

ANDERSEN

FILED
OFFICE OF THE CLERK

2001 NOV 13 PM 3:03

U.S. BANKRUPTCY COURT
ALBUQUERQUE, N.M.
Arthur Andersen LLP
Suite 400
6501 Americas Parkway NE
Albuquerque NM 87110
Tel 505 689 4700
Fax 505 889 4838
www.underesen.com

UNITED STATES BANKRUPTCY COURT
DISTRICT OF NEW MEXICO

In re:

Furr's Supermarkets, Inc.

Case No. 11-01-10779-SA
Chapter 11

Debtors.

**FEE APPLICATION BY ACCOUNTANTS FOR THE
DEBTORS, FURR'S SUPERMARKETS, INC.,
FOR ALLOWANCE AND PAYMENT OF COMPENSATION**

Arthur Andersen LLP ("ANDERSEN"), accountants for the Debtors, Furr's Supermarkets, Inc. ("Debtors"), submits this application for allowance and payment of compensation pursuant to Bankruptcy Code §§330, 331 and 503(b)(2). In support of this Fee Application, ANDERSEN states:

1. Fee Application by ANDERSEN. The Debtors filed their voluntary petition for relief under Chapter 11 of the Bankruptcy Code on February 8, 2001 (the "Petition Date"), resulting in an order for relief on the same date. This is the first fee application filed by ANDERSEN in this bankruptcy case. ANDERSEN seeks compensation for the period from the Petition Date through October 31, 2001 (the "Application Period").

1328

2. Application Period-Amount of Fees, Costs and Applicable Gross Receipts Tax. For the Application Period, ANDERSEN seeks allowance of compensation for services rendered by ANDERSEN for Debtors, plus costs and applicable gross receipts tax on fees and costs, in the amount of \$98,090.31, consisting of \$92,702 for professional fees, and \$5,388.31 for gross receipts tax. As of November 2, 2001, ANDERSEN has a receivable balance due of \$7,486.23 from the Debtors for services, costs and gross receipts taxes for which ANDERSEN seeks allowance by this Application. The total fees, costs, billing rates, number of hours charged and expenses ANDERSEN charged Debtors each month during the Application Period, is summarized on Exhibit A hereto. A summary of professional fees by matter that ANDERSEN billed the Debtors for each professional during the Application Period is summarized on Exhibit B hereto. The amount of out-of-pocket fees ANDERSEN charged the Debtors during the Application Period, summarized by expense category, is summarized on Exhibit C hereto.

3. Billing Statements-Itemization and Description of Services Rendered. The monthly billing statements ANDERSEN rendered to the Debtors for services rendered during the Application Period are attached hereto as Exhibit D (the "Billing Statements"). The Billing Statements itemize all charges for professional services, reimbursable costs and expenses and gross receipts tax; set forth the hourly rates for each professional employed by ANDERSEN who rendered services to Debtors; separately describe the services rendered and hours worked by each individual each day for each item of work during the Application Period, in one-tenth-of-an-hour increments; and, at the end of the Billing Statements, summarize the total hours and total charges per individual. The accounting of services, costs and expenses as set out in the Billing Statements is true and correct to the best of ANDERSEN's knowledge, information and belief.

4. Charges Reflect ANDERSEN's Customary Billing Rates and Other Charges. During the Application Period, the billing rates ANDERSEN charged were charged at the

individuals' normal and customary billing rates in effect when ANDERSEN commenced its representation of the Debtors applicable both to work performed in bankruptcy matters and work performed in non-bankruptcy matters. ANDERSEN did not charge for hand deliveries, secretarial time, or printing and collating of documents.

5. Debtors' Employment of ANDERSEN. On May 8, 2001, the Debtors signed an arrangement letter to employ ANDERSEN for Tax Compliance Services, Benefit Plan Audit Services and Other Accounting Services.

6. Services Rendered During the First Application Period were Actual and Necessary; Fees Charged are Reasonable. Following its employment by the Debtors, during the First Application period, ANDERSEN performed services for the Debtors and the amount charged for fees is reasonable based on the nature, extent and value of the services and the amount of time spent providing the services.

7. General Description of Services Rendered on Behalf of the Debtors. As more fully set forth in the attached Billing Statements, in general the services ANDERSEN rendered for the Debtors during the First Application Period have included, among other things:

(a) Preparation of Forms 5500 (Annual Return/Report of Employee Benefit Plan) for the 401(k) Plan, the Pension Plan and the Group Health Plan for the year ended December 31, 2000 (see Note 10 (d));

(b) Performance of limited-scope audits of the financial statements of the Company's 401(k) Plan and the Pension Plan for the plan year ended December 31, 2000 (see Note 10 (d));

(c) Providing temporary accounting staff as requested by the debtors;

(d) Providing other accounting or consulting services as requested by the debtor; and

(e) Consultation on the preparation of the Company's Federal and New Mexico and Texas state income tax returns for the year ended December 31, 2000.

8. Assignment of Individuals for the Services Rendered. During the First Application Period, the work ANDERSEN performed for the Debtors is generally summarized as follows:

(a) Laura Patterson was the manager in charge of various consulting services and the preparing of the Forms 5500 for the 401(k) Plan, the Pension Plan and the Group Health Plan for the plan year ended December 31, 2000 (see Note 10 (d)).

(b) Kim Nunley, Kenneth Stevens, John Trujillo and Marita Sanchez were responsible for the performance of the limited-scope audits of the financial statements of the Company's 401(k) Plan and the Pension Plan for the plan year ended December 31, 2000 (see Note 10 (d)).

(c) Dhaval Patel was requested by the debtor to perform temporary accounting staff duties primarily related to day to day accounting responsibilities of Furr's accounting staff who were no longer employed and unable to be replaced in a timely fashion by Furr's Supermarkets, Inc.

(d) Kim Nunley and Ken Stevens provided nominal consulting services regarding various accounting matters.

(e) Robin Miller provided nominal consulting services regarding the Company's Federal and New Mexico and Texas State income tax returns for the year ended December 31, 2000.

10. Other Factors. ANDERSEN also supports this First Application with a discussion of various other factors, as follows:

(a) Expertise and experience in the services rendered to the Debtors. ANDERSEN has substantial experience in the above mentioned services provided, and has provided these services to Furr's Supermarkets Inc. for several years prior to their filing for Bankruptcy.

(b) Method used to compute time charges. For services related to temporary accounting and consulting services, ANDERSEN employees billed their time in six-minute increments. For services related to the preparation of the Form 5500 and audit of the Furr's Supermarkets, Inc. 401(k) benefit plan, ANDERSEN billed a fixed fee.

(c) Method used for determining hours to be actually billed for services and for making billing adjustments. For the services related to the temporary accounting staff and consulting matters, ANDERSEN employees kept daily time records in the ordinary course of business, from which ANDERSEN prepared the Billing Statements. Draft bills were adjusted downward from time to time before being rendered, based on perceived inefficiencies or for other reasons. No time was billed for preparing, reviewing or adjusting bills. For professional services related to the audit and preparation of the Form 5500 for the Company's 401(k) Plan and for services related to the preparation of the Form 5500 for the Group Health Plan, ANDERSEN billed a fixed fee as agreed to in the May 8, 2001 arrangement letter between ANDERSEN and Furr's Supermarkets, Inc.

(d) Amounts billed related to the services provided for the Furr's Supermarkets, Inc. Pension Benefit Plan. The fees billed by ANDERSEN related to the preparation of the Form 5500 and the performance of the limited-scope audit of the financial statements of Furr's Supermarkets, Inc. Pension Benefit Plan ("Pension Plan") were paid by the Pension Plan, as allowed per the Pension Plan document, and as such, are not included nor are

they the subject of this fee application. The description of the services provided are only included as a reference of the total services provided by ANDERSEN.

(e) Difficulty of engagement. This case has been somewhat difficult primarily because of the amount of accounting staff and personnel who left Furr's Supermarkets, Inc. who are key in the preparation of schedules prior to the commencement of our engagement.

