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8 Accountants and Financial Advisors for Official
9 Committee of Unsecured Creditors

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UNITED STATES BANKRUPTCY COURT
SAN FRANCISCO, CA

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11 UNITED STATES BANKRUPTCY COURT
12 NORTHERN DISTRICT OF CALIFORNIA
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14 SAN FRANCISCO DIVISION

15 In re

16 PACIFIC GAS AND ELECTRIC
17 COMPANY, a California corporation,
18
19 Debtor.

Case No. 01-30923 DM

Chapter 11 Case

[No Hearing Scheduled]

20 Federal I.D. No. 94-0742640

21 FTI CONSULTING INC. COVER SHEET APPLICATION FOR ALLOWANCE AND
22 PAYMENT OF INTERIM COMPENSATION AND REIMBURSEMENT OF
23 EXPENSES FOR
24 MAY 1, 2003 TO MAY 31, 2003

25 FTI Consulting, (the "Firm"), submits its Cover Sheet Application (the "Application")
26 for Allowance and Payment of Interim Compensation and Reimbursement of Expenses for
27 the Period May 1, 2003 to May 31, 2003 (the "Application Period"). In support of the
28 Application, the Firm respectfully represents as follows:

1. The Firm serves as Accountants and Financial Advisors to the Official
Committee of Unsecured Creditors. The Firm submitted an Application for appointment as
Accountants and Financial Advisors to the Official Committee of Unsecured Creditors on
September 27, 2002. An Order for Appointment of the Firm as Accountants and Financial
Advisors to the Official Committee of Unsecured Creditors was entered on October 31,
2002, *nunc pro tunc* to September 1, 2002. The Firm hereby applies to the Court for

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allowance and payment of interim compensation for services rendered and reimbursement of expenses incurred during the Application Period.

2. The Firm billed a total of \$184,176 in fees and expenses during the Application Period. The Total fees represent 401.2 hours expended during the Application Period. These fees and expenses break down as follows:

Period	Fees	Expenses	Total
May 1, 2003 – May 31, 2003	\$177,981	\$6,195	\$184,176

3. Accordingly, the Firm seeks allowance of interim compensation in the total amount of \$157,479 at this time. This total is comprised as follows: \$151,284 (85% of the fees for services rendered)¹ plus \$6,195 (100% of the expenses incurred).

4. For the post-petition period, the Firm, as successor to the Business Recovery Services practice of PricewaterhouseCoopers, LLP, has been paid to date as follows:

Application Period	Amount Applied For	Description	Amount Paid
First (April 11, 2001 – May 31, 2001)	\$803,642	90% of fees and 100% of expenses	\$803,642
Second (June 1, 2001 – July 31, 2001)	\$870,002	90% of fees and 100% of expenses	\$870,002

¹Payment of this amount would result in a "holdback" of \$26,697

1	First Interim Fee	\$2,408	10% fee holdback (\$179,012) net	\$2,408
2	Application		of PricewaterhouseCoopers LLP	
3			and Court Adjustments	
4			(\$176,604)	
5	Third (August 1, 2001 –	\$358,024	85% of fees and	\$358,024
6	August 30, 2001)		100% of expenses	
7				
8	Fourth (September 1, 2001	\$293,871	85% of fees and	\$293,871
9	– September 30, 2001)		100% of expenses	
10	Fifth (October 1, 2001 –	\$307,809	85% of fees and	\$307,809
11	October 31, 2001)		100% of expenses	
12	Sixth (November 1, 2001-	\$215,596	85% of fees and	\$215,596
13	November 30, 2001)		100% of expenses	
14	Second Interim Fee	\$145,541	15% fee holdback (\$198,105) net	\$145,541
15	Application		of PricewaterhouseCoopers LLP	
16			adjustments (\$52,564)	
17	Seventh (December 1,	\$192,887	85% of fees and	\$192,887
18	2001-December 31, 2001)		100% of expenses	
19	Eight (January 1, 2002-	\$223,013	85% of fees and	\$223,013
20	January 31, 2002)		100% of expenses	
21	Ninth (February 1, 2002 –	\$197,888	85% of fees and	\$197,888
22	February 28, 2002)		100% of expenses	
23	Tenth (March 1, 2002 –	\$189,814	85% of fees and	\$189,814
24	March 31, 2002)		100% of expenses	
25	Third Interim Fee	\$114,300	15% fee holdback (\$128,506) net	\$114,300
26	Application		of PricewaterhouseCoopers LLP	
27			write-offs (\$3,705) and expense	
28			adjustments (\$10,500)	

