

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

PG&E Data Request No.:	DRA_212-02		
PG&E File Name:	GRC2011-Ph-I_DR_DRA_212-Q02		
Request Date:	March 16, 2010	Requester DR No.:	DRA-212-PMC
Date Sent:	March 24, 2010	Requesting Party:	DRA
PG&E Witness:	Redacted	Requester:	Paul Chan

SUBJECT: DEPRECIATION

QUESTION 2

In reference to PG&E-2, Workpapers Supporting Chapter 11, Depreciation Study, Volume 2, page WP-11-664, please provide detailed explanation of the “2004 accounting change.”

ANSWER 2

Please see the response to DRA_212-02 Question 1 for an explanation of the change in recording procedures that resulted in increased levels of COR.