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Large accelerated filer Accelerated filer Non-accelerated filer

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes No

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Common stock outstanding on April 30, 2007: 263,809,644

INFORMATION REGARDING FORWARD-LOOKING STATEMENTS

This Quarterly Report contains statements that are not historical fact and constitute forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. The words "estimates," "believes," "expects," "anticipates," "plans," "intends," "may," "could," "would" and "should" or similar expressions, or discussions of strategy or of plans are intended to identify forward-looking statements. Forward-looking statements are not guarantees of performance. They involve risks, uncertainties and assumptions. Future results may differ materially from those expressed in these forward-looking statements.

Forward-looking statements are necessarily based upon various assumptions involving judgments with respect to the future and other risks, including, among others, local, regional, national and international economic, competitive, political, legislative and regulatory conditions and developments; actions by the California Public Utilities Commission, the California State Legislature, the California Department of Water Resources, the Federal Energy Regulatory Commission and other environmental and regulatory bodies in the United States and other countries; capital markets conditions, inflation rates, interest rates and exchange rates; energy and trading markets, including the timing and extent of changes in commodity prices; the availability of natural gas and liquefied natural gas; weather conditions and conservation efforts; war and terrorist attacks; business, regulatory, environmental and legal decisions and requirements; the status of deregulation of retail natural gas and electricity delivery; the timing and success of business development efforts; the resolution of litigation; and other uncertainties, all of which are difficult to predict and many of which are beyond the control of the company. Readers are cautioned not to rely unduly on any forward-looking statements and are urged to review and consider carefully the risks, uncertainties and other factors which affect the company's business described in this report and other reports filed by the company from time to time with the Securities and Exchange Commission.

PART I. FINANCIAL INFORMATION

ITEM 1. CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SEMPRA ENERGY

STATEMENTS OF CONSOLIDATED INCOME

(Dollars in millions, except per share amounts)	Three months ended	
	2007	2006
		(unaudited)
OPERATING REVENUES		
Sempra Utilities	\$ 2,059	\$ 2,128
Sempra Global and parent	945	1,208
Total operating revenues	3,004	3,336
OPERATING EXPENSES		
Sempra Utilities:		
Cost of natural gas	1,050	1,130
Cost of electric fuel and purchased power	149	210
Sempra Global and parent:		
Cost of natural gas, electric fuel and purchased power	336	298
Other cost of sales	319	376
Other operating expenses	633	676
Depreciation and amortization	169	157
Franchise fees and other taxes	81	77
Total operating expenses	2,737	2,924
Operating income	267	412
Other income, net	11	4
Interest income	26	14
Interest expense	(70)	(96)
Preferred dividends of subsidiaries	(2)	(2)
Income from continuing operations before income taxes and equity in earnings of certain unconsolidated subsidiaries	232	332
Income tax expense	63	108
Equity in earnings of certain unconsolidated subsidiaries	58	10
Income from continuing operations	227	234

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Discontinued operations, net of income tax	1	21
Net income	\$ 228	\$ 255
Basic earnings per share:		
Income from continuing operations	\$ 0.88	\$ 0.92
Discontinued operations, net of income tax	--	0.08
Net income	\$ 0.88	\$ 1.00
Weighted-average number of shares outstanding (thousands)	259,459	254,257
Diluted earnings per share:		
Income from continuing operations	\$ 0.86	\$ 0.90
Discontinued operations, net of income tax	--	0.08
Net income	\$ 0.86	\$ 0.98
Weighted-average number of shares outstanding (thousands)	263,996	259,251
Dividends declared per share of common stock	\$ 0.31	\$ 0.30

See Notes to Condensed Consolidated Financial Statements.

SEMPRA ENERGY
CONSOLIDATED BALANCE SHEETS

(Dollars in millions)	March 31, 2007	December 31, 2006
	(unaudited)	
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 1,658	\$ 920
Restricted cash	1	4
Trade accounts receivable, net	821	938
Other accounts and notes receivable, net	96	97
Deferred income taxes	376	270
Interest receivable	7	40
Trading-related receivables and deposits, net	2,452	3,047
Derivative trading instruments	3,332	4,068
Commodities owned	1,399	1,845
Inventories	111	215
Regulatory assets	143	193
Other	275	317
Current assets of continuing operations	10,671	11,954
Current assets of discontinued operations	60	62
Total current assets	10,731	12,016
Investments and other assets:		
Regulatory assets arising from fixed-price contracts and other derivatives	339	353
Regulatory assets arising from pension and other postretirement benefit obligations	367	356
Other regulatory assets	462	472
Nuclear decommissioning trusts	710	702
Investments	1,138	1,086
Sundry	791	789
Total investments and other assets	3,807	3,758
Property, plant and equipment:		

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Property, plant and equipment	19,323	18,916
Less accumulated depreciation and amortization	(5,837)	(5,741)
Property, plant and equipment, net	13,486	13,175
Total assets	\$ 28,024	\$ 28,949

See Notes to Condensed Consolidated Financial Statements.

SEMPRA ENERGY
CONSOLIDATED BALANCE SHEETS

(Dollars in millions)	March 31, 2007	December 31, 2006
	(unaudited)	
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Short-term debt	\$ 101	\$ 252
Accounts payable - trade	892	1,432
Accounts payable - other	121	155
Income taxes payable	114	9
Trading-related payables	2,769	3,211
Derivative trading instruments	2,450	2,304
Commodities sold with agreement to repurchase	144	537
Dividends and interest payable	153	145
Regulatory balancing accounts, net	457	332
Fixed-price contracts and other derivatives	55	87
Current portion of long-term debt	656	681
Other	1,283	1,197
Current liabilities of continuing operations	9,195	10,342
Current liabilities of discontinued operations	5	7
Total current liabilities	9,200	10,349
Long-term debt	4,520	4,525
Deferred credits and other liabilities:		
Due to unconsolidated affiliate	162	162
Customer advances for construction	124	126
Pension and other postretirement benefit obligations, net of plan assets	622	609
Deferred income taxes	378	412
Deferred investment tax credits	66	67
Regulatory liabilities arising from removal obligations	2,353	2,330
Asset retirement obligations	1,187	1,128
Other regulatory liabilities		