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4 A Professional Corporation  
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6 San Francisco, California 94111  
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6 Special Counsel to Debtor and Debtor in Possession,  
7 PACIFIC GAS AND ELECTRIC COMPANY

8 UNITED STATES BANKRUPTCY COURT  
9 NORTHERN DISTRICT OF CALIFORNIA  
10 SAN FRANCISCO DIVISION

11 In Re:  
12 PACIFIC GAS AND ELECTRIC  
13 COMPANY, a California corporation,  
14 Debtor and Debtor in Possession.  
Federal I.D. No. 94-0742640

Case No. 01-30923 DM

Chapter 11 Case

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16 STEEFEL, LEVITT & WEISS'S COVER SHEET APPLICATION  
17 FOR ALLOWANCE AND PAYMENT OF INTERIM COMPENSATION  
18 AND REIMBURSEMENT OF EXPENSES FOR THE PERIOD JUNE 1-30, 2003

19 Steefel, Levitt & Weiss (the "Firm") respectfully submits its Cover Sheet Application (the  
20 "Application") for Allowance and Payment of Interim Compensation and Reimbursement of  
21 Expenses for the Period June 1-30, 2003 (the "Application Period"). In support of the  
22 Application, the Firm respectfully represents as follows:

23 1. The Firm is Special Counsel to the debtor and debtor-in-possession in the above-  
24 referenced bankruptcy case (the "Debtor"). The Firm hereby applies to the Court for allowance  
25 and payment of interim compensation for services rendered and reimbursement of expenses  
26 incurred during the Application Period.

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2. The Firm billed a total of \$65,912.46 in fees and expenses during the Application Period. The total fees represent 217 hours expended during the Application Period. These fees and expenses break down as follows:

Period	Fees	Expenses	Total
June 1-30, 2003	\$63,722.41	\$2,190.05	\$65,912.46

3. Accordingly, the Firm seeks allowance of interim compensation in the total amount of \$56,354.10 at this time. This total is comprised as follows: \$54,164.05 (85% of the fees for services rendered)<sup>1</sup> plus \$2,190.05 (100% of the expenses incurred).

4. For Applicant's Sixth Interim Compensation Period, the Firm has been paid to date as follows:

Application Period	Amount Applied For	Description	Amount Paid
Apr. 1-30, 2003	\$75,398.33	85% of fees and 100% of Expenses	\$75,398.33
May 1-31, 2003	92,918.87	85% of fees and 100% of Expenses	0.0
TOTAL	\$168,317.20		\$75,398.33

5. Based on its Cover Sheet Applications filed in this proceeding to date, the Firm is owed the following funds held back (excluding amounts owed pursuant to this Application):

Application Period	Amount	Description
22nd (Apr. 1-30, 2003)	\$13,005.83	15% fee holdback and/or portion of fees objected to
23rd (May 1-31, 2003)	16,033.33	15% fee holdback and/or portion of fees objected to
TOTAL OWED	\$29,039.16	

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 Exhibit 1 hereto is the name of each professional who performed services in connection with this case during the period covered by this Application, the hourly rate for each such professional, and the detailed time and expense statements for the Application Period that comply with all Northern District of

<sup>1</sup> Payment of this amount would result in a "holdback" of \$9,558.36.

1 California Bankruptcy Local Rules and Compensation Guidelines and the Guidelines of the  
2 Office of the United States Trustee.

3 7. The Firm has served a copy of this Application (without Exhibit 1) on the Special  
4 Notice List in this case.

5 8. Pursuant to this Court's "SECOND AMENDED ORDER ESTABLISHING  
6 INTERIM FEE APPLICATION AND EXPENSE REIMBURSEMENT PROCEDURE (Revised  
7 March, 2002)" which was entered on or about March 18, 2002, the Debtor is authorized to make  
8 the payment requested herein without a further hearing or order of this Court unless an objection  
9 to this Application is filed with the Court by the Debtor, the Committee or the United States  
10 Trustee and served by the fifteenth day of the month following the service of this Application. If  
11 such an objection is filed, Debtor is authorized to pay the amounts, if any, not subject to the  
12 objection. The Firm is informed and believes that this Cover Sheet Application will be mailed by  
13 first class mail, postage prepaid, on or about July 21, 2003.

