

50-295/323

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

JAMES L. LOPES (No. 63678)  
JEFFREY L. SCHAFFER (No. 91404)  
JANET A. NEXON (No. 104747)  
HOWARD, RICE, NEMEROVSKI, CANADY,  
FALK & RABKIN  
A Professional Corporation  
Three Embarcadero Center, 7th Floor  
San Francisco, California 94111-4065  
Telephone: 415/434-1600  
Facsimile: 415/217-5910

Attorneys 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

No. 01-30923 DM  
Chapter 11 Case  
Date: April 17,, 2002  
Time: 9:30 a.m.  
Place: 235 Pine St., 22nd Floor  
San Francisco, California  
Judge: Hon. Dennis Montali

HOWARD  
RICE  
NEMEROVSKI  
CANADY  
FALK  
& RABKIN  
A Professional Corporation

DECLARATION OF VALERIE O. FONG IN SUPPORT OF  
DEBTOR'S MOTION FOR ORDER APPROVING EXPENDITURE OF FUNDS TO  
CONSTRUCT THE NORTHEAST SAN JOSE TRANSMISSION  
REINFORCEMENT PROJECT

*Aool  
Add Rids Ogo Mail Center*

1 I, Valerie O. Fong, declare as follows:

2 1. I am the Director, Capital and Expense Program Management Pacific Gas  
3 and Electric Company ("PG&E"), a position I have held since November 1, 2000. I make  
4 this Declaration based upon my personal knowledge of PG&E's capital programs, and upon  
5 my review of PG&E's records concerning the matters stated herein. If called as a witness, I  
6 could and would testify competently to the facts stated herein.

7 2. On January 10, 2002, PG&E submitted a notice and description of the  
8 Northeast San Jose Transmission Reinforcement Project (the "NESJ Project") to the Official  
9 Committee of Unsecured Creditors (the "Creditors' Committee"), pursuant to Judge Dennis  
10 Montali's Order Re: Motion for Authority to Make Capital Expenditures in the Ordinary  
11 Course of Business in PG&E's Chapter 11 case in front of the U.S. Bankruptcy court,  
12 Northern District of California, San Francisco Division (Case No. 01-30923 DM). Attached  
13 hereto as Exhibit A is a true and correct copy of PG&E's notice to the Creditors' Committee.

14 3. On January 24, 2002 the Creditors' Committee notified me by email that it  
15 did not oppose the NESJ Project but asked PG&E "to notify the Committee immediately  
16 should there be material changes to the scope of work/services (i.e., CPUC/FERC reviews,  
17 delays, etc.)." Attached hereto as Exhibit B is a true and correct copy of the Creditors'  
18 Committee email.

19 I declare under penalty of perjury under the laws of the United States of America  
20 that the foregoing is true and correct. Executed this 24<sup>th</sup> day of March, 2002, at San  
21 Francisco, California.

22  
23   
24 Valerie O. Fong

Exhibits are not attached to the service copies of this document. You may obtain copies of the Exhibits in one of the following ways: through the "Pacific Gas & Electric Company Chapter 11 Case" link accessible through the Bankruptcy Court's website ([www.canb.uscourts.gov](http://www.canb.uscourts.gov)), or by written request to Howard, Rice, Nemerovski, Canady, Falk & Rabkin, Attn: Racquel Lopez, Three Embarcadero Center, 7th Floor, San Francisco, California 94111-4065