

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

PG&E Data Request No.:	DRA_218-04		
PG&E File Name:	GRC2011-Ph-I_DR_DRA_218-Q04		
Request Date:	March 17, 2010	Requester DR No.:	DRA-218-MCL
Date Sent:	March 31, 2010	Requesting Party:	DRA
PG&E Witness:	Redacted	Requester:	Mariana Campbell

EXHIBIT REFERENCE: PG&E-6, CHAPTER 10 TAX DEPARTMENT COSTS

SUBJECT: TAX DEPARTMENTS COSTS FOR ACCOUNTS 920, 921 AND 923

QUESTION 4

In reference to Exhibit PG&E-6 page 10-3, "Prior to July 2008, the Capital Accounting Department performed property, sales and use tax work. On July 1, 2008, all of these responsibilities transferred to the Tax Department."

- a. Explain what were the duties and responsibilities of the Capital Accounting Department, how many employees worked on capital accounting, provide employees job titles and salaries.
- b. Explain how PG&E determined that all responsibilities in the Capital Accounting Department had to be transferred to Tax Department PCC 10404. Provide time allocation factor if any and/or time tracking between Corporate and Utility responsibilities.

ANSWER 4

- a. Please refer to data request DRA_042-03.
- b. Capital Accounting Department responsibilities consisted of the following four major functions:
 - Regulatory & Compliance
 - Accounting and Reporting
 - Capital Advisory and
 - **Property tax, Sales/Use tax, Federal Excise Tax and Valuation Services**

Not all Capital Accounting Department responsibilities transferred to the Tax Department PCC 10404. As stated in data request DRA_042-03, only the Property Tax,

Sales/Use Tax, Federal Excise Tax and Valuation Services functions transferred since these functions were determined to be a better fit in the Tax Department. All of these functions are Utility only responsibilities.