

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

PG&E Data Request No.:	DRA_244-14		
PG&E File Name:	GRC2011-Ph-I_DR_DRA_244-Q14		
Request Date:	April 1, 2010	Requester DR No.:	DRA-244-DFB
Date Sent:	April 14, 2010	Requesting Party:	DRA
PG&E Witness:	Redacted	Requester:	Donna Fay Bower

**SUBJECT: BENEFITS**

**QUESTION 14**

In addition, how did PG&E assumed inflationary trend of 4% for Relocation Assistance, Relocation-Third Party, Relocation Bargaining Unit Employees and Corp employee transfer to Utility?

**ANSWER 14**

The Relocation Program Director assumed a 4% inflationary trend based on her professional judgment in light of economic conditions as of late 2008 / early 2009. As described in PG&E's response to DRA-244-DFB-Q12, the Relocation Director's inflation assumption of 4% percent was consistent with the CPI – All Urban Consumers inflation rate of 3.8 percent for 2008. Please refer to attachment GRC2011-Ph-I\_DR\_DRA\_028-Q12Atch03 for documentation of the referenced CPI – All Urban Consumers inflation rate.