

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report

(Date of earliest event reported): March 26, 1998

Commission File Number	Exact name of Registrant as specified in its charter	State of Incorporation	IRS Employer Identification Number
1-11439	ENOVA CORPORATION	California	33-0643023
1-3779	SAN DIEGO GAS & ELECTRIC COMPANY	California	95-1184800

101 ASH STREET, SAN DIEGO, CALIFORNIA 92101
(Address of principal executive offices) (Zip Code)

Registrants' telephone number, including area code (619) 696-2000

(Former name or former address, if changed since last report.)

FORM 8-K

Item 5. Other Events

On March 26, 1998 the California Public Utilities Commission (CPUC) approved the merger between Enova Corporation and Pacific Enterprises. In approving the merger, the CPUC found that the combination will benefit the state and local economies and customers, maintain or improve the financial condition of the utilities and quality of management, and be fair to employees and shareholders. The decision calls for sharing of net merger synergy savings between customers and shareholders for a 5-year period, leaving the proper treatment of savings after five years to a future commission, rather than resolving the sharing for the initial 10-year period as requested by Enova and Pacific Enterprises. In addition, the decision requires, among other things, the divestiture by San Diego Gas & Electric, a subsidiary of Enova, of its gas-fired generation units (already in progress) and sale by Southern California Gas Company, a subsidiary of Pacific Enterprises, of its options to purchase those portions of the Kern

River and Mojave Pipeline gas-transmission facilities within California by September 1, 1998. Both Enova and Pacific Enterprises have completed a thorough review of the decision and will proceed as planned with the merger. Final regulatory approvals still must come from the Federal Energy Regulatory Commission and the Securities and Exchange Commission.

Item 7. Financial Statements and Exhibits

(c) Exhibits

99.1 Joint Enova Corporation - Pacific Enterprises News Release concerning the approval of the Enova - Pacific Enterprises merger by the California Public Utilities Commission.

99.2 Joint Enova Corporation - Pacific Enterprises News Release concerning the companies' joint statement on the CPUC's merger decision.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrants have duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

ENOVA CORPORATION
(Registrant)

Date: March 27, 1998

By: /s/ F.H. Ault

F.H. Ault
Vice President and Controller

and
SAN DIEGO GAS & ELECTRIC COMPANY
(Registrant)

Date: March 27, 1998

By: /s/ F.H. Ault

F.H. Ault
Vice President, Chief Financial
Officer, Controller and Treasurer

Media Contacts:
Doug Kline
Enova Corporation
(619) 696-4292
Web Page: <http://www.enova.com>

Analyst Contacts:
Mark Fisher
Enova Corporation
(619) 696-4897

Clem Teng
Pacific Enterprises
(213) 244-3966

Mike Mizrahi
Pacific Enterprises
(213) 244-3030
Web page: <http://www.pacent.com>

ENOVA CORPORATION-PACIFIC ENTERPRISES MERGER WINS CPUC APPROVAL

LOS ANGELES and SAN DIEGO, March 26, 1998 -- The proposed \$6.6 billion merger between Pacific Enterprises and Enova Corporation today won approval from the California Public Utilities Commission (CPUC).

"We are very pleased that the CPUC has approved our merger and found that it is in the public interest," said Richard D. Farman, president and chief operating officer of Pacific Enterprises, parent company of Southern California Gas Company. "We would have preferred adoption of our 10-year savings period because it provides more certainty to customers and shareholders than the five-year period adopted by the Commission."

"This is a significant milestone in the approval process for our merger," said Stephen L. Baum, chairman and chief executive officer of Enova Corporation. "Both companies now must review the Commission's decision in its totality."

In its decision, the commission found that the merger satisfied the key criteria: that it will benefit the state and local economies and customers, maintain or improve the financial condition of the utilities and quality of management, and be fair to employees and shareholders.

- more -

Merger Wins CPUC Approval/Page 2

Additional elements of the decision include:

- Required divestiture by SDG&E of its gas-fired generation units -- which is already in progress -- and sale by Southern California Gas Company of its options to purchase those portions of the Kern River and Mojave Pipeline gas transmission facilities within California by Sept. 1, 1998. These options are not exercisable until the year 2012.

- Acknowledgement that the merger will have no significant effect on the environment under the California Environmental Quality Act, and a Negative Declaration has been adopted.

- Allowance of \$148 million in costs to achieve the merger, rather than the \$202 million originally sought by the companies. The difference relates to transaction costs for investment bankers, employee retention and communications.