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

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

26 WHEREFORE, the Firm respectfully requests that the Debtor pay compensation to the  
27 Firm as requested herein pursuant to and in accordance with the terms of the "SECOND--  
28

1 AMENDED ORDER ESTABLISHING INTERIM FEE APPLICATION AND EXPENSE  
2 REIMBURSEMENT PROCEDURE (Revised March, 2002)."

3 Date: July 21, 2003

STEEFEL, LEVITT & WEISS  
A Professional Corporation

By: 

Mark Fogelman

Attorneys for Special Counsel to Debtor and  
Debtor in Possession, PACIFIC GAS AND  
ELECTRIC COMPANY

1 **PROOF OF SERVICE**

2 I, Anne Ogonowski, declare as follows:

3 I am employed in the City and County of San Francisco, California, over the age of  
4 eighteen years, and not a party to the within cause. My business address is STEEFEL, LEVITT  
& WEISS, One Embarcadero Center, 30th Floor, San Francisco, California 94111. On July 21,  
2003, I served the within:

5 **STEEFEL, LEVITT & WEISS'S COVER SHEET APPLICATION FOR ALLOWANCE**  
6 **AND PAYMENT OF INTERIM COMPENSATION AND REIMBURSEMENT OF**  
7 **EXPENSES FOR THE PERIOD JUNE 1-30, 2003**

8 on the interested parties in this action by placing a true copy thereof, along with the appropriate  
Exhibits, in a sealed envelope, addressed as follows:

9 James L. Lopes, Esq.  
10 Jeffrey L. Schaffer, Esq.  
11 Janet A. Nexon, Esq.  
12 William J. Lafferty, Esq.  
Howard, Rice, Nemerovski, Canady,  
Falk & Rabkin, a P.C.  
13 Three Embarcadero Center, 7th Floor  
San Francisco, CA 94111-4065

Paul S. Aronzon, Esq.  
Robert Jay Moore, Esq.  
Milbank, Tweed, Hadley & McCloy LLP  
601 S. Figueroa Street, 30th Floor  
Los Angeles, CA 90017  
Patricia Martin, Esq.  
Office of the United States Trustee  
250 Montgomery Street, Suite 1000  
San Francisco, CA 94104-3401

15 **BY OVERNIGHT MAIL:** By placing such envelope, for collection and mailing at  
16 Steefel, Levitt & Weiss, San Francisco, California following ordinary business practice. I am  
17 readily familiar with the practice of Steefel, Levitt & Weiss for collection and processing of  
overnight service mailings, said practice being that in the ordinary course of business,  
18 correspondence is deposited with the overnight messenger service Federal Express for delivery  
as addressed.

19 and by serving all parties on the Special Notice List (as of June 30, 2003), by placing a true copy  
20 of the Cover Sheet Application, without Exhibit 1, in a sealed envelope, addressed to all parties  
on said Special Notice List, found at:

21 [http://www.canb.uscourts.gov/canb/Documents.nsf/4fa6cc9d77741519882569e50004dce6/2cb9](http://www.canb.uscourts.gov/canb/Documents.nsf/4fa6cc9d77741519882569e50004dce6/2cb9cc414857666088256a37005a57da/$FILE/_0a13ichaja176ut2cedq0_.pdf)  
22 [cc414857666088256a37005a57da/\\$FILE/\\_0a13ichaja176ut2cedq0\\_.pdf](http://www.canb.uscourts.gov/canb/Documents.nsf/4fa6cc9d77741519882569e50004dce6/2cb9cc414857666088256a37005a57da/$FILE/_0a13ichaja176ut2cedq0_.pdf)

23 A copy of the Special Notice List is attached to the Original Cover Sheet Application.

24 **BY MAIL:** By placing such envelope, with postage thereon fully prepaid for first class  
25 mail, for collection and mailing at Steefel, Levitt & Weiss, San Francisco, California following  
ordinary business practice. I am readily familiar with the practice of Steefel, Levitt & Weiss for  
26 collection and processing of correspondence, said practice being that in the ordinary course of  
business, correspondence is deposited in the United States Postal Service the same day as it is  
27 placed for collection.

1 I declare that I am employed in the office of a member of the bar of this court at whose  
2 direction the service was made.

3 Executed on July 21, 2003, at San Francisco, California.

4 Anne Ogonowski  
5 Anne Ogonowski  
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