

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

PG&E Data Request No.:	DRA_175-02		
PG&E File Name:	GRC2011-Ph-I_DR_DRA_175-Q02		
Request Date:	March 3, 2010	Requester DR No.:	DRA-175-DFB
Date Sent:	April 6, 2010	Requesting Party:	DRA
PG&E Witness:	Sanford Hartman	Requester:	Donna Fay Bower

SUBJECT: PG&E CORPORATION COSTS

QUESTION 2

On Line 5, Law Department, PG&E Corp is forecasting \$1,234,000 in base year dollars. How did PG&E Corporation determine this forecast? In addition, please provide supporting spreadsheet for this calculation.

- a. Please provide a detailed explanation of the services being provided by PG&E Corporation. In addition, provide a breakdown of the costs by labor, non-labor, and outside services/consultants.
 - i. Labor costs should reflect which of the 41 remaining PG&E Corp are included in labor and which functional area it is in.
 - ii. For all Outside Services/Consultants, provide a detail justification for the need for these services, including the costs.

ANSWER 2

The method used to forecast PG&E Corporation's Test Year 2011 costs was to review the work expected to be performed in 2011 and then to calculate the resources required to perform such work. The supporting spreadsheet for this calculation is included as Attachment GRC2011-DR_DRA_175-Q02Atch01. (Please note that some of the details on the supporting spreadsheet are slightly different than the workpapers supporting PG&E's Application. The Law Department's GRC request is unchanged, however. PG&E will correct the workpapers in its errata filing.)

- a. The Law Department has one Provider Cost Center (PCC) related to PG&E Corporation: PCC 20020 (Immediate Office of the SVP and General Counsel). An explanation of services provided by the Immediate Office of the SVP and General Counsel begins on page 5-2, line 2 of Exhibit (PG&E-6).

- i. Labor costs are for the two FTEs: the SVP and General Counsel, and an assistant.
- ii. Outside Services are for miscellaneous contract costs including law firm advice on an as-needed basis.