

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

PG&E Data Request No.:	DRA_203-03		
PG&E File Name:	GRC2011-Ph-I_DR_DRA_203-Q03		
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 3**

**Workers Compensation:** Forecast for 2010 and 2011 was \$7,095,599 and \$8,206,444, respectfully, in the NOI and \$6,973,965 and \$8,125,359, respectively in the application. Please provide a detailed explanation and supporting calculations on the change in forecast.

**ANSWER 3**

- A. **2010 Changes:** PG&E went through a recalculation of 2010 forecasts due to changes in the 2010 expense budget. The Workers Compensation group eliminated 5 FTEs as a part of this exercise and increased the contract budget to offset this reduction. The \$121,634 in reductions for 2010 include:
- i. \$453, 831 reduction in labor
  - ii. \$335,722 increase in contracts
- B. **2011 Changes:** For 2011, the reduction is due to an update to the vacancy plan analysis. The Workers Comp Vacancy savings for the NOI were \$12,331, and in the Application showed a savings of \$93,583. This adjustment was to ensure consistency in the vacancy savings amount.