(f) Results Achieved and Benefit of the Results to the Company. The Forms 5500 including the audited financial statements, as required by the Internal Revenue Service (IRS), for the 401(k), Pension and Group Health Plan were filed timely with the IRS (see Note 10 (d)). The temporary accounting staff provided was key to maintaining the day-to-day accounting records (i.e. accounts receivable and payable ledgers) required by Furr's Supermarkets, Inc. in the normal course of business.

11. Services Rendered Solely for the Debtors; No Fee Sharing Arrangement. ANDERSEN performed all professional services for which ANDERSEN seeks allowance and payment of compensation for the Debtors, and not on behalf of any creditor or any committee or other person. ANDERSEN has not shared or agreed to share any compensation received or to be received by it for services rendered in or in connection with this case with any person except with employees of ANDERSEN in the ordinary course of business.

12. Certification of Review by Debtors. ANDERSEN hereby certifies that the Debtors have received, reviewed and approved this First Fee Application.

WHEREFORE, ANDERSEN respectfully requests that the Court:

(a) Allow compensation to ANDERSEN for the First Application Period, as a priority, administrative expense, in the amount of \$98,090.31, consisting of \$92,702 for professional fees and \$5,388.31 for gross receipts tax.

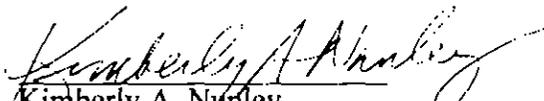
ARTHUR ANDERSEN LLP

By 
Kimberly A. Nunley
6501 Americas Parkway NE, Suite 400
Albuquerque, New Mexico 87110
(505) 889-4740
(505) 889-4838 (fax)

I hereby certify that a copy of
the foregoing Fee Application
was mailed to:

Ron Andazola
United States Trustee
P.O. Box 608
Albuquerque, New Mexico 87103

this 6th day of November, 2001.


Kimberly A. Nunley

Andersen Summary of Professional Services
for Furr's Supermarkets, Inc.

<u>Invoice Date</u>	<u>Invoice Number</u>	<u>Fees</u>	<u>Tax</u>	<u>Total</u>
6/14/01	AB0052	\$ 12,600.00	\$ 732.38	\$13,332.38
7/16/01	AB0079	37,256.00	2,165.51	39,421.51
8/14/01	AB0102	18,138.00	1,054.27	19,192.27
8/24/01	AB0107	17,633.00	1,024.92	18,657.92
8/28/01	F10321	7,075.00	411.23	7,486.23
		<u>\$92,702.00</u>	<u>\$ 5,388.31</u>	<u>\$98,090.31</u>

ANDERSEN LLP

FURR'S SUPERMARKETS, INC.
SUMMARY OF HOURS AND FEES INCURRED BY PROFESSIONAL
MAY 14, 2001 THROUGH MAY 31, 2001

<u>Level</u>	<u>Name</u>	<u>Practice Area</u>	<u>Billing Initials</u>	<u>Hours Incurred</u>	<u>Hourly Rate</u>	<u>Fees</u>
Senior Consultants	Dhaval G. Patel	Audit	DGP	56.0	\$ 225	12,600.00
TOTAL HOURS AND FEES				<u>56.0</u>		<u>\$ 12,600.00</u>
PLUS: OUT-OF-POCKET EXPENSES						<u>-</u>
TOTAL NET FEES AND EXPENSES						<u>\$ 12,600.00</u>

ANDERSEN LLP

**FURR'S SUPERMARKETS, INC.
SUMMARY OF PROFESSIONAL FEES BY MATTER
MAY 14, 2001 THROUGH MAY 31, 2001**

Matter Description	Hours	Gross Fees
Treasury Consulting Services		
Temporary Accounting Staff	56.0	\$ 12,600.00
	<u>56.0</u>	<u>\$ 12,600.00</u>
Out-of-Pocket Expenses		<u>-</u>
Total Fees and Expenses		<u>\$ 12,600.00</u>

ANDERSEN LLP

**FURR'S SUPERMARKETS, INC.
SUMMARY OF OUT-OF-POCKET EXPENSES
MAY 1, 2001 THROUGH MAY 31, 2001**

<u>Expense Category</u>	<u>Amount</u>
Duplication Costs	\$ -
Outside Printing	-
Teleconference Line	-
Delivery Services/Messengers	-
Postage/Express Mail/Courier Services	-
Transportation, Parking & Mileage	-
Airfare	-
Lodging	-
On-Line Research	-
Research Materials	-
Other	-
TOTAL	<u>\$ -</u>

Mr. Steve Stork
Furr's Supermarkets, Inc.
4411 The 25 Way, Suite 100
Albuquerque, New Mexico 87109

June 14, 2001

Billing for professional services rendered in connection with the following services.

Temporary accounting staff – Dhaval Patel (56 hours at \$225 per hour) \$12,600.00

From May 14, 2001 through May 31, 2001

5.8125% New Mexico gross receipts tax	<u>732.38</u>
Amount Due	<u>\$ 13,332.38</u>

Submitted by 
Kimberly A. Nunley

TERMS: PAYMENT DUE UPON RECEIPT OF INVOICE

Taxpayer Identification Number 36-0732690

Return this portion with your payment

MAKE CHECK PAYABLE TO:

Arthur Andersen LLP

MAIL PAYMENT TO:

P.O. Box 100445
Pasadena, CA 91189-0445

Invoice:

0095AB0052
FUR007
\$13,332.38

Total Amount Due:

Amount Enclosed:

Invoice submitted to:
Furr's Supermarket, Inc.

June 25, 2001

	<u>Hrs/Rate</u>	<u>Amount</u>
<u>TEMP ACCOUNTING STAFF</u>		
5/17/01 DGP MET WITH STEVE STORK AND ROB MAYNARD	0.40 225.00/hr	90.00
DGP DISCUSSED WITH STEVE STORK ORGANIZATIONAL CHART AND REPORTING PROCEDURE	0.20 225.00/hr	45.00
DGP REVIEWED THE CHART OF ACCOUNTS AND TRIAL BALANCE AS OF 12/31/2000 AND 3/24/01	0.40 225.00/hr	90.00
DGP MET WITH LINDA MANTYLA FOR OVERVIEW OF THE LAWSON SYSTEM	1.10 225.00/hr	247.50
DGP GATHERED DATA AND RESEARCHED ACTIVITIES RECORDED FOR ACCOUNT - 174000, PREPAID POSTAGE FOR PERIOD 1 THROUGH 4, 2001.	1.30 225.00/hr	292.50
DGP ANALYZED ENTRIES RECORDED FOR ACCOUNT-174000 FOR PERIOD 1 THROUGH 4. PREPARED ADJUSTING ENTRY NEEDED TO BE BOOKED	1.10 225.00/hr	247.50
DGP DISCUSSED THE ADJUSTING ENTRY REQUIRED FOR ACCOUNT 174000, PREPAID POSTAGE WITH DIANE SLUSSER AND RACHEL KEFAUVER	0.50 225.00/hr	112.50
DGP REVIEWED FINAL UPDATED RECONCILIATION FOR ACCOUNT 174000, PREPAID POSTAGE	0.40 225.00/hr	90.00

Furr's Supermarket, Inc.

