

1 KEKER & VAN NEST, L.L.P.  
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12 Special Counsel to Debtor in Possession  
13 PACIFIC GAS AND ELECTRIC COMPANY

14 UNITED STATES BANKRUPTCY COURT  
15 NORTHERN DISTRICT OF CALIFORNIA  
16 SAN FRANCISCO DIVISION

17 In re

18 PACIFIC GAS AND ELECTRIC  
19 COMPANY, a California corporation,

20 Debtor.

21 Federal I.D. No. 94-0742640

Case No. 01 30923 DM

**Chapter 11 Case**

**KEKER & VAN NEST'S COVER SHEET  
APPLICATION FOR ALLOWANCE AND  
PAYMENT OF INTERIM  
COMPENSATION AND  
REIMBURSEMENT OF EXPENSES FOR  
THE PERIOD OCTOBER 1, 2001  
THROUGH OCTOBER 31, 2001**

Judge: HON. DENNIS MONTALI

[No Hearing Scheduled]

*Acc 1 Add: RioSage Mail Center*

1 Keker & Van Nest, L.L.P. (the "Firm") submits its Cover Sheet Application (the  
2 "Application") for Allowance and Payment of Interim Compensation and Reimbursement of  
3 Expenses for the Period October 1, 2001 to October 31, 2001 (the "Application Period"). In  
4 support of the Application, the Firm respectfully represents as follows:

5 1. The Firm is special counsel to Pacific Gas and Electric Company, the debtor in  
6 possession in the above-referenced bankruptcy case (the "Debtor"). The Firm hereby applies to  
7 the Court for allowance and payment of interim compensation for services rendered and  
8 reimbursement of expenses incurred during the Application Period.

9 2. The Firm billed a total of \$22,556.70 in fees and expenses during the Application  
10 Period. The total fees represent 62.575 hours expended during the period covered by this  
11 Application. These fees and expenses break down as follows:

Period	Fees	Expenses	Total
October 1, 2001 through October 31, 2001	\$21,504.24	\$1,052.46	\$22,556.70

15 3. Accordingly, the Firm seeks allowance of interim compensation in the amount of  
16 a total of \$19,331.06 at this time. This total is comprised as follows:

17 \$18,278.60 (85% of the fees for services rendered)<sup>1</sup> plus  
18 \$ 1,052.46 (100% of the expenses incurred).

19 4. For the post-petition period, the Firm has been paid to date as follows:  
20 \$290,907.19.

21 5. To date, the Firm is owed as follows (excluding amounts owed pursuant to this  
22 Application): \$9,759.15

23 6. With regard to the copies of this Application served on counsel for the  
24 Committee, counsel for the Debtor and the Office of the United States Trustee, (a) attached as  
25 Exhibit 1 hereto is the name of each professional who performed services in connection with this  
26  
27

28 <sup>1</sup> Payment of this amount would result in a "holdback" of \$3,225.64.

1 case during the period covered by this Application and the hourly rate for each such professional;  
2 and (b) attached as Exhibit 2 are the detailed time and expense statements for the Application  
3 Period that comply with all Northern District of California Bankruptcy Local Rules and  
4 Compensation Guidelines and the Guidelines of the Office of the United States Trustee.

5 7. The Firm will serve a copy of this Application on the Special Notice List in this  
6 case on or before November 30, 2001.

7 8. Pursuant to this Court's "ORDER ESTABLISHING INTERIM FEE  
8 APPLICATION AND EXPENSE REIMBURSEMENT PROCEDURE" which was entered on  
9 or about July 26, 2001, the Debtor is authorized to make the payment requested herein without a  
10 further hearing or order of this Court unless an objection to this Application is filed with the  
11 Court by the Debtor, the Committee or the United States Trustee and served by the fifteenth day  
12 of the month following the service of this Application. If such an objection is filed, Debtor is  
13 authorized to pay the amounts, if any, not subject to the objection. The Firm is informed and  
14 believes that this Cover Sheet Application was mailed by first class mail, post prepaid, on or  
15 about November 30, 2001.

16 9. The interim compensation and reimbursement of expenses sought in this  
17 Application is on account and is not final. Upon the conclusion of these cases, the Firm will seek  
18 fees and reimbursement of the expenses incurred for the totality of the services rendered in this  
19 case. Any interim fees or reimbursement of expenses approved by this Court and received by the  
20 Firm (along with the Firm's retainer) will be credited against such final fees and expenses as may  
21 be allowed by this Court.

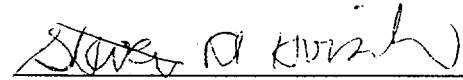
22 10. The Firm represents and warrants that its billing practices comply with all  
23 Northern District of California Bankruptcy Local Rules and Compensation Guidelines and the  
24 Guidelines of the Office of the United States Trustee. Neither the Firm nor any members of the  
25 Firm has any agreement or understanding of any kind or nature to divide, pay over or share any  
26 portion of the fees or expenses to be awarded to the Firm with any other person or attorney  
27 except as among the members and associates of the Firm.  
28

1           WHEREFORE, the Firm respectfully requests that the Debtor pay compensation to the  
2 Firm as requested herein pursuant to and in accordance with the terms of the "ORDER  
3 ESTABLISHING INTERIM FEE APPLICATION AND EXPENSE REIMBURSEMENT  
4 PROCEDURE."

5 Dated: November 30, 2001

KEKER & VAN NEST, L.L.P.

6  
7 By:



8 STEVEN A. HIRSCH  
9 Special Counsel to Debtor in Possession  
10 PACIFIC GAS AND ELECTRIC  
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