

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

PG&E Data Request No.:	DRA_204-07		
PG&E File Name:	GRC2011-Ph-I_DR_DRA_204-Q07		
Request Date:	March 12, 2010	Requester DR No.:	DRA-204-DFB
Date Sent:	March 22, 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 7

Workers Compensation Section: In response to DRA-067-Q36, PG&E provided a breakdown of Worker's Compensation Reserve for 2004 through 2008. Please provide a similar breakdown for 2009.

ANSWER 7

PG&E objects to this question on the grounds that it asks for actual 2009 data while PG&E's 2011 GRC request is based on 2008 recorded data. Notwithstanding the foregoing, and without waiving PG&E's right to object to the admissibility of the requested information into evidence, PG&E responds as follows:

PG&E includes its workers' compensation future liabilities on its balance sheet. PG&E requests rate recovery of its WC expenditures on a pay-as-you-go basis, and is not seeking recovery of accruals of its EFL beyond the pay-as-you-go amount.

PG&E includes an estimated discounted liability on its balance sheet. The liability is adjusted yearly. Here is the history of the booked liability from 2004 through 2009.

	2004	2005	2006	2007	2008	2009
Beginning Year Outstanding Liabilities (discounted)	217,406	226,136	210,660	207,826	234,207	268,448
Change in ultimate losses for prior years	6,287	(6,184)	1,035	18,021	4,638	10,210
Losses paid in current year	(39,062)	(34,163)	(34,484)	(34,124)	(33,648)	(31,844)
Change in effect of discount rate for prior years	6,496	732	6,038	15,909	32,470	(15,755)
Discounted future liability for current year	35,008	24,139	24,577	26,574	30,781	30,839
End of Year Outstanding Liabilities (discounted)	226,136	210,660	207,826	234,207	268,448	261,898
All figures in thousands of dollars						