Page 2

	<u>Hrs/Rate</u>	<u>Amount</u>
5/17/01 DGP GATHERED DATA AND RESEARCHED ACTIVITIES RECORDED FOR ACCOUNT - 284000, OTHER ASSETS FOR PERIOD 1 THROUGH 4, 2001	1.10 225.00/hr	247.50
DGP ANALYZED ENTRIES RECORDED FOR ACCOUNT-284000 FOR PERIOD 1 THROUGH 4. PREPARED ADJUSTING ENTRY NEEDED TO BE BOOKED	0.80 225.00/hr	180.00
DGP DISCUSSED THE ADJUSTING ENTRY REQUIRED FOR ACCOUNT 284000, PREPAID POSTAGE WITH DIANE SLUSSER AND RACHEL KEFAUVER	0.70 225.00/hr	157.50
5/18/01 DGP REVIEWED FINAL UPDATED RECONCILIATION FOR ACCOUNT 284000, OTHER ASSETS	0.40 225.00/hr	90.00
DGP GATHERED DATA AND RESEARCHED ACTIVITIES RECORDED FOR ACCOUNT - 366300, ACCRUED INSURANCE ADMIN. FEES FOR PERIOD 1 THROUGH 4, 2001	1.20 225.00/hr	270.00
DGP ANALYZED ENTRIES RECORDED FOR ACCOUNT-366300 FOR PERIOD 1 THROUGH 4. PREPARED RECONCILIATION FOR PERIOD 1 THROUGH 4	1.60 225.00/hr	360.00
DGP DISCUSSED THE ACCRUAL ENTRIES REQUIRED FOR ACCOUNT -366300, ACCRUED INSURANCE ADMIN FEES WITH RACHEL KEFAUVER	0.40 225.00/hr	90.00
DGP GATHERED DATA AND RESEARCHED ACTIVITIES RECORDED FOR ACCOUNT - 172700. PREPAID	1.10 225.00/hr	247.50
INSURANCE FOR PERIOD 1 THROUGH 4, 2001		
DGP PREPARED FOR THE MEETING WITH DELWYN JAMES TO DISCUSS VARIOUS INSURANCE COVERAGE	0.30 225.00/hr	67.50
DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 172000, PREPAID LICENSES FOR PERIOD 1 THROUGH 4, 2001.	1.10 225.00/hr	247.50
DGP MET WITH MARGIE MACKEY, DIANE SLUSSER AND ELSA FERNANDEZ TO DISCUSS G/L CODING AND DATA ENTRY PROCESS FOR RECORDING INVOICES RELATED TO ACCOUNT -172000. PREPAID LICENSES	0.80 225.00/hr	180.00

Furr's Supermarket, Inc.

Page 3

	<u>Hrs/Rate</u>	<u>Amount</u>
5/22/01 DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 172200, PREPAID UNION MEDICAL FOR PERIOD 1 THROUGH 4, 2001	1.20 225.00/hr	270.00
DGP MET WITH TONYA MANES TO DISCUSS RECONCILIATION PROCESS FOR ACCOUNT 172200	0.70 225.00/hr	157.50
DGP REVIEWED FINAL UPDATED RECONCILIATION FOR ACCOUNT 172200, PREPAID UNION MEDICAL	0.80 225.00/hr	180.00
DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 361100, ACCRUED NON-UNION MEDICAL FOR PERIOD 1 THROUGH 4, 2001	1.10 225.00/hr	247.50
DGP PREPARED RECONCILIATION FOR PERIOD 1 THROUGH 4 FOR ACCOUNT 361100 - ACCRUED NON-UNION MEDICAL	1.60 225.00/hr	360.00
DGP DISCUSSED RECONCILIATION PROCESS FOR ACCOUNT 361100- ACCRUED NON-UNION MEDICAL WITH JAN SHUSTER. EXPLAINED DATA REQUIRED AND INPUT PROCESS FOR PERFORMING THE FUTURE RECONCILIATION	0.60 225.00/hr	135.00
DGP MET WITH RACHEL KEFAUVER TO PROVIDE STATUS UPDATE AND DISCUSSED ACCRUAL ACCOUNTS WITH DEBIT BALANCES	0.40 225.00/hr	90.00
DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 364010, ACCRUED UTILITY FOR PERIOD 1 THROUGH 4, 2001	1.60 225.00/hr	360.00
5/23/01 DGP ANALYZED ENTRIES RECORDED FOR ACCOUNT-364010, ACCRUED UTILITY FOR PERIOD 1 THROUGH 4. PREPARED ADJUSTING ENTRY NEEDED TO BE BOOKED	1.30 225.00/hr	292.50
DGP DISCUSSED RECONCILIATION FOR PERIOD 4 FOR ACCOUNT 364010, WITH DIANE SLUSSER AND RACHEL KEFAUVER	0.30 225.00/hr	67.50
DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 364200, ACCRUED TRASH FOR PERIOD 1 THROUGH 4, 2001	1.10 225.00/hr	247.50
DGP ANALYZED ENTRIES RECORDED FOR ACCOUNT-364200, ACCRUED TRASH FOR PERIOD 1 THROUGH 4. PREPARED ADJUSTING ENTRY NEEDED TO BE BOOKED.	0.90 225.00/hr	202.50

Furr's Supermarket, Inc.

	<u>Hrs/Rate</u>	<u>Amount</u>
5/23/01 DGP DISCUSSED RECONCILIATION FOR PERIOD 4 FOR ACCOUNT 364200, WITH DIANE SLUSSER AND RACHEL KEFAUVER	0.20 225.00/hr	45.00
DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 364300, ACCRUED UNIFORM FOR PERIOD 1 THROUGH 4, 2001.	1.10 225.00/hr	247.50
DGP ANALYZED ENTRIES RECORDED FOR ACCOUNT-364300, ACCRUED UNIFORM FOR PERIOD 1 THROUGH 4. PREPARED ADJUSTING ENTRY NEEDED TO BE BOOKED	0.90 225.00/hr	202.50
DGP DISCUSSED RECONCILIATION FOR PERIOD 4 FOR ACCOUNT 364300, WITH DIANE SLUSSER AND RACHEL KEFAUVER	0.20 225.00/hr	45.00
DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 364400, ACCRUED PEST FOR PERIOD 1 THROUGH 4, 2001	1.10 225.00/hr	247.50
DGP ANALYZED ENTRIES RECORDED FOR ACCOUNT-364400, ACCRUED PEST FOR PERIOD 1 THROUGH 4. PREPARED ADJUSTING ENTRY NEEDED TO BE BOOKED	0.90 225.00/hr	202.50
5/24/01 DGP DISCUSSED RECONCILIATION FOR PERIOD 4 FOR ACCOUNT 364400, WITH DIANE SLUSSER AND RACHEL KEFAUVER	0.30 225.00/hr	67.50
DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 364500, ACCRUED MAINTENANCE CONTRACT FOR PERIOD 1 THROUGH 4, 2001	1.20 225.00/hr	270.00
DGP ANALYZED ENTRIES RECORDED FOR ACCOUNT-364500, ACCRUED MAINT. CONTRACT FOR PERIOD 1 THROUGH 4. PREPARED ADJUSTING ENTRY NEEDED TO BE BOOKED	1.10 225.00/hr	247.50
DGP DISCUSSED RECONCILIATION FOR PERIOD 4 FOR ACCOUNT 364500, WITH TONYA MANES	0.40 225.00/hr	90.00
DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 364600, ACCRUED INVENTORY FEES FOR PERIOD 1 THROUGH 4, 2001	1.30 225.00/hr	292.50

Furr's Supermarket, Inc.

	<u>Hrs/Rate</u>	<u>Amount</u>
5/24/01 DGP ANALYZED ENTRIES RECORDED FOR ACCOUNT-364600, ACCRUED INVENTORY FEES FOR PERIOD 1 THROUGH 4. PREPARED ADJUSTING ENTRY NEEDED TO BE BOOKED	1.10 225.00/hr	247.50
DGP DISCUSSED RECONCILIATION FOR PERIOD 4 FOR ACCOUNT 364600, WITH DIANE SLUSSER	0.30 225.00/hr	67.50
DGP GATHERED DATA. RESEARCHED INVOICES AND _____	0.90	202.50

THROUGH 4, 2001

DGP ANALYZED ENTRIES RECORDED FOR ACCOUNT-364700, ACCRUED ARMORED CAR FEES FOR PERIOD 1 THROUGH 4. PREPARED ADJUSTING ENTRY NEEDED TO BE BOOKED	1.10 225.00/hr	247.50
DGP DISCUSSED RECONCILIATION FOR PERIOD 4 FOR	0.30	67.50

Furr's Supermarket, Inc.

