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

FILED

FEB 27 2004

UNITED STATES BANKRUPTCY COURT
SAN FRANCISCO, CA

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UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF CALIFORNIA
SAN FRANCISCO DIVISION

In re

Case No. 01-30923 DM

PACIFIC GAS AND ELECTRIC
COMPANY, a California corporation,

Chapter 11 Case.

Debtor.

[No Hearing Scheduled]

Federal I.D. No. 94-0742640

FTI CONSULTING INC. COVER SHEET APPLICATION FOR ALLOWANCE AND
PAYMENT OF INTERIM COMPENSATION AND REIMBURSEMENT OF
EXPENSES FOR
JANUARY 1, 2004 TO JANUARY 31, 2004

FTI Consulting, (the "Firm"), submits its Cover Sheet Application (the "Application")
for Allowance and Payment of Interim Compensation and Reimbursement of Expenses for
the Period January 1, 2004 to January 31, 2004 (the "Application Period"). In support of
the Application, the Firm respectfully represents as follows:

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

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

2. The Firm billed a total of \$105,009 in fees and expenses during the Application Period. The Total fees represent 209.8 hours expended during the Application Period. These fees and expenses break down as follows:

Period	Fees	Expenses	Total
January 1, 2004 –	\$104,926	\$83	\$105,009
January 31, 2004			

3. Accordingly, the Firm seeks allowance of interim compensation in the total amount of \$89,270 at this time. This total is comprised as follows:

\$89,187 (85% of the fees for services rendered)¹ plus \$83 (100% of the expenses incurred).

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

Application Period	Amount Applied For	Description	Amount Paid
First (April 11, 2001 – May 31, 2001)	\$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 \$15,739

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, 2001–	\$192,887	85% of fees and	\$192,887
18	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 – April 30, 2002)	\$185,003	85% of fees and 100% of expenses	\$185,003
2				
3	Twelfth (May 1, 2002 – May 31, 2002)	\$183,784	85% of fees and 100% of expenses	\$183,784
4				
5	Thirteenth (June 1, 2002 – June 30, 2002)	\$81,860	85% of fees and 100% of expenses	\$81,860
6				
7	Fourteenth (July 1, 2002 – July 31, 2002)	\$204,553	85% of fees and 100% of expenses	\$204,553
8				
9	Fifteenth (August 1, 2002 – August 31, 2002)	\$127,849	85% of fees and 100% of expenses	\$127,849
10				
11	Fourth Interim (April 1, 2002 – July 31, 2002)	\$106,253	15% holdback fees (\$109,606) net voluntary write-off (\$3,353)	\$106,253
12				
13	Sixteenth (September 1, 2002 – September 30, 2002)	\$84,985	85% fees and 100% expenses	\$84,985
14				
15				
16	Seventeenth (October 1, 2002 – October 31, 2002)	\$113,478	85% fees and 100 % expenses	\$113,478
17				
18				
19	Eighteenth (November 1, 2002 – November 30, 2002)	\$315,139	85% fees and 100-% expenses	\$315,139
20				
21				
22	Nineteenth (December 1, 2002 – December 31, 2002)	\$227,074	85% fees and 100 % expenses	\$227,074
23				
24				
25	Fifth Interim (August 1, 2002 – November 30, 2002)	\$115,270	15% holdback fees	\$115,270
26				
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
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

Thirtieth (November 1, 2003 – November 30, 2003)	\$118,774	85% of fees and 100% expenses	\$118,774
Thirty-first (December 1, 2003 – December 31, 2003)	\$162,573	85% of fees and 100% expenses	\$162,573
Total Paid to the Firm to Date	\$7,697,437		\$7,697,437

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

Application Period	Amount	Description
Twenty-seventh (August 1, 2003 – August 31, 2003)	\$19,298	15% fee holdback
Twenty-eighth (September 1, 2003 – September 30, 2003)	\$32,827	15% fee holdback
Twenty-ninth (October 1, 2003 – October 31, 2003)	\$23,668	15% fee holdback
Thirtieth (November 1, 2003 – November 30, 2003)	\$20,274	15% fee holdback
Thirty-first (December 1, 2003 – December 31, 2003)	\$28,212	15% fee holdback
Total Owed to Firm to Date	\$124,279	

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

1 professional; and (b) attached as Exhibits 2-1 and 2-2 are the detailed time and expense
2 statements for the Application Period that comply with all Northern District of California
3 Bankruptcy Local Rules and Compensation Guidelines and the Guidelines of the Office of
4 the United States Trustee.

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

7 8. Pursuant to this Court's "ORDER ESTABLISHING INTERIM FEE
8 APPLICATION AND EXPENSE REIMBURSEMENT PROCEDURE" which was entered
9 on or about July 26, 2001, the Debtor is authorized to make the payment requested herein
10 without a further hearing or order of this Court unless an objection to this Application is
11 filed with the Court by the Debtor, the Committee or the United States Trustee and served by
12 the fifteenth day of the month following the service of this Application. If such an objection
13 is filed, Debtor is authorized to pay the amounts, if any, not subject to the objection. The
14 Firm is informed and believes that this Cover Sheet Application was mailed by first class
15 mail, postage prepaid, on or about February 27, 2004.

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

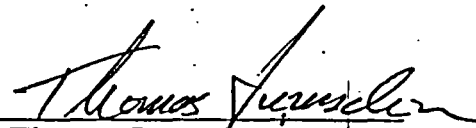
22 10. The Firm represents and warrants that its billing practices comply with all
23 Northern District of California Bankruptcy Local Rules and Compensation Guidelines and
24 the Guidelines of the Office of the United States Trustee. Neither the Firm nor any members
25 of the Firm has any agreement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

1 WHEREFORE, the Firm respectfully requests that the Debtor pay compensation to the Firm
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: February 27, 2004

FTI Consulting Inc.

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8 By:



Thomas Lumsden
Senior Managing Director