

**PACIFIC GAS AND ELECTRIC COMPANY
General Rate Case 2011 Phase I
Application 09-12-020
Data Response**

PG&E Data Request No.:	DRA_203-02		
PG&E File Name:	GRC2011-Ph-I_DR_DRA_203-Q02		
Request Date:	March 12, 2010	Requester DR No.:	DRA-203-DFB
Date Sent:	March 24, 2010	Requesting Party:	DRA
PG&E Witness:	Mark Hughes	Requester:	Donna-Fay Bower

EXHIBIT REFERENCE: PG&E-6, CHAPTER 7

SUBJECT: SAFETY, HEALTH AND CLAIMS DEPARTMENT AND OTHER COSTS

QUESTION 2

Safety Engineering & Health Services: Forecast for 2010 and 2011 was \$8,603,400 and \$12,601,975, respectfully, in the NOI and \$8,101,100 and \$13,151,862, respectively in the application. Please provide a detailed explanation and supporting calculations on the change in forecast.

ANSWER 2

- A. **2010 Changes:** PG&E went through a recalculation of 2010 forecasts due to changes in the 2010 expense budget. The \$502,300 in reductions for 2010 include:
- i. \$450,000 reduction in SE&HS Programs
 - 1. \$350,000 from Smith Driver's Training
 - 2. \$100,000 from PG&E Wellness initiatives
 - ii. \$48,000 reduction in vehicle costs.
 - iii. Various minor changes due to using more up-to-date financial data.
- B. **2011 Changes:** Please note: the NOI figure for SE&HS in 2011 is \$13,601,975 (as opposed to \$12,601,975 listed above). The difference between the Application and NOI is \$450,000. This adjustment is due to the transfer of \$450,000 from SE&HS to Public Safety due to a correction in the NOI financials for each group. See question 4 of this data request to see the corresponding increase for Public Safety.