	<u>Hrs/Rate</u>	<u>Amount</u>
5/30/01 DGP ANALYZED ENTRIES RECORDED FOR ACCOUNT-368300, ACCRUED SPONSORSHIP FOR PERIOD 1 THROUGH 4. PREPARED ADJUSTING ENTRY NEEDED TO BE BOOKED	1.10 225.00/hr	247.50
DGP DISCUSSED RECONCILIATION FOR PERIOD 4 FOR ACCOUNT 368300, WITH DIANE SLUSSER	0.30 225.00/hr	67.50
DGP MET WITH RACHEL KEFAUVER. PROVIDED STATUS UPDATE ON ACCOUNT RECONCILIATION. DISCUSSED ADDITIONAL ACCOUNTS NEEDED TO BE ANALYZED AND RECONCILED FOR PERIOD 4	0.20 225.00/hr	45.00
5/31/01 DGP GATHERED DATA, RESEARCHED REPORTS RECEIVED FROM COLLECTRITE RECORDED FOR ACCOUNT - 124000, A/R BAD CHECKS FOR PERIOD 1 THROUGH 4, 2001	2.10 225.00/hr	472.50
DGP GATHERED DATA, RESEARCHED REPORTS RECEIVED FROM COLLECTRITE RECORDED FOR ACCOUNT - 125000, A/R RETURNED CHECKS FOR PERIOD 1 THROUGH 4, 2001	1.10 225.00/hr	247.50
DGP GATHERED DATA, RESEARCHED REPORTS RECEIVED FROM COLLECTRITE RECORDED FOR ACCOUNT - 125200, CURRENT RESERVE BAD CHECKS FOR PERIOD 1 THROUGH 4, 2001	1.70 225.00/hr	382.50
DGP GATHERED DATA, RESEARCHED REPORTS RECEIVED FROM COLLECTRITE RECORDED FOR ACCOUNT - 125300, CURRENT RESERVE LOSSES BAD CHECKS FOR PERIOD 1 THROUGH 4, 2001	0.80 225.00/hr	180.00
DGP GATHERED DATA, RESEARCHED REPORTS RECEIVED FROM COLLECTRITE RECORDED FOR ACCOUNT - 125400, CURRENT RECOVERY BAD CHECKS FOR PERIOD 1 THROUGH 4, 2001	1.20 225.00/hr	270.00
DGP DISCUSSED WITH DIANE SLUSSER, JAN SHUSTER AND BETTY PEERMAN PROCESS FOR RECORDING BAD CHECKS AND COLLECTION BY COLLECTRITE	1.10 225.00/hr	247.50
SUBTOTAL:	[56.00	12,600.00]
For Professional Services Rendered	56.00	\$12,600.00
Balance Due		\$12,600.00

ANDERSEN LLP

FURR'S SUPERMARKETS, INC.
 SUMMARY OF HOURS AND FEES INCURRED BY PROFESSIONAL
 JUNE 1, 2001 THROUGH JUNE 30, 2001

Level	Name	Practice Area	Billing Initials	Hours Incurred	Hourly Rate	Fees
Senior Consultants	Dhaval G. Patel	Audit	DGP	145.0	\$ 225	\$ 32,625.00
Staff Consultants	Jim M. Newcom	Audit	JMN	21.8	\$ 110	2,376.00
	Jennifer L. Unsworth	Audit	JLU	20.5	\$ 110	2,255.00
TOTAL HOURS AND FEES				<u>187.1</u>		<u>\$ 37,256.00</u>
PLUS: OUT-OF-POCKET EXPENSES						<u>-</u>
TOTAL NET FEES AND EXPENSES						<u>\$ 37,256.00</u>

ANDERSEN LLP

FURR'S SUPERMARKETS, INC.
SUMMARY OF PROFESSIONAL FEES BY MATTER
JUNE 1, 2001 THROUGH JUNE 30, 2001

<u>Matter Description</u>	<u>Hours</u>	<u>Gross Fees</u>
Treasury Consulting Services		
Temporary Accounting Staff	187.1	\$ 37,256.00
	<u>187.1</u>	<u>\$ 37,256.00</u>
Out-of-Pocket Expenses		<u>-</u>
Total Fees and Expenses		<u>\$ 37,256.00</u>

ANDERSEN LLP

FURR'S SUPERMARKETS, INC.
SUMMARY OF OUT-OF-POCKET EXPENSES
JUNE 1, 2001 THROUGH JUNE 30, 2001

<u>Expense Category</u>	<u>Amount</u>
Duplication Costs	\$ -
Outside Printing	-
Teleconference Line	-
Delivery Services/Messengers	-
Postage/Express Mail/Courier Services	-
Transportation, Parking & Mileage	-
Airfare	-
Lodging	-
On-Line Research	-
Research Materials	-
Other	-
TOTAL	<u><u>\$ -</u></u>

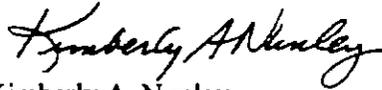
Mr. Steve Stork
Furr's Supermarkets, Inc.
4411 The 25 Way, Suite 100
Albuquerque, New Mexico 87109

July 16, 2001

Billing for professional services rendered in connection with the following services.

Temporary accounting staff – (187.1 hours). From June 1, 2001 through June 30, 2001	\$ 37,256.00
5.8125% New Mexico gross receipts tax	<u>2,165.51</u>
Amount Due	<u>\$ 39,421.51</u>

Submitted by



Kimberly A. Nunley

TERMS: PAYMENT DUE UPON RECEIPT OF INVOICE

Taxpayer Identification Number 36-0732690

Return this portion with your payment

MAKE CHECK PAYABLE TO:

Arthur Andersen LLP

MAIL PAYMENT TO:

P.O. Box 100445
Pasadena, CA 91189-0445

0095AB0079

Invoice:

FUR007

\$39,421.51

Total Amount Due:

Amount Enclosed: _____

EXHIBIT D

Please post above invoice number to your check

Invoice submitted to:
Furr's Supermarket, Inc.

July 16, 2001

	<u>Hrs/Rate</u>	<u>Amount</u>
<u>TEMP ACCOUNTING STAFF</u>		
6/4/01 DGP PRINTED G/L ACTIVITY REPORTS FOR PERIOD 1 THROUGH 4 FOR ACCOUNT 124000- A/R BAD CHECKS AND ANALYZED ACTIVITIES RECORDED.	2.80 225.00/hr	630.00
DGP PRINTED G/L ACTIVITY REPORTS FOR PERIOD 1 THROUGH 4 FOR ACCOUNT 125000- A/R RETURNED CHECKS AND ANALYZED ACTIVITIES RECORDED.	2.20 225.00/hr	495.00
<hr/> DGP PRINTED G/L ACTIVITY REPORTS FOR PERIOD 1	2.40	540.00
THROUGH 4 FOR ACCOUNT 125200- CURRENT RESERVE BAD CHECKS AND ANALYZED ACTIVITIES RECORDED.	225.00/hr	
DGP PRINTED G/L ACTIVITY REPORTS FOR PERIOD 1 THROUGH 4 FOR ACCOUNT 125300- CURRENT LOSSES BAD CHECKS AND ANALYZED ACTIVITIES RECORDED.	0.60 225.00/hr	135.00
6/5/01 DGP PRINTED G/L ACTIVITY REPORTS FOR PERIOD 1 THROUGH 4 FOR ACCOUNT 125300- CURRENT LOSSES BAD CHECKS AND ANALYZED ACTIVITIES RECORDED.	1.60 225.00/hr	360.00
DGP PRINTED G/L ACTIVITY REPORTS FOR PERIOD 1 THROUGH 4 FOR ACCOUNT 125400- CURRENT RECOVERY BAD CHECKS AND ANALYZED ACTIVITIES RECORDED.	2.80 225.00/hr	630.00

Farr's Supermarket, Inc.

