

PG&E CORP
 Form 8-K
 June 27, 2003

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report: June 27, 2003

| Commission File Number | Exact Name of Registrant as specified in its charter | State or other Jurisdiction of Incorporation | IRS Employer Identification Number |
|------------------------------|---|---|--|
| 1-12609 | PG&E Corporation | California | 94-3234914 |
| 333-66032 | PG&E National Energy Group, Inc. PG&E Corporation One Market, Spear Tower, Suite 2400 San Francisco, California 94105 (Address of principal executive offices) (Zip Code) | Delaware PG&E National Energy Group, Inc. 7600 Wisconsin Avenue Bethesda, Maryland 20814 | 94-3316236 |
| | PG&E Corporation (415) 267-7000 (Registrant's telephone number, including area code) | PG&E National Energy Group, Inc. (301) 280-6800 | |

Item 5. Other Events

As previously disclosed, in 2002 PG&E National Energy Group, Inc. (PG&E NEG), a subsidiary of PG&E Corporation, reclassified the operations of its subsidiary, USGen New England, Inc., to discontinued operations. Subsequent to the issuance of PG&E NEG's 2002 consolidated financial statements, management discovered a misclassification of certain offsetting revenues and expenses between discontinued operations and continuing operations of PG&E NEG.

PG&E NEG will revise its 2002 Form 10-K/A to reclassify certain offsetting revenues and expenses, which net to zero. The revision is strictly a reclassification of approximately \$470 million of revenues and expenses from discontinued operations to continuing operations. The reclassification will result in no change in PG&E NEG's operating income, net income, balance sheet or cash flow. The only impact of the reclassification is an increase in operating revenues offset by an equal increase in operating expenses in its consolidated statements of operations.

In addition, PG&E Corporation will similarly revise its 2002 Form 10-K/A to reflect these changes in revenues and expenses, which will result in no change in operating income, net income, balance sheet or cash flow.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934 the registrants have duly caused this report to be signed on their behalf by the undersigned thereunto duly authorized.

PG&E CORPORATION

By: BRUCE R. WORTHINGTON

BRUCE R. WORTHINGTON

Senior Vice President and General Counsel

PG&E NATIONAL ENERGY GROUP, INC.

By: THOMAS E. LEGRO

THOMAS E. LEGRO

Vice President and Chief Accounting Officer

Dated:

June 27, 2003