

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

PG&E Data Request No.:	DRA_256-01		
PG&E File Name:	GRC2011-Ph-I_DR_DRA_256-Q01-Supp01		
Request Date:	April 19, 2010 Supplemented May 4, 2010	Requester DR No.:	DRA-256-MRK
Date Sent:	May 3, 2010 Supplemented May 4, 2010	Requesting Party:	DRA
PG&E Witness:	Bruce Fraser	Requester:	Marek Kanter

EXHIBIT REFERENCE: EXHIBIT PG&E-2, CHAPTER 12, WORKPAPERS

SUBJECT: SAP ACCOUNT 5091100

QUESTION 1 – ORIGINAL

DRA-246-MRK requested that PG&E provide a spreadsheet of the itemized 2008 expenditures for meals and entertainment expense, containing information as to date, expense occurred, number of people participating, name of establishment, address of establishment, and type of establishment. PG&E's response was that the only way to retrieve the additional detailed information requested is by manually reviewing the receipts associated with each reimbursement, and that this could only be done on a subset of the records. Please provide the required information including PCC for all meals with a bill exceeding \$1,000. Also include information about the event associated with the meal, i.e., was it a sporting event (if so, what sporting event), a conference (if so, what conference), a training session (if so, what training), a birthday (if so, whose), a holiday event (if so, what holiday), etc.

ANSWER 1 – ORIGINAL

Please see attachment GRC2011-Ph-I_DR_DRA_256-Q01-Atch01.xls for the requested information for all meals with a bill exceeding \$1,000. In addition, please see attachment GRC2011-Ph-I_DR_DRA_256-Q01-Atch02.xls for the requested information based on a sample of every 20th entry for meals with a bill more than \$75 but less than \$2000.

As agreed in GRC2011-Ph-I_DR_DRA_246-Q03 the attached spreadsheets include a column noting if the PCC was included in the A&G Study and if so, then a general average percentage of that PCC's costs recorded below the line.

Please note that the attached spreadsheets reflect a total company approach; that is, the line items included in the attachment reflect meals expenses from PG&E's 2008 tax return and are not reflective of the expenses included in PG&E's 2011 GRC forecast. For example, the attached spreadsheets include all meals, including those booked to below-the-line orders. In addition, PG&E recovers certain expenses through the Transmission Owner, Gas Transmission and Storage, and Nuclear Decommissioning Triennial Cost Proceeding filings, as well as advice letters and other mechanisms incorporating balancing accounts. PG&E's proposed allocation of A&G expenses to the GRC is 88.19% of total company (see Exhibit (PG&E-2), Chapter 7).

Please note that the attached spreadsheets exclude all meals with a bill exceeding \$75 per person, as PG&E has elected not to seek rate recovery of such expenses in the 2011 GRC. Thus, in rebuttal testimony, PG&E will concede to withdraw (1) all meals expenses more than \$75 per person for total bills in excess of \$1,000; and (2) all meals expenses more than \$75 per person for all other bills based on the proportion of meals more than \$75 per person in the sample set shown in attachment GRC2011-Ph-I_DR_DRA_256-Q01-Atch02.

QUESTION 1 – SUPPLEMENTAL

DRA-256-MRK requested that PG&E provide a spreadsheet of the itemized 2008 expenditures for meals and entertainment expense, containing information as to date, expense occurred, number of people participating, name of establishment, address of establishment, type of establishment, and PCC number for all meals with a bill exceeding \$1,000. The response supplied to DRA is incomplete, since that information has been provided only for a very small subset of all meals with bill exceeding \$1,000. Please provide a spreadsheet with the full information.

ANSWER 1 – SUPPLEMENTAL

PG&E wishes to clarify that the attachment does not provide details "only for a very small subset of all meals with bills exceeding \$1,000." In fact, the attachment shows all meals with bills exceeding \$1,000 for which PG&E is seeking rate recovery. As noted in the response, PG&E has excluded those meals from the spreadsheet where the per-person cost exceeded \$75 per person, as PG&E is not seeking recovery of such meals expenses in the 2011 GRC. In addition, please note that the spreadsheet also excludes costs recorded to the entertainment cost element (approximately \$55,000 in 2008), as PG&E has elected not to seek rate recovery of such expenses as well. PG&E will concede to withdraw all meals expenses in excess of \$75 per person and all entertainment expenses in its rebuttal testimony.