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

PG&E Data Request No.:	DRA_206-08h		
PG&E File Name:	GRC2011-Ph-I_DR_DRA_206-Q08h		
Request Date:	March 12, 2010	Requester DR No.:	DRA-206-TLG
Date Sent:	April 5, 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 8H

PG&E forecasted \$1.432 million for Miscellaneous Maintenance Items in 2011 which is an increase of \$0.954 million or 199.58% over 2008 expenses of \$0.478 million.

h) Provide the documentation that explains in detail why PG&E did not reallocate/move a portion of its historical expenses/funding from its Engineering and Standards Department's standard rate where equipment failure analysis expenses were recorded and move it to MWC BG since this is where the work will now be recorded.

ANSWER 8H

Documentation that explains in detail why PG&E did not reallocate/move a portion of its historical charges from the Engineering Department's standard rate to MWC BG is not available. At the time PG&E prepared the 2011 forecast, the volume and associated costs to perform failure analysis were assumed to be limited and insignificant.

In 2008 approximately \$80 thousand was charged to MWC BG for performing failure analysis.