	<u>Hrs/Rate</u>	<u>Amount</u>
6/5/01 DGP MET WITH STEVE VANAMBURG, DIANE SLUSSER TO DISCUSS ENTRIES RECORDED BY CASH MANAGEMENT FOR BAD CHECKS AND AMOUNT COLLECTED BY COLLECTRITE.	2.90 225.00/hr	652.50
DGP MET WITH RACHEL KEFAUVER TO DISCUSS STATUS OF RECONCILIATION FOR BAD CHECKS RELATED ACCOUNT.	0.70 225.00/hr	157.50
6/6/01 DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 131000, A/R OTHER FOR PERIOD 1 THROUGH 4, 2001.	2.40 225.00/hr	540.00
DGP DISCUSSED ENTRIES MADE FOR ACCOUNT 131000 WITH STEVE STORK, RACHEL KEFAUVER AND LISA FLORES.	1.20 225.00/hr	270.00
DGP REVIEWED CHECKS RECEIVED AND RESEARCHED AMOUNTS FOR ACCOUNT 131000	0.90 225.00/hr	202.50
DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 362200, ACCRUED STORE EXPENSE FOR PERIOD 1 THROUGH 4, 2001.	2.60 225.00/hr	585.00
DGP DISCUSSED ENTRIES MADE FOR ACCOUNT 362200 WITH RACHEL KEFAUVER AND JAN SHUSTER.	0.90 225.00/hr	202.50
6/7/01 DGP REVIEWED BANK STATEMENT FOR ALL OF YEAR 2000 FOR STORE 879 AND 884 RELATED TO BANK CHARGES .	2.20 225.00/hr	495.00
DGP DISCUSSED WITH TONYA MANES RECONCILIATION FOR ACCOUNT 364010 - ACCRUED ELECTRICITY FOR PERIOD 1 THROUGH 4.	1.60 225.00/hr	360.00
DGP PREPARED RECONCILIATION FOR ACCOUNT 364010 - ACCRUED ELECTRICITY FOR PERIOD 1, 2 AND 3.	2.80 225.00/hr	630.00
DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 352400, GARNISHMENTS FOR PERIOD 1 THROUGH 4, 2001.	1.40 225.00/hr	315.00
6/8/01 DGP ANALYZED BANK STATEMENTS FOR STORE NUMBER 908 AND 937 FOR EACH MONTH OF 2000 AND FOR JANUARY THROUGH APRIL FOR 2001. REVIEWED AND RESEARCHED ANY BANK CHARGES CHARGED.	2.90 225.00/hr	652.50
DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 385500, DEFERRED REBATE INCOME FOR PERIOD 1 THROUGH 4, 2001.	2.80 225.00/hr	630.00

Furr's Supermarket, Inc.

Page 3

	<u>Hrs/Rate</u>	<u>Amount</u>
6/8/01 DGP REVIEWED GL-240 REPORTS FOR ACCOUNT -385500 FOR PERIOD 1 THROUGH 4 FOR 2001. FURTHER ANALYZED THE JOURNAL ENTRIES POSTED FOR THE ACCOUNT.	2.30 225.00/hr	517.50
6/11/01 DGP CALLED COLLECTRITE TO DISCUSS THE WEEKLY	1.10	247.50

COLLECTION FOR BAD CHECKS. DISCUSSED ITEMS ON THE SUMMARY REPORT FOR PERIOD 4, 2001.

DGP DISCUSSED ACCOUNTING FOR BAD CHECKS RELATED ACCOUNTS (124000, 125000, 125400, 125200, 775100, 775200) WITH JAN SHUSTER AND DIANE SLUSSER.	2.20 225.00/hr	495.00
DGP DRAFTED MONTHLY ACCOUNTING ENTRIES TO BE MADE BY CASH MANAGEMENT AND ACCOUNTING DEPARTMENT FOR ABOVE BAD CHECKS RELATED ACCOUNTS.	2.50 225.00/hr	562.50
DGP DISCUSSED DRAFTED ACCOUNTING ENTRIES AND CALCULATION FOR RESERVE FOR BAD CHECK A/R WITH RACHEL KEFAUVER.	2.20 225.00/hr	495.00

6/12/01 DGP CALLED ANV OFFICE RE: [REDACTED] DISCUSSED [REDACTED] 0.75 157.50

STIPULATED ORDER FROM THE BANKRUPTCY COURT REGARDING PAYMENTS TO AFCO. ALSO DISCUSSED

225.00/hr

Furr's Supermarket, Inc.

	<u>Hrs/Rate</u>	<u>Amount</u>
6/13/01 DGP CALCULATED AND DRAFTED THE EXPENSE REQUIRED TO BE BOOKED EACH MONTH FOR THE INSURANCE FINANCED THROUGH AFCO.	2.30 225.00/hr	517.50
DGP RESEARCHED THE ENTRIES BOOKED FOR PERIOD 1 THROUGH 4 FOR INSURANCE OTHER THAN AFCO FINANCED INSURANCE.	1.50 225.00/hr	337.50
DGP ORGANIZED GL-290 ACCOUNT ACTIVITY REPORTS AND OTHER SCHEDULES RELATED TO ACCOUNT 284000 - OTHER ASSETS	1.10 225.00/hr	247.50
DGP ORGANIZED GL-290 ACCOUNT ACTIVITY REPORTS AND OTHER SCHEDULES RELATED TO ACCOUNT 172200 - PREPAID UNION MEDICAL.	0.90 225.00/hr	202.50
DGP ORGANIZED AFCO FINANCING AGREEMENTS AND OTHER SCHEDULES RELATED TO ACCOUNT 361100- ACCRUED UNION NON MEDICAL.	1.10 225.00/hr	247.50
DGP ORGANIZED AFCO FINANCING AGREEMENTS AND OTHER SCHEDULES RELATED TO ACCOUNT 364010-ACCRUED UTILITY.	1.10 225.00/hr	247.50
6/14/01 DGP ORGANIZED GL-290 ACCOUNT ACTIVITY REPORTS AND OTHER SCHEDULES RELATED TO ACCOUNT 124000- A/R BAD CHECKS AND OTHER RELATED ACCOUNTS.	2.60 225.00/hr	585.00
DGP ORGANIZED GL-290 ACCOUNT ACTIVITY REPORTS AND OTHER SCHEDULES RELATED TO ACCOUNT 283000-DEFERRED CONTRACT COSTS.	1.10 225.00/hr	247.50
DGP ORGANIZED AFCO FINANCING AGREEMENTS AND OTHER SCHEDULES RELATED TO SEVERAL ACCRUAL ACCOUNTS (ACCOUNTS 364200, 364300, 364400, 364500.)	2.10 225.00/hr	472.50
DGP ORGANIZED AFCO FINANCING AGREEMENTS AND OTHER SCHEDULES RELATED TO ACCOUNT 364010-ACCRUED UTILITY.	1.30 225.00/hr	292.50
DGP DISCUSSED WITH DIANE SLUSSER THE STATUS OF RECONCILIATIONS FOR PERIOD 5 FOR ABOVE ACCOUNTS.	0.90 225.00/hr	202.50
6/18/01 DGP PRINTED GL-240 REPORT FOR ACCOUNT 365100 - ACCRUED AUDIT FEES FOR PERIOD 1 THROUGH 5, 2001.	1.80 225.00/hr	405.00

Furr's Supermarket, Inc.

