

March 23, 2010

Redacted

Manager, Retirement Programs
Pacific Gas & Electric Company
245 Market Street, Redacted
San Francisco, CA 94105

Dear Redacted

**PACIFIC GAS AND ELECTRIC TEST YEAR 2011 GRC — DATA REQUEST
NUMBER DRA-194-DFB (ITEM #6)**

Per your request, we have prepared the following response to data request number DRA-194-DFB, item 6 regarding the calculation of the Corporation employees transferring to the Utility described in response to DRA-006, Q20.

- 6. In response to DRA-006, Q 20, PG&E states that “A total of 183 employees transferred from the Corporation to the Utility in 2009. The impact of the transfer of Corporation employees to the Utility is calculated by taking the percentage of Corporation employees transferring to the Utility and applying that percentage to the total 2009 project Corporation costs.” What 2009 projected Corporation costs is PG&E referring to?**

PG&E's 2009 projected costs (including medical, dental, and vision costs) are calculated by projecting the 2008 average per employee cost for Utility and Corporation combined and then multiplying by the total number of Corporation employees.

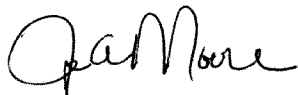
The following exhibit provides details of this calculation:

GRC2011-Ph-I_DR_DRA_194-Q06Atch01

Total 2009 Corporation Employees (equals average number of (1) Corp Ees in 2008)	215
(2) 2008 Per Employee Per Year Health Care Cost for Corporation and Utility Employees	\$12,550
(3) Total 2009 Corporation Projected Per Employee Per Year Costs= (2) * 1.095*	\$13,740
(4) Total 2009 Corporation Projected Costs= (3) *(1) (rounded to nearest \$10K)	\$2,954,000

*9.5% is the projected increase in health care costs between 2008 and 2009 shown in Table 1, Row 1 of the Trend Letter to you on November 3, 2009.

Sincerely,



Jean Moore

cc:

Eric Sock — Towers Watson/Denver
Elodie Marchalot — Towers Watson/San Francisco