commissioner Florio in his February 24, 2012 Assigned Commissioner's Scoping Memo and Ruling (Scoping Memo). Specifically, this supplemental testimony explains and justifies the storage capacity allocation pursuant to D.08-12-020 (Issue 4).

II. STORAGE CAPACITY ALLOCATION

In its protest, Long Beach seeks confirmation that SoCalGas does not propose to change the Commission's storage allocations made in D.08-12-020.² SoCalGas hereby confirms that we are not proposing to change the storage allocations adopted by the Commission in D.08-12-020.³

This concludes my supplemental direct testimony.

¹ Page 10 of the Scoping Memo identifies seven issues/topic areas where intervenors have requested additional justification and calculations, and directs SoCalGas and SDG&E to update and expand their testimony and workpapers to address the concerns identified in the protests.

² Long Beach Protest at 2.

³ SoCalGas also sent Long Beach a letter providing this same confirmation on January 13, 2012.