Page 5

	<u>Hrs/Rate</u>	<u>Amount</u>
6/18/01 DGP REVIEWED AND ANALYZED ACCOUNT ANALYSIS REPORT FOR ACCOUNT 365100 - ACCRUED AUDIT FEES FOR PERIOD 1 THROUGH 5, 2001.	2.80 225.00/hr	630.00
DGP RESEARCHED AND REVIEWED THE INVOICES BOOKED FOR PERIOD 1 THROUGH 5 FOR ACCOUNT 365100 - ACCRUED AUDIT FEES.	2.70 225.00/hr	607.50
DGP CALLED ARTHUR ANDERSEN REGARDING OUTSTANDING INVOICES FOR 1999 AND 2000 AUDIT AND DISCUSSED THE PAYMENTS RECEIVED AND TOTAL FEES FOR DIFFERENT AUDITS.	0.70 225.00/hr	157.50
6/19/01 DGP PREPARED RECONCILIATION REPORT FOR PERIOD 1 THROUGH 3 FOR ACCOUNT 365100 - ACCRUED AUDIT FEES.	2.90 225.00/hr	652.50
DGP PREPARED RECONCILIATION REPORT FOR PERIOD 3 THROUGH 5 FOR ACCOUNT 365100 - ACCRUED AUDIT FEES.	2.60 225.00/hr	585.00
DGP DISCUSSED RECONCILIATION REPORT WITH FURR'S	1.30 225.00/hr	292.50

KEFAUVER FOR ACCOUNT 365100 - ACCRUED AUDIT FEES. 225.00/hr

DGP PREPARED JOURNAL ENTRY FOR REVERSING INVOICE DOUBLE BOOKED FOR ACCOUNT 365000. 1.30
225.00/hr 292.50

6/20/01 DGP MET WITH JEAN DROLLINGER TO DISCUSS RECONCILIATION PROCESS FOR ACCOUNT 172700- PREPAID INSURANCE. 0.90
225.00/hr 202.50

DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 283000 1.30
225.00/hr 292.50

Furr's Supermarket, Inc.

Page 6

	<u>Hrs/Rate</u>	<u>Amount</u>
6/20/01 DGP MET WITH CHANTAL PUEPKE TO DISCUSS RECONCILIATION PROCESS FOR ACCOUNT 350800 - SWEEPSTAKE CLEARING.	0.90 225.00/hr	202.50
DGP REVIEWED ENTRIES POSTED BY A/P FOR PERIOD 1 THROUGH 4 FOR ACCOUNT 350800.	0.70 225.00/hr	157.50
DGP DISCUSSED ENTRIES POSTED BY A/P WITH MARGIE MACKEY AND MICHAEL MCMANN FOR ACCOUNT 350800.	0.80 225.00/hr	180.00
DGP REVIEWED ENTRIES POSTED FOR PERIOD 1 THROUGH 4 FOR ACCOUNT 352400 - GARNISHMENTS	0.20 225.00/hr	45.00
DGP CALLED AFCO TO DISCUSS INSURANCE FINANCE AGREEMENT AND PAYMENTS.	0.20 225.00/hr	45.00
6/21/01 DGP ANALYZED ENTRIES MADE FOR ACCOUNT 362200 BEFORE 2/7/01. ANALYZED ENTRY FOR TRANSFERRING PREPETITION LIABILITY.	2.60 225.00/hr	585.00
DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 362300, ACCRUED BANK CHARGES FOR PERIOD 1 THROUGH 4, 2001.	2.60 225.00/hr	585.00
DGP DOWNLOADED DATA FOR YEAR 2000 FOR ACCOUNT 810100 - BANK CHARGES GENERAL IN TO EXCEL AND ANALYZED DATA FOR EACH STORE.	2.80 225.00/hr	630.00
JMN MET WITH LLOYD BRIGGS, CONTROLLER FOR PINNACLE, TO REVIEW SCOPE OF PROCEDURES	0.70 110.00/hr	77.00
JMN CREATED LIST OF INFORMATION NEEDED FOR AUDITORS CONCERNING PINNACLE ACCOUNTS	1.60 110.00/hr	176.00
JMN CREATED LIST OF INFORMATION NEEDED FOR AUDITORS CONCERNING COUNTYWIDE ACCOUNTS	1.40 110.00/hr	154.00
JMN TESTED PINNACLE'S SUPPLIES ACCOUNT	0.70 110.00/hr	77.00
JMN TESTED PINNACLE'S REPAIRS AND MAINTENANCE ACCOUNT	0.80 110.00/hr	88.00
JMN CREATED WORKPROGRAM FOR TESTING PINNACLE ACCOUNTS	1.90 110.00/hr	209.00
JMN TIED GL ACCOUNTS FOR BENEFITS TO REPORT GIVEN THAT DETAILS EXPENSES INCURRED DURING PERIOD 5	1.30 110.00/hr	143.00

Furr's Supermarket, Inc.

Page 7

	<u>Hrs/Rate</u>	<u>Amount</u>
6/21/01 JLU REVIEWED CLIENT WORKPROGRAM FOR PINNACLE/COUNTRYWIDE EXPENSE TESTING AND DEVELOPED TESTING APPROACH FOR AGREED-UPON PROCEDURE WORK	3.00 110.00/hr	330.00
JLU DISCUSSION WITH LLOYD BRIGGS REGARDING PINNACLE A/P REVIEW PROCESS. DISCUSSED SPECIFICALLY WHO IS AUTHORIZED TO MAKE PURCHASE ORDERS, REVIEW INVOICES, SIGN	0.30 110.00/hr	33.00
CHECKS, ETC.		
JLU DISCUSSION WITH LLOYD BRIGGS REGARDING PAYROLL PROCESS. DISCUSSED THE OUTSOURCING OF THE PAYROLL FUNCTION	0.30 110.00/hr	33.00
JLU INPUT OF PAYROLL TESTING DATA INTO SPREADSHEET (NAME, HOURS WORKED, PAY RATE, ETC.)	1.00 110.00/hr	110.00
JLU INPUT OF FUEL PRICE DATA INTO SPREADSHEET TO FULFILL REQUIREMENT FROM WORKPROGRAM (DETAIL OF PAST 12 WEEKS FUEL PRICES AND FUEL USED)	0.50 110.00/hr	55.00
JLU PHONE CALL TO KEN STEVENS, AA MANAGER, TO DISCUSS TESTING APPROACHES DEVELOPED FOR AGREED-UPON PROCEDURES	0.10 110.00/hr	11.00
JLU CHECKED VOICE MAIL FOR RESPONSE FROM AUDIT MANAGER REGARDING TESTING PROCEDURES	0.10 110.00/hr	11.00
JLU SELECTED EMPLOYEES FROM PAYROLL REGISTER TO SELECT TIME RECORDS FOR AND TO TRACE TO RECORDS FROM PAYROLL COMPANY	0.20 110.00/hr	22.00
JLU AUDIT PROCEDURES FOR PAYROLL - VERIFIED THAT TIMESHEETS CORRESPONDED TO PAYROLL RECORDS	2.50 110.00/hr	275.00
6/22/01 DGP DISCUSSED WITH STEVE VANAMBURG HOW BANK CHARGES ARE RECORDED ON BANK RECONCILIATION AND IN G/L.	0.80 225.00/hr	180.00
DGP REVIEWED BANK STATEMENT FOR WELLS FARGO MAIN STORE ACCOUNT FOR THE MONTH OF JANUARY, FEBRUARY, APRIL AND MAY.	2.20 225.00/hr	495.00
JMN TESTED PINNACLE'S HOUSEKEEPING ACCOUNT	0.80 110.00/hr	88.00

Furr's Supermarket, Inc.

