

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

PG&E Data Request No.:	DRA_182-03		
PG&E File Name:	GRC2011-Ph-I_DR_DRA_182-Q03		
Request Date:	March 8, 2010	Requester DR No.:	DRA-182-DFB
Date Sent:	March 31, 2010	Requesting Party:	DRA
PG&E Witness:	Linda Cheng	Requester:	Donna Fay Bower

**SUBJECT: PG&E CORPORATION CHAIRMAN OF THE BOARD, CHIEF EXECUTIVE OFFICER  
AND PRESIDENT'S OFFICE, PACIFIC GAS AND ELECTRIC COMPANY PRESIDENT'S  
OFFICE, AND CORPORATE SECRETARY DEPARTMENT COSTS**

**QUESTION 3**

In addition, PG&E uses an escalation rate of 1.5% but does not indicate the source of the escalation rate. Please provide the supporting documentation for this escalation rate. In addition, please provide a detail explanation for escalating the Director Compensation and Expenses.

**ANSWER 3**

The Corporate Secretary department staff estimate was based on the low rate of inflation at the time the information was being prepared. There is no supporting documentation for this rate.