Eleventh (April 1, 2002 – April 30, 2002)	\$185,003	85% of fees and 100% of expenses	\$185,003
Twelfth (May 1, 2002 – May 31, 2002)	\$183,784	85% of fees and 100% of expenses	\$183,784
Thirteenth (June 1, 2002 – June 30, 2002)	\$81,860	85% of fees and 100% of expenses	\$81,860
Fourteenth (July 1, 2002 – July 31, 2002)	\$204,553	85% of fees and 100% of expenses	\$204,553
Fifteenth (August 1, 2002 – August 31, 2002)	\$127,849	85% of fees and 100% of expenses	\$127,849
Fourth Interim (April 1, 2002 – July 31, 2002)	\$106,253	15% holdback fees (\$109,606) net voluntary write-off (\$3,353)	\$106,253
Sixteenth (September 1, 2002 – September 30, 2002)	\$84,985	85% fees and 100% expenses	\$84,985
Seventeenth (October 1, 2002 – October 31, 2002)	\$113,478	85% fees and 100 % expenses	\$113,478
Eighteenth (November 1, 2002 – November 30, 2002)	\$315,139	85% fees and 100 % expenses	\$315,139
Nineteenth (December 1, 2002 – December 31, 2002)	\$227,074	85% fees and 100 % expenses	\$227,074
Fifth Interim (August 1, 2002 – November 30, 2002)	\$115,270	15% holdback fees	\$115,270

Twentieth (January 1, 2003 – January 31, 2003)	\$160,122	85% fees and 100% expenses	\$160,122
Twenty-first (February 1, 2003 – February 28, 2003)	\$133,793	85% fees and 100% expenses	\$133,793
Twenty-second (March 1, 2003 – March 31, 2003)	\$160,446	85% fees and 100% expenses	\$160,446
Twenty-third (April 1, 2003 – April 30, 2003)	\$163,638	85% fees and 100% expenses	\$163,638
Total Paid to the Firm to Date	\$6,277,942		\$6,277,942

5. To date, the Firm is owed as follows (excluding amounts owed pursuant to this Application).

Application Period	Amount	Description
Nineteenth (December 1, 2002 – December 31, 2002)	\$38,845	15% fee holdback
Twentieth (January 1, 2003 – January 31, 2003)	\$26,669	15% fee holdback
Twenty-first (February 1, 2003 – February 28, 2003)	\$23,339	15% fee holdback
Twenty-second (March 1, 2003 – March 31, 2003)	\$27,827	15% fee holdback
Twenty-third (April 1, 2003 – April 30, 2003)	\$28,450	15% fee holdback
Total Owed to Firm to Date	\$145,130	

6. With regard to the copies of this Application served on counsel for the Committee, counsel for the Debtor and the Office of the United States Trustee, attached as

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

7 7. The Firm has served a copy of this Application (without Exhibits) on the
8 Special Notice List in this case.

9 8. Pursuant to this Court's 'ORDER ESTABLISHING INTERIM FEE
10 APPLICATION AND EXPENSE REIMBURSEMENT PROCEDURE' which was entered
11 on or about July 26, 2001, the Debtor is authorized to make the payment requested herein
12 without a further hearing or order of this Court unless an objection to this Application is
13 filed with the Court by the Debtor, the Committee or the United States Trustee and served by
14 the fifteenth day of the month following the service of this Application. If such an objection
15 is filed, Debtor is authorized to pay the amounts, if any, not subject to the objection. The
16 Firm is informed and believes that this Cover Sheet Application was mailed by first class
17 mail, postage prepaid, on or about June 30, 2003.

18 9. The interim compensation and reimbursement of expenses sought in this
19 Application is on account and is not final. Upon the conclusion of this case, the Firm will
20 seek fees and reimbursement of the expenses incurred for the totality of the services
21 rendered in the case. Any interim fees or reimbursement of expenses approved by this Court
22 and received by the Firm will be credited against such final fees and expenses as may be
23 allowed by this Court.

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

1 attorney except as among the members and associates of the Firm.

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5 WHEREFORE, the Firm respectfully requests that the Debtor pay compensation to the Firm
6 as requested herein pursuant to and in accordance with the terms of the 'ORDER
7 ESTABLISHING INTERIM FEE APPLICATION AND EXPENSE REIMBURSEMENT
8 PROCEDURE.'"

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10 Dated: June 30, 2003

FTI Consulting Inc.

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12 By: 

13 Thomas E. Lumsden,
14 Senior Managing Director
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