Page 8

	<u>Hrs/Rate</u>	<u>Amount</u>
6/22/01 JMN INTERVIEWED LLOYD TO GAIN AN UNDERSTANDING OF HOW HE ACCRUES FOR PINNACLE'S BENEFITS FOR ITS EMPLOYEES	0.90 110.00/hr	99.00
JMN TESTED PINNACLE'S BENEFITS ACCOUNT	0.70 110.00/hr	77.00
JMN INTERVIEWED LLOYD AND GAINED AN UNDERSTANDING OF THE GENERAL LIABILITY ACCRUAL PINNACLE DOES FOR ITS INSURANCE	0.60 110.00/hr	66.00
JMN TESTED PINNACLE'S INSURANCE ACCOUNT	0.90 110.00/hr	99.00
JMN INTERVIEWED LLOYD AND GAINED AN UNDERSTANDING CONCERNING THE ACCRUAL FOR UTILITIES	0.60 110.00/hr	66.00
JMN TESTED AND DOCUMENTED UTILITY EXPENSE FOR PINNACLE	1.10 110.00/hr	121.00
JMN MET WITH LLOYD AND DISCUSSED OPEN ITEMS FOR TRAVEL EXPENSES AND TO ASK FOLLOW-UP QUESTIONS CONCERNING THE ACCRUAL FOR BENEFITS AND UTILITIES	1.40 110.00/hr	154.00
JMN ANALYZED WORKPROGRAM FOR PINNACLE NOTING LACK OF FINDINGS FOR PINNACLES' ACCOUNTS TESTED	1.20 110.00/hr	132.00
JLU INTERVIEWED CLIENT REGARDING ACCRUAL PROCEDURES FOR EXPENSES	1.00 110.00/hr	110.00
JLU PHONE CALL TO KEN STEVENS, AA MANAGER TO DISCUSS STATUS OF WORKPROGRAM	0.10 110.00/hr	11.00
JLU CHECKED/RESPONDED TO VOICEMAIL FROM AUDIT MANAGER REGARDING CLIENT STATUS.	0.10 110.00/hr	11.00
JLU AUDITED PINNACLE G/L EXPENSE ACCOUNTS	6.80 110.00/hr	748.00
6/25/01 DGP REVIEWED GL-240 REPORTS FOR ACCOUNT -395500 FOR PERIOD 1 THROUGH 4 FOR 2001. FURTHER ANALYZED THE JOURNAL ENTRIES POSTED FOR THE ACCOUNT. (CONTINUED FROM 6/8)	1.20 225.00/hr	270.00
DGP GATHERED DATA, RESEARCHED INVOICES AND ACTIVITIES RECORDED FOR ACCOUNT - 368300, ACCRUED EXPENSES SPONSORSHIP FOR PERIOD 1 THROUGH 4, 2001.	2.80 225.00/hr	630.00

Furr's Supermarket, Inc.

Page 9

	<u>Hrs/Rate</u>	<u>Amount</u>
6/25/01 DGP REVIEWED GL-240 REPORTS FOR ACCOUNT -368300 FOR PERIOD 1 THROUGH 4 FOR 2001. FURTHER ANALYZED THE JOURNAL ENTRIES POSTED FOR THE ACCOUNT.	2.80 225.00/hr	630.00
DGP DISCUSSED WITH RACHEL KEFAUVER AND DIANE SLUSSER ACCOUNT 368300 BALANCE AND ACTIVITIES FOR PERIOD 1 THROUGH 4.	1.20 225.00/hr	270.00
JMN REVIEWED DOCUMENTATION OF PINNACLE ACCOUNTS AND CLEARED ALL AREAS THAT WERE OPEN	1.10 110.00/hr	121.00
JMN UPDATED WORKPROGRAM AND ADDED COUNTYWIDE ACCOUNTS THAT WERE TESTED BY OTHER AUDIT STAFF	0.80 110.00/hr	88.00
JMN MET WITH ENGAGEMENT MANAGER AND REVIEWED FINDING FOR BOTH PINNACLE AND COUNTRYWIDE	0.70 110.00/hr	77.00
JMN UPDATED WORKPROGRAM AND ATTACHMENT WORKSHEETS	0.70 110.00/hr	77.00
JLU DOCUMENT PREPARATION FOR KEN STEVENS, AA MANAGER. (COMPILATION OF TEST RESULTS FOR <u>AGREED UPON PROCEDURES TO DELIVER TO STEVE STORK.</u>)	3.00 110.00/hr	330.00
6/26/01 DGP REVIEWED THE REPORTS FROM COLLECTRITE ON BAD CHECKS COLLECTION FOR PERIOD 5, 2001. DISCUSSED THE REPORTS WITH JAN SHUSTER AND REVIEWED THE ENTRIES PREPARED BY JAN SHUSTER FOR ACCOUNT 125200- CURRENT RESERVE AND FOR THE WRITE OFF AMOUNT.	2.80 225.00/hr	630.00
DGP MET WITH LISA FLORES, DIANE SLUSSER AND JAN SHUSTER AND DISCUSSED GROSS RECEIPT TAX CALCULATION AND BAD DEBT EXPENSE ACCOUNTS.	2.60 225.00/hr	585.00
DGP DISCUSSED WITH JEAN DROLLINGER RECONCILIATION FOR ACCOUNT 172700- PREPAID INSURANCE EXPENSE FOR YEAR 2000.	0.60 225.00/hr	135.00
JMN UPDATED WORKPROGRAM AND ATTACHMENT WORKSHEETS	0.60 110.00/hr	66.00
JMN TEST TRAVEL EXPENSE FOR PINNACLE AND CREATE ATTACHMENT FOR TRAVEL	1.10 110.00/hr	121.00
6/27/01 DGP DISCUSSED WITH RACHEL KEFAUVER THE SECURED AND UNSECURED AMOUNTS OF AFCO INSURANCE FINANCING FOR ACCOUNT 172700- PREPAID INSURANCE.	1.90 225.00/hr	427.50

Furr's Supermarket, Inc.

Page 10

	<u>Hrs/Rate</u>	<u>Amount</u>
6/27/01 DGP REVIEWED THE BALANCE IN A/P UNDER COMPANY 215 FOR VENDOR AFCO AND MARSH AS OF 5/19/01.	1.50 225.00/hr	337.50
DGP REVIEWED REPORTS AP-230 FOR PERIOD 5 FOR VENDOR AFCO AND MARSH.	2.70 225.00/hr	607.50
DGP ANALYZED ACCOUNTS PAYABLE BALANCES FOR VENDOR AFCO AND MARSH AS OF PERIOD 5.	1.90 225.00/hr	427.50
JLU PHONE CALL TO LLOYD BRIGGS, PINNACLE CONTROLLER TO OBTAIN ADDITIONAL INFORMATION NEEDED TO COMPLETE PROCEDURES PACKAGE FOR STEVE STORK.	0.20 110.00/hr	22.00
JLU UPDATE/REVISION OF PACKAGE TO BE SENT TO STEVE STORK WITH ADDITIONAL INFORMATION RECEIVED FROM LLOYD BRIGGS	0.80 110.00/hr	88.00
6/28/01 DGP DISCUSSED WITH RACHEL KEFAUVER THE JOURNAL ENTRIES REQUIRED TO POST FOR UNSECURED PORTION OF AFCO DEBT PER COURT AGREEMENT.	1.40 225.00/hr	315.00
DGP DRAFTED JOURNAL ENTRIES FOR PERIOD FIVE FOR ADJUSTING UNSECURED DEBT FOR AFCO INSURANCE FINANCING.	2.50 225.00/hr	562.50
DGP ENTERED JOURNAL ENTRY 294 FOR ACCOUNT 172700 AND 475400 RELATED TO PREPAID INSURANCE BALANCE.	1.20 225.00/hr	270.00
DGP REVIEWED ENTRY POSTED ABOVE FOR ACCURACY	0.70 225.00/hr	157.50
DGP ORGANIZED AFCO FINANCING AGREEMENTS AND OTHER SCHEDULES RELATED TO ACCOUNT 172700 - PREPAID INSURANCE.	2.20 225.00/hr	495.00
6/29/01 DGP DRAFTED THE RECONCILIATION SPREADSHEET FOR ACCOUNT 124000. ALSO PREPARED RECONCILIATION FOR PERIOD 4, 5 AND 6.	2.60 225.00/hr	585.00
DGP DRAFTED THE RECONCILIATION SPREADSHEET FOR ACCOUNT 125400. ALSO PREPARED RECONCILIATION FOR PERIOD 4, 5 AND 6.	2.40 225.00/hr	540.00
DGP DRAFTED THE RECONCILIATION SPREADSHEET FOR ACCOUNT 125200. ALSO PREPARED RECONCILIATION FOR PERIOD 4, 5 AND 6.	2.40 225.00/hr	540.00

Furr's Supermarket, Inc.

