

50-275/323

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

CHARLES RIVER ASSOCIATES  
INCORPORATED  
John Hancock Tower, T-33  
200 Clarendon Street  
Boston, MA 02116-5092  
Telephone: 617/425-3000  
Facsimile: 617/425-3132

Economic Experts for Debtor and Debtor in  
Possession  
PACIFIC GAS AND ELECTRIC COMPANY

UNITED STATES BANKRUPTCY COURT  
NORTHERN DISTRICT OF CALIFORNIA  
SAN FRANCISCO DIVISION

In re  
PACIFIC GAS AND ELECTRIC  
COMPANY, a California corporation,  
  
Debtor.  
  
Federal I.D. No. 94-0742640

Case No. 01-30923 DM  
Chapter 11 Case  
  
[NO HEARING REQUESTED]

CHARLES RIVER ASSOCIATES INCORPORATED  
COVER SHEET APPLICATION  
FOR ALLOWANCE AND PAYMENT OF INTERIM COMPENSATION  
AND REIMBURSEMENT OF EXPENSES FOR DECEMBER, 2001

Charles River Associates Incorporated (the "Firm") submits its Cover Sheet Application (the "Application") for Allowance and Payment of Interim Compensation and Reimbursement of Expenses for the Period December 1, 2001 through December 31, 2001 (the "Application Period"). In support of the Application, the Firm respectfully represents as follows:

1. The Firm is providing economic advice to Pacific Gas and Electric Company, the debtor and debtor-in-possession in the above-referenced bankruptcy case (the "Debtor"). The Firm hereby applies to the Court for allowance and payment of interim compensation for services rendered and reimbursement of expenses incurred during the

*Apoc. Add: Rids Oge Mail Center*

HOWARD  
RICE  
NEMEROVSKI  
CANADY  
BALK  
& RABKIN  
A Professional Corporation

1 Application Period.

2 2. The Firm billed a total of \$8,751.10 in fees and expenses during the  
3 Application Period. The total fees represent 43.50 hours expended during the Application  
4 Period. These fees and expenses break down as follows:

5

6 Period	Fees	Expenses	Total
7 December, 2001	\$7,722.50	\$1,028.60	\$8,751.10

8  
9 3. Accordingly, the Firm seeks allowance of interim compensation in the total  
10 amount of \$ 7,592.73 at this time. This total is comprised as follows: \$6,564.13 (85% of the  
11 fees for services rendered) plus \$1,028.60 (100% of the expenses incurred).

12 4. For the post-petition period, the Firm has been paid to date as follows:

13

14 Application Period	Amount Applied For	Description	Amount Paid
15 August 1-31, 2001	\$36,430.55	Prof. Fees & Exp.	\$36,430.55
16 September 1-30, 17 2001	\$130,066.49	Prof. Fees & Exp.	\$6,307.87
18			
19			
20 Total Paid to the Firm to Date			\$42,738.42

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

24  
25

26 Application Period	Amount	Description
27 August 1-31, 2001	\$6,307.88	15% Fee Holdback
28 September 1-30, 2001	\$144,172.19	Partial Prof. Fees & 15% Fee

		Holdback
October 1-31, 2001	\$299,964.92	100% Fees & Expenses
November 1-30, 2001	\$171,364.14	100% Fees & Expenses
Total Owed to Firm to Date	\$621,809.13	

6. With regard to the copies of this Application served on counsel for the Official Committee of Unsecured Creditors (the "Committee"), 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 Application Period and the hourly rate for each such professional; and attached as Exhibit 2 is an Account Summary. The detailed time and expense statements for the Application Period that comply with all Northern District of California Bankruptcy Local Rules and Compensation Guidelines and the Guidelines of the Office of the United States Trustee have been submitted in electronic form to the Office of the United States Trustee and mailed to counsel for the Committee and to the Debtor.

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

8. Pursuant to this Court's "ORDER ESTABLISHING INTERIM FEE APPLICATION AND EXPENSE REIMBURSEMENT PROCEDURE," entered on or about July 26, 2001, and subsequent "AMENDED ORDER ESTABLISHING INTERIM FEE APPLICATION AND EXPENSE REIMBURSEMENT PROCEDURE," entered on or about November 8, 2001 (the "Amended Order"), the Debtor is authorized to make the payment requested herein without a further hearing or order of this Court, unless an objection to this Application is filed with the Court by the Debtor, the Committee or the United States Trustee and served by the fifteenth day of the month following the service of this Application. If such an objection is filed, Debtor is authorized to pay the amounts, if any, not subject to the objection. The Firm is informed and believes that this Cover Sheet Application was mailed by first class mail, postage prepaid, on or about 25 March, 2002.

HOWARD  
RICE  
NEMEROVSKI  
CANADY  
BALK  
& RABKIN  
A Professional Corporation

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

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

13           WHEREFORE, the Firm respectfully requests that the Debtor pay compensation

14 HOWARD  
15 RICE  
16 NEMEROVSKI  
17 CANADY  
18 BALK  
19 & RABKIN  
20  
21  
22  
23  
24  
25  
26  
27  
28  
A Professional Corporation

1 to the Firm as requested herein pursuant to and in accordance with the terms of the Amended  
2 Order.

3 DATED: March 25, 2002

4 CHARLES RIVER ASSOCIATES  
5 INCORPORATED

6 By: *J. Wells*  
7 JAMES W. WELLS

8 Experts for Debtor and Debtor in Possession  
9 PACIFIC GAS AND ELECTRIC COMPANY  
10  
11  
12

13 HOWARD  
14 RICE  
15 NEMEROVSKI  
CANADY  
BALK  
& RABKIN  
A Professional Corporation

16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28