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JAN 30 2004

UNITED STATES BANKRUPTCY COURT
SAN FRANCISCO, CA

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4 Accountants and Financial Advisors for Official
5 Committee of Unsecured Creditors

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

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

Case No. 01-30923 DM
Chapter 11 Case
[No Hearing Scheduled]

15 Federal I.D. No. 94-0742640

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

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

23 1. The Firm serves as Accountants and Financial Advisors to the Official
24 Committee of Unsecured Creditors. The Firm submitted an Application for appointment as
25 Accountants and Financial Advisors to the Official Committee of Unsecured Creditors on
26 September 27, 2002. An Order for Appointment of the Firm as Accountants and Financial
27 Advisors to the Official Committee of Unsecured Creditors was entered on October 31,
28 2002, *nunc pro tunc* to September 1, 2002. The Firm hereby applies to the Court for

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

3 2. The Firm billed a total of \$188,080 in fees and expenses during the
4 Application Period. The Total fees represent 375.0 hours expended during the Application
5 Period. These fees and expenses break down as follows:

6 Period	7 Fees	8 Expenses	9 Total
10 December 1, 2003 –	\$188,080	\$2,705	\$190,785
11 December 31, 2003			

12 3. Accordingly, the Firm seeks allowance of interim compensation in the total
13 amount of \$162,573 at this time. This total is comprised as follows:
14 \$159,868 (85% of the fees for services rendered)¹ plus \$2,705 (100% of the expenses
15 incurred).

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

19 Application Period	20 Amount 21 Applied For	22 Description	23 Amount Paid
24 First (April 11, 2001 – 25 May 31, 2001)	\$803,642	26 90% of fees and 27 100% of expenses	\$803,642
28 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 \$28,212

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)	

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Eleventh (April 1, 2002 – April 30, 2002)	\$185,003	85% of fees and 100% of expenses	\$185,003
Twelfth (May 1, 2002 – May 31, 2002)	\$183,784	85% of fees and 100% of expenses	\$183,784
Thirteenth (June 1, 2002 – June 30, 2002)	\$81,860	85% of fees and 100% of expenses	\$81,860
Fourteenth (July 1, 2002 – July 31, 2002)	\$204,553	85% of fees and 100% of expenses	\$204,553
Fifteenth (August 1, 2002 – August 31, 2002)	\$127,849	85% of fees and 100% of expenses	\$127,849
Fourth Interim (April 1, 2002 – July 31, 2002)	\$106,253	15% holdback fees (\$109,606) net voluntary write-off (\$3,353)	\$106,253
Sixteenth (September 1, 2002 – September 30, 2002)	\$84,985	85% fees and 100% expenses	\$84,985
Seventeenth (October 1, 2002 – October 31, 2002)	\$113,478	85% fees and 100 % expenses	\$113,478
Eighteenth (November 1, 2002 – November 30, 2002)	\$315,139	85% fees and 100 % expenses	\$315,139
Nineteenth (December 1, 2002 – December 31, 2002)	\$227,074	85% fees and 100 % expenses	\$227,074
Fifth Interim (August 1, 2002 – November 30, 2002)	\$115,270	15% holdback fees	\$115,270

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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
Twenty-second (March 1, 2003 – March 31, 2003)	\$160,446	85% fees and 100% expenses	\$160,446
Twenty-third (April 1, 2003 – April 30, 2003)	\$163,638	85% fees and 100% expenses	\$163,638
Twenty-fourth (May 1, 2003 - May 31, 2003)	\$157,479	85% fees and 100% expenses	\$157,479
Sixth Interim (December 1, 2002 – March 31, 2003)	\$116,680	15% holdback fees	\$116,680
Twenty-fifth (June 1, 2003 – June 30, 2003)	\$105,311	85% of fees and 100% expenses	\$105,311
Twenty-sixth (July 1, 2003 – July 31, 2003)	\$209,335	85% of fees and 100% expenses	\$209,335
Twenty-seventh (August 1, 2003 – August 31, 2003)	\$109,631	85% of fees and 100% expenses	\$109,631
Seventh Interim (April 1, 2003 - July 31, 2003)	\$109,034	15% holdback fees	\$109,034
Twenty-eighth (September 1, 2003 – September 30, 2003)	\$195,459	85% of fees and 100% expenses	\$195,459
Twenty-ninth (October 1, 2003 – October 31, 2003)	\$135,119	85% of fees and 100% expenses	\$135,119

1 2 3	Thirtieth (November 1, 2003 – November 30, 2003)	\$118,774	85% of fees and 100% expenses	\$118,774
4 5	Total Paid to the Firm to Date	\$7,534,864		\$7,534,864

6 5. To date, the Firm is owed as follows (excluding amounts owed pursuant to
7 this Application).
8

9	Application Period	Amount	Description
10 11	Twenty-seventh (August 1, 2003 – August 31, 2003)	\$19,298	15% fee holdback
12 13	Twenty-eighth (September 1, 2003 – September 30, 2003)	\$32,827	15% fee holdback
14 15	Twenty-ninth (October 1, 2003 – October 31, 2003)	\$23,668	15% fee holdback
16 17	Thirtieth (November 1, 2003 – November 30, 2003)	\$20,274	15% fee holdback
18 19	Total Owed to Firm to Date	\$96,067	

20 6. With regard to the copies of this Application served on counsel for the
21 Committee, counsel for the Debtor and the Office of the United States Trustee, attached as
22 Exhibit 1 hereto is the name of each professional who performed services in connection with
23 this case during the period covered by this Application and the hourly rate for each such
24 professional; and (b) attached as Exhibits 2-1 and 2-2 are the detailed time and expense
25 statements for the Application Period that comply with all Northern District of California
26 Bankruptcy Local Rules and Compensation Guidelines and the Guidelines of the Office of
27 the United States Trustee.

28 7. The Firm has served a copy of this Application (without Exhibits) on the

1 Special Notice List in this case.

2 8. Pursuant to this Court's 'ORDER ESTABLISHING INTERIM FEE
3 APPLICATION AND EXPENSE REIMBURSEMENT PROCEDURE' which was entered
4 on or about July 26, 2001, the Debtor is authorized to make the payment requested herein
5 without a further hearing or order of this Court unless an objection to this Application is
6 filed with the Court by the Debtor, the Committee or the United States Trustee and served by
7 the fifteenth day of the month following the service of this Application. If such an objection
8 is filed, Debtor is authorized to pay the amounts, if any, not subject to the objection. The
9 Firm is informed and believes that this Cover Sheet Application was mailed by first class
10 mail, postage prepaid, on or about January 30, 2004.

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

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

23
24 WHEREFORE, the Firm respectfully requests that the Debtor pay compensation to the Firm
25 as requested herein pursuant to and in accordance with the terms of the 'ORDER
26 ESTABLISHING INTERIM FEE APPLICATION AND EXPENSE REIMBURSEMENT
27 PROCEDURE.'

1 Dated: January 30, 2004

FTI Consulting Inc.

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3 By: 
4 Thomas Lumsden
5 Senior Managing Director
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