

1 CHARLES RIVER ASSOCIATES INCORPORATED  
John Hancock Tower, T-33  
2 200 Clarendon Street  
Boston, MA 02116-5092  
3 Telephone: 617/425-3000  
Facsimile: 617/425-3132

4 Economic Experts for Debtor and Debtor in Possession  
5 PACIFIC GAS AND ELECTRIC COMPANY  
6

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

11 In re  
12 PACIFIC GAS AND ELECTRIC  
COMPANY, a California corporation,  
13 Debtor.  
14

Case No. 01-30923 DM

Chapter 11 Case

[NO HEARING REQUESTED]

15 Federal I.D. No. 94-0742640

16 CHARLES RIVER ASSOCIATES INCORPORATED  
COVER SHEET APPLICATION  
17 FOR ALLOWANCE AND PAYMENT OF INTERIM COMPENSATION  
AND REIMBURSEMENT OF EXPENSES FOR OCTOBER, 2002  
18

19 Charles River Associates Incorporated (the "Firm") submits its Cover Sheet  
20 Application (the "Application") for Allowance and Payment of Interim Compensation and  
21 Reimbursement of Expenses for the Period October 1, 2002 through October 31, 2002 (the  
22 "Application Period"). In support of the Application, the Firm respectfully represents as  
23 follows:

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

BKRP01

2. The Firm billed a total of \$4,437.50 in fees and expenses during the Application Period. The total fees represent 15 hours expended during the Application Period. These fees and expenses break down as follows:

Period	Fees	Expenses	Total
October, 2002	\$4,437.50	\$0.00	\$4,437.50

3. Accordingly, the Firm seeks allowance of interim compensation in the total amount of \$ 3,771.88 at this time. This total is comprised as follows: \$3,771.88 (85% of the fees for services rendered).

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

Application Period	Amount Applied For	Description	Amount Paid
First (September 20 - 30, 2001)	\$50,945.62	100% of Fees & 100% of Expenses	\$50,945.62
Second (October 1 - 31, 2001)	\$299,964.92	100% of Fees & 100% of Expenses	\$299,964.92
Third (November 1 - 30, 2001)	\$171,364.14	100% of Fees & 100% of Expenses	\$171,364.14
Fourth (December 1 - 31, 2001)	\$8,751.10	100% of Fees & 100% of Expenses	\$8,751.10
Fifth (January 1 - 31, 2002)	\$9,821.86	100% of Fees & 100% of Expenses	\$9,821.86
Sixth (February 1 - 28, 2002)	\$11,521.00	100% of Fees & 100% of Expenses	\$11,521.00
Seventh (April 20-30, 2002)	\$10,495.30	85% of Fees & 100% of Expenses	\$8,924.50

Application Period	Amount Applied For	Description	Amount Paid
Eighth (May 1-31, 2002)	\$40,517.50	85% of Fees & 100% of Expenses	\$34,439.88
Ninth (June 1-30, 2002)	\$30,335.00	85% of Fees & 100% of Expenses	\$25,784.75
Tenth (July 1-31, 2002)	\$54,689.50	85% of Fees & 100% of Expenses	\$46,486.08
Eleventh (August 1-30, 2002)	\$200.00	85% of Fees & 100% of Expenses	\$170.00
Twelfth (September 1-30, 2002)	\$841.00	85% of Fees & 100% of Expenses	\$714.85
Total Paid to the Firm to Date	\$689,446.94		\$668,888.70

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

Application Period	Amount	Description
Seventh (April 20-30, 2002)	\$1,570.80	15% of Fees
Eighth (May 1-31, 2002)	\$6,077.62	15% of Fees
Ninth (June 1-30, 2002)	\$4,550.25	15% of Fees
Tenth (July 1-31, 2002)	\$8,203.42	15% of Fees
Eleventh (August 1-30, 2002)	\$30.00	15% of Fees
Twelfth (September 1-30, 2002)	\$126.15	15% of Fees
Total Owed to Firm to Date	\$20,558.24	

6. With regard to the copies of this Application served on counsel for the

1 Committee, counsel for the Debtor and the Office of the United States Trustee, attached as  
2 Exhibit 1 hereto is the name of each professional who performed services in connection with  
3 this case during the period covered by this Application and the hourly rate for each such  
4 professional; and attached as Exhibit 2 is an Account Summary. The detailed time and  
5 expense statements for the Application Period that comply with all Northern District of  
6 California Bankruptcy Local Rules and Compensation Guidelines and the Guidelines of the  
7 Office of the United States Trustee have been submitted to the Office of the United States  
8 Trustee and mailed to counsel for the Committee and to the Debtor.

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

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

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

26 10. The Firm represents and warrants that its billing practices comply with all  
27 Northern District of California Bankruptcy Local Rules and Compensation Guidelines and  
28 the Guidelines of the Office of the United States Trustee. Neither the Firm nor any members

1 of the Firm has any agreement or understanding of any kind or nature to divide, pay over or  
2 share any portion of the fees or expenses to be awarded to the Firm with any other person or  
3 attorney except as among the members and associates of the Firm.

4 WHEREFORE, the Firm respectfully requests that the Debtor pay compensation  
5 to the Firm as requested herein pursuant to and in accordance with the terms of the "SECOND  
6 AMENDED ORDER ESTABLISHING INTERIM FEE APPLICATION AND EXPENSE  
7 REIMBURSEMENT PROCEDURE."

8 DATED: May 9, 2003

9 CHARLES RIVER ASSOCIATES  
10 INCORPORATED

11 By: Jm Wells  
12 JAMES M. WELLS

13 Experts for Debtor and Debtor in Possession  
14 PACIFIC GAS AND ELECTRIC COMPANY

15 HOWARD  
16 RICE  
17 NEMEROWSKI  
18 CANADY  
19 FALK  
20 & PARKIN  
21 A Professional Corporation