

FILED

APR 30 2003

UNITED STATES BANKRUPTCY COURT
SAN FRANCISCO, CA

1 Thomas Lumsden
2 FTI Consulting Inc.
3 199 Fremont Street
4 San Francisco, CA 94105
5 Telephone: (415) 498-5000
6 Facsimile: (415) 498-6318

7
8 Accountants and Financial Advisors for Official
9 Committee of Unsecured Creditors

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

In re

13 PACIFIC GAS AND ELECTRIC
14 COMPANY, a California corporation,
15 Debtor.

Case No. 01-30923 DM

Chapter 11 Case

[No Hearing Scheduled]

Federal I.D. No. 94-0742640

16 FTI CONSULTING INC. COVER SHEET APPLICATION FOR ALLOWANCE AND
17 PAYMENT OF INTERIM COMPENSATION AND REIMBURSEMENT OF
18 EXPENSES FOR
19 MARCH 1, 2003 TO MARCH 31, 2003

20 FTI Consulting, (the "Firm"), submits its Cover Sheet Application (the "Application")
21 for Allowance and Payment of Interim Compensation and Reimbursement of Expenses for
22 the Period March 1, 2003 to March 31, 2003 (the "Application Period"). In support of the
23 Application, the Firm respectfully represents as follows:

24 1. The Firm serves as Accountants and Financial Advisors to the Official
25 Committee of Unsecured Creditors. The Firm submitted an Application for appointment as
26 Accountants and Financial Advisors to the Official Committee of Unsecured Creditors on
27 September 27, 2002. An Order for Appointment of the Firm as Accountants and Financial
28 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

BKRPO1

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

3 2. The Firm billed a total of \$188,274 in fees and expenses during the
4 Application Period. The Total fees represent 424.0 hours expended during the Application
5 Period. These fees and expenses break down as follows:

6 Period	7 Fees	8 Expenses	9 Total
10 March 1, 2003 –	11 \$185,516	12 \$2,758	13 \$188,274
14 March 31, 2003			

15 3. Accordingly, the Firm seeks allowance of interim compensation in the total
16 amount of \$160,446 at this time. This total is comprised as follows:

17 \$157,689 (85% of the fees for services rendered)¹ plus \$2,758 (100% of the expenses
18 incurred).

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

22 Application Period	23 Amount Applied For	24 Description	25 Amount Paid
26 First (April 11, 2001 – 27 May 31, 2001)	28 \$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 \$27,827

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)	

1	Eleventh (April 1, 2002 –	\$185,003	85% of fees and	\$185,003
2	April 30, 2002)		100% of expenses	
3	Twelfth (May 1, 2002 –	\$183,784	85% of fees and	\$183,784
4	May 31, 2002)		100% of expenses	
5	Thirteenth (June 1, 2002 –	\$81,860	85% of fees and	\$81,860
6	June 30, 2002)		100% of expenses	
7	Fourteenth (July 1, 2002 –	\$204,553	85% of fees and	\$204,553
8	July 31, 2002)		100% of expenses	
9	Fifteenth (August 1, 2002	\$127,849	85% of fees and 100% of	\$127,849
10	– August 31, 2002)		expenses	
11	Fourth Interim (April 1,	\$106,253	15% holdback fees (\$109,606)	\$106,253
12	2002 – July 31, 2002)		net voluntary write-off (\$3,353)	
13	Sixteenth (September 1,	\$84,985	85% fees and 100% expenses	\$84,985
14	2002 – September 30,			
15	2002)			
16	Seventeenth (October 1,	\$113,478	85% fees and 100 % expenses	\$113,478
17	2002 – October 31, 2002)			
18	Eighteenth (November 1,	\$315,139	85% fees and 100 % expenses	\$315,139
19	2002 – November 30,			
20	2002)			
21	Nineteenth (December 1,	\$227,074	85% fees and 100 % expenses	\$227,074
22	2002 – December 31,			
23	2002)			
24	Fifth Interim (August 1,	\$115,270	15% holdback fees	\$115,270
25	2002 – November 30,			
26	2002)			
27				
28				

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
Total Paid to the Firm to Date	\$5,953,858		\$5,953,858

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
Total Owed to Firm to Date	\$88,853	

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 and the hourly rate for each such professional; and (b) attached as Exhibits 2-1 and 2-2 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.

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

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

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

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

22 //

23 //

24 //

25 //

26 //

27 //

28 //

1 WHEREFORE, the Firm respectfully requests that the Debtor pay compensation to the Fir
2 as requested herein pursuant to and in accordance with the terms of the 'ORDER
3 ESTABLISHING INTERIM-FEE APPLICATION AND EXPENSE REIMBURSEMENT
4 PROCEDURE."

5
6 Dated: April 30, 2003 FTI Consulting Inc.

7
8 By: 

9 Thomas E. Lumsden,
Senior Managing Director

Exhibit 1

Pacific Gas and Electric
Summary of Time By Professional
For the Period March 1, 2003 Through March 31, 2003

Professional	Title	Time Total	Billing Rate	Fee Total
Hamilton, Mike	Sr. Managing Director	13.6	640	\$8,704
Ho, Rocky	Managing Director	163.6	475	\$77,710
Huang, Theodore	Consultant	15.0	300	\$4,500
Kim, Angela	Paraprofessional	10.4	55	\$572
Kitchin, Jennifer	Director	0.8	425	\$340
Lumsden, Tom	Sr. Managing Director	56.0	595	\$33,320
Neis, Margery	Consultant	106.0	345	\$36,570
Perfit, Ryan	Associate	1.2	215	\$258
Reiss, Freddie	Sr. Managing Director	6.7	595	\$3,987
Sin, Theresa	Associate	8.3	185	\$1,536
Young, Allison	Director	42.4	425	\$18,020
Totals		424.0		\$185,516