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

12 In re	Case No. 01-30923 DM
13 PACIFIC GAS AND ELECTRIC	Chapter 11 Case
14 COMPANY, a California corporation,	[No Hearing Scheduled]
15 Debtor.	
16 Federal I.D. No. 94-0742640	

17 WINSTON & STRAWN'S COVER SHEET APPLICATION FOR
18 ALLOWANCE AND PAYMENT OF INTERIM COMPENSATION
19 AND REIMBURSEMENT OF EXPENSES FOR THE PERIOD
20 DECEMBER 1, 2002 THROUGH DECEMBER 31, 2002

21 Winston & Strawn (the "Firm") submits its Cover Sheet Application (the "Application")
22 for Allowance and Payment of Interim Compensation and Reimbursement of Expenses for the
23 Period of December 1 through December 31, 2002 (the "Application Period"). In support of the
24 Application, the Firm respectfully represents as follows:

25 1. Pursuant to the Amendment to the Amended Application for Authority to
26 Employ and to continue the Employment of Special Counsel dated as of September 13, 2001, the
27 Firm is counsel to the above-captioned debtor and debtor in possession (the "Debtor") and
28 employed under section 327(e) of the Bankruptcy Code, 11 U.S.C. § 101 et seq. (the "Code").

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1 2. Pursuant to the Order Establishing Interim Fee Application and Expense
2 Reimbursement Procedure entered on July 26, 2001 (the "Fee Order"), the Firm hereby applies to
3 the Court for allowance and payment of interim compensation for services rendered and
4 reimbursement of expenses incurred during the Application Period.

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6 3. The Firm billed a total of \$110,290.64 in fees and expenses during the
7 Application Period. The total fees represent 381.81 hours expended during the Application
8 Period. These fees and expenses break down as follows:

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Period	Fees	Expenses	Total
December 1 - December 31, 2002	\$103,154.45	\$7,136.19	\$110,290.64

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12 4. Accordingly, the Firm seeks allowance of interim compensation in the
13 total amount of \$94,817.47 at this time. This total is comprised as follows:

14 \$87,681.28 (85% of the fees for services rendered)¹ plus \$7,136.19 (100% of the expenses
15 incurred).

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17 5. Pursuant to the Stipulation and Order Regarding Employment of Winston
18 & Strawn as Special Counsel to the Debtor in Possession dated September 24, 2001 (the
19 "Stipulation"), the Firm's reimbursement for all fees and expenses incurred by the Firm as special
20 counsel to Debtor through July 31, 2001, is governed by the Order entered on August 16, 2001,
21 approving the Amended Application for Authority to Employ and Continue the Employment of
22 Special Counsel (the "Omnibus Order"). Pursuant to the Stipulation and Omnibus Order, the
23 Firm has not and will not submit Applications for fees and expenses incurred through July 31,
24 2001.
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26 6. To date, the Firm has submitted invoices for the following post-petition
27 services directly to the debtor:
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¹Payment of this amount would result in a "holdback" of \$15,473.17.

Application Period	Amount Due	Amount Paid	Amount Outstanding
June 1, 2001-June 30, 2001	\$117,735.06	\$117,494.31	\$0.00
July 1, 2001-July 31, 2001	\$169,199.53	\$169,197.43	\$0.00

7. To date, the Firm has been paid \$117,494.31 for the June 1, 2001 through June 30, 2001 period and \$ 169,197.43 for the July 1, 2001 through July 31, 2001 period.

8. For fees and expenses incurred on behalf of the Debtor after July 31, 2001, the Firm is governed by the Fee Order and must file monthly fee applications ("Cover Sheet Applications") and quarterly fee applications ("Interim Fee Applications") with the Court pursuant to section 331 of the Code.

9. The following chart reflects: (a) the Cover Sheet Applications submitted to date by W&S, including this Cover Sheet Application; (b) the First, Second, Third and Fourth Interim Applications submitted to date by W&S; (c) for the fees and expenses incurred by the Firm after July 31, 2001, the amounts incurred and the amounts paid to W&S by the Debtor to date; (d) W&S's voluntary and Court ordered reductions in compensation sought from the Debtor as part of the First Interim Application; and (e) the total amount owed by the Debtor to the Firm to date.

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Application Period	85% Fees	Expenses	15% Fee Holdback	Amount Paid	Total Amount Owed ²
Net Amounts for August 1 - November 30, 2001 Interim Application Period	\$881,496.65	\$71,206.39	\$155,558.23	\$1,108,261.28	\$0.00
December 1, 2001 - March 31, 2002 Interim Application Period	\$598,974.22	\$61,140.86	\$105,701.34	\$765,816.41	\$0.00
April 1 - July 31, 2002 Interim Application Period	\$400,790.65	\$25,688.92	\$70,724.75	\$497,204.33	\$0.00
August 1 - November 30, 2002 Interim Application Period	\$421,593.39	\$35,004.03	\$74,398.87	\$399,426.41	\$131,569.84
December 1 - December 31, 2002	\$103,154.45	\$7,136.19	\$15,473.17	\$0.00	\$110,290.64
Total	\$2,406,009.36	\$200,176.39	\$421,856.36	\$2,770,708.43	\$241,860.48

11. With regard to the copies of this Application served on counsel for the Official Committee of Unsecured Creditors (the "Committee"), reorganization counsel for the Debtor and the Office of the United States Trustee, (a) 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 and the hourly rate for each such professional; and (b) attached as Exhibit 2 are 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.

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

13. Pursuant to this Court's Fee 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

² Total Amount Owed includes the 15% holdback.

1 Trustee and served by the fifteenth day of the month following the service of this Application. If
2 such an objection is filed, Debtor is authorized to pay the amounts, if any, not subject to the
3 objection. The Firm is informed and believes that this Cover Sheet Application was mailed by
4 first class mail, postage prepaid, on or about January 23, 2002.

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

11 15. The Firm represents and warrants that its billing practices comply with all
12 Northern District of California Bankruptcy Local Rules and Compensation Guidelines and the
13 Guidelines of the Office of the United States Trustee. Neither the Firm nor any members of the
14 Firm has any agreement or understanding of any kind or nature to divide, pay over or share any
15 portion of the fees or expenses to be awarded to the Firm with any other person or attorney
16 except as among the members and associates of the Firm.
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WHEREFORE, the Firm respectfully requests that the Debtor pay compensation to the Firm as requested herein pursuant to and in accordance with the terms of the Fee Order.

Dated: January 23, 2003

WINSTON & STRAWN

By: 
One of Its Attorneys
327(e) Counsel to Debtors and
Debtors in Possession