

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

|                        |                             |                   |              |
|------------------------|-----------------------------|-------------------|--------------|
| PG&E Data Request No.: | DRA_174-01                  |                   |              |
| PG&E File Name:        | GRC2011-Ph-I_DR_DRA_174-Q01 |                   |              |
| Request Date:          | March 3, 2010               | Requester DR No.: | DRA-174-CKT  |
| Date Sent:             | March 17, 2010              | Requesting Party: | DRA          |
| PG&E Witness:          | Redacted                    | Requester:        | Clayton Tang |

**SUBJECT: FOLLOW-UP TO DRA-009-CKT, CAPITAL ESCALATION FACTORS**

**QUESTION 1**

In response to data request DRA-009-CKT, PG&E provided a spreadsheet which includes indices from 2008 through 2013 for the data series entitled "JPIFNRES, Common Plant (Inv Non-res Structures)". The figures in the spreadsheet are as follows:

2008 = 162.19

2009 = 163.50

2010 = 164.08

2011 = 167.74

2012 = 173.10

2013 = 178.93

- a. Please indicate the data source from which PG&E obtained the indices for that data series. Also provide a copy of the source document, along with any cover sheets which show the publication date.
- b. Please provide the most current indices for the "JPIFNRES, Common Plant (Inv Non-res Structures)" data series, from 2008 through 2013, as provided by the same data source. Also provide a copy of the source document, including any cover sheets, showing the publication date for the most current data.
- c. If the most current indices are not from a 4th Quarter 2009 publication, please provide the same information as requested in item b, from the 4th Quarter 2009 publication.

## ANSWER 1

- a. Global Insight provided the escalation rates for Common Plant. Documentation is presented in the Application testimony and workpapers of Exhibit PG&E-8, Chapter 3, Escalation Rates. The spreadsheet from Global Insight is provided in attachment GRC2011-Ph-I\_DR\_DRA\_174-Q01Atch01.
- b. The most recent forecast for the JPIFNRES series is from the fourth quarter of 2009. It was released in February 2010. The spreadsheet from Global Insight is provided in attachment GRC2011-Ph-I\_DR\_DRA\_174-Q01Atch02. Note that the series has been rebased to an index year of 2005.
- c. Not applicable.