Final regulatory approvals still must be gained from the Federal Energy Regulatory Commission (FERC) -- which already conditionally approved the merger June 25, 1997 -- and the Securities and Exchange Commission.

Based on stock closing prices yesterday, the deal has a market value of \$6.6 billion.

In October 1996, Pacific Enterprises and Enova Corporation jointly announced an agreement to combine their companies. The shareholders of both companies approved the merger March 11, 1997. The Nuclear Regulatory Commission approved the merger Aug. 29, 1997. The California State Attorney General's office issued a favorable advisory opinion on the merger Nov. 21, 1997. The U.S. Department of Justice approved the merger March 9, 1998.

Enova Corporation (NYSE: ENA), based in San Diego, is a leading energy management company providing electricity, gas and value-added products and services in the United States and Mexico. Enova is the parent company of San Diego Gas & Electric Company (SDG&E), Enova International, Enova Financial, Califia and Pacific Diversified

Capital. SDG&E has 1.2 million electric meters and 715,000 natural gas meters, serving 3 million consumers in San Diego and southern Orange counties.

- more -

Pacific Enterprises (NYSE: PET) is a Los Angeles-based energy-services company, whose Southern California Gas Co. unit is the nation's largest natural gas distributor, with 4.8 million natural gas meters serving 18 million consumers. Pacific Enterprises also has interstate and offshore natural gas pipelines, centralized heating and cooling facilities and natural gas distribution operations in Latin America.

Enova Corporation and Pacific Enterprises jointly own Energy Pacific, a retail energy-services marketing company, and Sempra Energy Trading, a wholesale energy commodity trading firm.

#

Media Contacts:

Doug Kline
Enova Corporation
(619) 696-4292
Web Page: <http://www.enova.com>

Analyst Contacts:

Mark Fisher
Enova Corporation
(619) 696-4897

Mike Mizrahi
Pacific Enterprises
(213) 244-3030
Web page: <http://www.pacent.com>

Clem Teng
Pacific Enterprises
(213) 244-3966

ENOVA CORPORATION-PACIFIC ENTERPRISES
JOINT STATEMENT ON CPUC MERGER DECISION

LOS ANGELES and SAN DIEGO, March 26, 1998 -- Pacific Enterprises and Enova Corporation have issued the following additional statement about today's California Public Utilities Commission (CPUC) decision on their proposed merger:

"Both of our companies have completed a thorough review of the CPUC's March 26, 1998, decision approving our merger. Overall, the decision provides substantial benefits to all of our stakeholders, including shareholders and customers, and we will proceed as planned with our merger. We expect all remaining regulatory approvals to be gained and the new company formed by our merger -- Sempra Energy -- to be operational this summer."

Final regulatory approvals still must be gained from the Federal Energy Regulatory Commission (FERC) -- which already conditionally approved the merger June 25, 1997 -- and the Securities and Exchange Commission.

Based on stock closing prices yesterday, the merger deal has a market value of \$6.6 billion.

In October 1996, Pacific Enterprises and Enova Corporation jointly announced an agreement to combine their companies. The shareholders of both companies approved the merger March 11, 1997. The Nuclear Regulatory Commission approved the merger Aug. 29, 1997. The California State Attorney General's office issued a favorable advisory opinion on the merger Nov. 21, 1997. The U.S. Department of Justice approved the merger March 9, 1998.

- more -

Joint Statement on CPUC Merger Decision/Page 2

Enova Corporation (NYSE: ENA), based in San Diego, is a leading energy management company providing electricity, gas and value-added products and services in the United States and Mexico. Enova is the parent company of San Diego Gas & Electric Company (SDG&E), Enova International, Enova Financial, Califia and Pacific Diversified Capital. SDG&E has 1.2 million electric meters and 715,000 natural gas meters, serving 3 million consumers in San Diego and southern Orange counties.

Pacific Enterprises (NYSE: PET) is a Los Angeles-based energy-services company, whose Southern California Gas Co. unit is the nation's largest natural gas distributor, with 4.8 million natural gas meters serving 18 million consumers. Pacific Enterprises also has interstate and offshore natural gas pipelines, centralized heating and cooling facilities and natural gas distribution operations in Latin America.

Enova Corporation and Pacific Enterprises jointly own Energy Pacific, a retail energy-services marketing company, and Sempra Energy Trading, a wholesale energy commodity trading firm.

#