

**EXHIBIT 12.1**  
**SAN DIEGO GAS & ELECTRIC COMPANY**  
**COMPUTATION OF RATIO OF EARNINGS TO COMBINED FIXED CHARGES**  
**AND PREFERRED STOCK DIVIDENDS**  
(Dollars in millions)

	2000	2001	2002	2003	2004	Quarter ended March 31, 2005
Fixed Charges and Preferred Stock Dividends:						
Interest	\$ 119	\$ 96	\$ 83	\$ 78	\$ 71	\$ 17
Interest portion of annual rentals	3	3	2	2	2	1
Total fixed charges	122	99	85	80	73	18
Preferred stock dividends (1)	13	11	9	9	8	1
Combined fixed charges and preferred stock dividends for purpose of ratio	<u>\$ 135</u>	<u>\$ 110</u>	<u>\$ 94</u>	<u>\$ 89</u>	<u>\$ 81</u>	<u>\$ 19</u>
Earnings:						
Pretax income from continuing operations	\$ 295	\$ 324	\$ 300	\$ 488	\$ 361	\$ 87
Total fixed charges (from above)	122	99	85	80	73	18
Less: interest capitalized	3	1	1	1	1	0
Total earnings for purpose of ratio	<u>\$ 414</u>	<u>\$ 422</u>	<u>\$ 384</u>	<u>\$ 567</u>	<u>\$ 433</u>	<u>\$ 105</u>
Ratio of earnings to combined fixed charges and preferred stock dividends	<u>3.07</u>	<u>3.84</u>	<u>4.09</u>	<u>6.37</u>	<u>5.35</u>	<u>5.53</u>

(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