EXHIBIT 12.1

SAN DIEGO GAS & ELECTRIC COMPANY COMPUTATION OF RATIO OF EARNINGS TO COMBINED FIXED CHARGES AND PREFERRED STOCK DIVIDENDS

(Dollars in millions)

	1999		2000		2001		2002		2003		Nine months ended September 30, 2004	
Fixed Charges and Preferred Stock Dividends:											•	<u> </u>
Interest	\$	131	\$	119	\$	96	\$	83	\$	78	\$	54
Interest portion of annual rentals		5		3		3		4		3		2
Total fixed charges		136		122		99		87		81		56
Preferred stock dividends (1)		10		13		11		9		9		8
Combined fixed charges and preferred stock dividends for purpose of ratio	\$	<u> 146</u>	\$	135	\$	110	\$	96	\$	90	\$	64
Earnings:												
Pretax income from continuing operations	\$	325	\$	295	\$	324	\$	300	\$	488	\$	272
Total fixed charges (from above)		136		122		99		87		81		56
Less: interest capitalized		1		3		1		11		1		1
Total earnings for purpose of ratio	\$	460	\$	414	\$	422	\$	386	\$	568	\$	327
Ratio of earnings to combined fixed charges and preferred stock dividends		3.15		3.07		3.84		4.02		6.31		5.11

⁽¹⁾ In computing this ratio, "Preferred stock dividends" represents the before-tax earnings necessary to pay such dividends, computed at the effective tax rates for the applicable periods