

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

PG&E Data Request No.:	DRA_206-01k		
PG&E File Name:	GRC2011-Ph-I_DR_DRA_206-Q01k		
Request Date:	March 12, 2010	Requester DR No.:	DRA-206-TLG
Date Sent:	April 2, 2010	Requesting Party:	DRA
PG&E Witness:	Redacted	Requester:	Tamera Godfrey

**SUBJECT: ELECTRIC DISTRIBUTION OPERATIONS AND MAINTENANCE EXPENSES FOR MWC BF, BG, AND BK.**

**QUESTION 1K**

PG&E forecasted \$127.579 million for its Electric Distribution Operations and Maintenance expenses for the test year 2011 which is an increase of 27.44% over 2008 expenses of \$100.111 million. The expenses are recorded in three Major Work Categories (MWC): BG with a forecast of \$84.810 million; BK with a forecast of \$2.057 million; and BF with a forecast of \$40.712 million. The questions below relate to MWC BG.

PG&E forecasted \$84.810 million for MWC BG. This is an increase of \$22.033 million or 35.10% over 2008 recorded adjusted expenses of \$62.777 million. PG&E's MWC BG includes individual forecasts for twenty subaccounts/line items.

- k) Please state if PG&E's forecasted increase in overhead notifications is not associated with backlogs during historical years, in particular 2008.

**ANSWER 1K**

PG&E's forecasted increase in overhead notifications is, at least in part, associated with rescheduled work from prior years (not just 2008).

As indicated in Exhibit (PG&E-3), Chapter 1, page 1-35, lines 8-17 due to higher priority T&D work, some electric maintenance work was rescheduled. Work is rescheduled to allow PG&E to perform higher priority work if the condition can safely be reprioritized. PG&E's forecast includes addressing these accumulated units over 6 year period to effectively manage the work level and ensure the work is addressed. Although rescheduling of lower priority work for short-term management of resources is necessary and appropriate, it is necessary to perform the rescheduled work to protect the long-term safety and reliability of PG&E's facilities.