Page 11

	<u>Hrs/Rate</u>	<u>Amount</u>
6/29/01 DGP DISCUSSED AND REVIEWED THE RECONCILIATION PROCESS AND SPREADSHEET WITH JAN SHUSTER FOR PERIOD 4, 5 AND 6, FOR ACCOUNTS 124000, 125400 AND 125200.	0.60 225.00/hr	135.00
JLU PHONE CALL TO LLOYD BRIGGS, PINNACLE CONTROLLER FOR FINAL FOLLOW-UP QUESTIONS REGARDING BACKHAUL/FREIGHTHAUL EXPENSE	0.10 110.00/hr	11.00
JLU ORGANIZED FINAL DOCUMENTATION OF WORK TO DELIVER TO STEVE STORK	0.40 110.00/hr	44.00
 SUBTOTAL:	 [187.10	 37,256.00]
 For Professional Services Rendered	 187.10	 \$37,256.00
 Balance Due		 \$37,256.00

ARTHUR ANDERSEN LLP



**FURR'S SUPERMARKETS, INC.
SUMMARY OF HOURS AND FEES INCURRED BY PROFESSIONAL
JULY 1, 2001 THROUGH JULY 31, 2001**

Level	Name	Practice Area	Billing Initials	Hours Incurred	Hourly Rate	Fees
Partners	Kim A. Nunley	Audit	KAN	1.0	\$ 479	\$ 479.00
Managers	Kenneth D. Stevens	Audit	KDS	7.0	\$ 337	\$ 2,359.00
Senior Consultants	Dhaval G. Patel	Audit	DGP	68.0	\$ 225	15,300.00
TOTAL HOURS AND FEES				<u>76.0</u>		<u>\$ 18,138.00</u>
PLUS: OUT-OF-POCKET EXPENSES						-
TOTAL NET FEES AND EXPENSES						<u>\$ 18,138.00</u>

ARTHUR ANDERSEN LLP 

FURR'S SUPERMARKETS, INC.
SUMMARY OF PROFESSIONAL FEES BY MATTER
JULY 1, 2001 THROUGH JULY 31, 2001

<u>Matter Description</u>	<u>Hours</u>	<u>Gross Fees</u>
Treasury Consulting Services		
Preparation of 2000 Federal Income Tax Returns	1.0	\$ 337.00
Preparation of 2000 State Income Tax Returns	1.0	337.00
Limited Scope 401(k) Plan Audit (2000)	1.6	539.20
Limited Scope Pension Plan Audit (2000)	0.4	134.80
Temporary Accounting Staff	72.0	\$ 16,790.00
	<u>76.0</u>	<u>\$ 18,138.00</u>
Out-of-Pocket Expenses		<u>-</u>
Total Fees and Expenses		<u>\$ 18,138.00</u>

ARTHUR ANDERSEN LLP**FURR'S SUPERMARKETS, INC.
SUMMARY OF OUT-OF-POCKET EXPENSES
JULY 1, 2001 THROUGH JULY 31, 2001**

Expense Category	Amount
Duplication Costs	\$ -
Outside Printing	-
Teleconference Line	-
Delivery Services/Messengers	-
Postage/Express Mail/Courier Services	-
Transportation, Parking & Mileage	-
Airfare	-
Lodging	-
On-Line Research	-
Research Materials	-
Other	-
TOTAL	\$ -

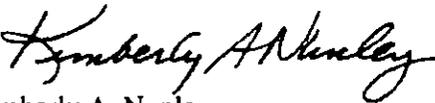
Mr. Steve Stork
Furr's Supermarkets, Inc.
4411 The 25 Way, Suite 100
Albuquerque, New Mexico 87109

August 14, 2001

Billing for professional services rendered in connection with the following services.

Temporary accounting staff – (76 hours) From July 1, 2001 through July 31, 2001	\$ 18,138.00
5.8125% New Mexico gross receipts tax	<u>1,054.27</u>
Amount Due	<u>\$ 19,192.27</u>

Submitted by


Kimberly A. Nunley

TERMS: PAYMENT DUE UPON RECEIPT OF INVOICE

Employer Identification Number 36-0732690

Return this portion with your payment

MAKE CHECK PAYABLE TO:

Arthur Andersen LLP

MAIL PAYMENT TO:

P.O. Box 100445
Pasadena, CA 91189-0445

0095AB0102

Invoice:

FUR007

\$19,192.27

Total Amount Due:

Amount Enclosed: - - -

EXHIBIT D

Please post above invoice number to your check



Invoice submitted to:
Furr's Supermarket, Inc.

August 10, 2001

	<u>Hrs/Rate</u>	<u>Amount</u>
<u>PREP OF 2000 FED INCOME TAX RETURNS</u>		
7/25/01 KDS PHONE CALL TO SET UP EXPECTATIONS, REQUIREMENTS, AND REQUIRED PROCEDURES FOR THE PREPARATION OF THE 2000 FEDERAL INCOME TAX RETURNS	0.50 337.00/hr	168.50
7/26/01 KDS PHONE CALL TO SET UP EXPECTATIONS, REQUIREMENTS, AND REQUIRED PROCEDURES FOR THE PREPARATION OF THE 2001 FEDERAL INCOME TAX RETURNS	0.50 337.00/hr	168.50
SUBTOTAL:	[1.00	337.00]
<u>PREP OF 2000 STATE INCOME TAX RETURNS</u>		
7/25/01 KDS PHONE CALL TO SET UP EXPECTATIONS, REQUIREMENTS, AND REQUIRED PROCEDURES FOR THE PREPARATION OF THE 2000 STATE INCOME TAX RETURNS	0.50 337.00/hr	168.50
7/26/01 KDS PHONE CALL TO SET UP EXPECTATIONS, REQUIREMENTS, AND REQUIRED PROCEDURES FOR THE PREPARATION OF THE 2001 STATE INCOME TAX RETURNS	0.50 337.00/hr	168.50
SUBTOTAL:	[1.00	337.00]


ANDERSEN

Furr's Supermarket, Inc.

Page 2

	<u>Hrs/Rate</u>	<u>Amount</u>
<u>LIMITED SCOPE 401(K) PLAN AUDIT (2000)</u>		
7/19/01 KDS PHONE CALL TO SET UP EXPECTATIONS, REQUIREMENTS, AND AUDIT PROCEDURES FOR THE 401(K) AND PENSION PLAN AUDITS	0.60 337.00/hr	202.20
KDS DRAFTING AND FINALIZATION OF REQUESTS OF CLIENT PREPARED DOCUMENTS NEEDED FOR THE COMPLETION OF 401(K) AUDIT.	1.00 337.00/hr	337.00
SUBTOTAL:	(1.60	539.20)
<u>LIMITED SCOPE PENSION PLAN AUDIT (2000)</u>		
7/19/01 KDS PHONE CALL TO SET UP EXPECTATIONS, REQUIREMENTS, AND AUDIT PROCEDURES FOR THE 401(K) AND PENSION PLAN AUDITS	0.40 337.00/hr	134.80
SUBTOTAL:	(0.40	134.80)
<u>TEMP ACCOUNTING STAFF</u>		
7/2/01 DGP PRINTED G/L ACTIVITY REPORTS FOR PERIOD 1 THROUGH 5 FOR ACCOUNT 365000- ACCRUED LEGAL FEES AND ANALYZED ACTIVITIES RECORDED	2.90 225.00/hr	652.50
DGP REVIEWED THE RECONCILIATION PREPARED FOR ACCOUNT 365000 - ACCRUED LEGAL FEES FOR PERIOD 1 THROUGH 5	2.80 225.00/hr	630.00
DGP RESEARCHED AND REVIEWED INVOICES AND OTHER SUPPORT FOR THE ENTRIES RECORDED ON THE RECONCILIATION FOR ACCOUNT 365000 - ACCRUED LEGAL FEES, FOR PERIOD 1 THROUGH 5	2.30 225.00/hr	517.50
7/3/01 DGP DISCUSSED THE RECONCILIATION AND OTHER TRANSACTION POSTED FOR ACCOUNT 365000 - ACCRUED LEGAL FEES WITH DIANE SLUSSER AND ELSA ARIAS	1.30 225.00/hr	292.50
DGP PRINTED G/L ACTIVITY REPORTS FOR PERIOD 4 THROUGH 5 FOR ACCOUNT 365100- ACCRUED AUDIT FEES AND ANALYZED ACTIVITIES RECORDED	1.80 225.00/hr	405.00
DGP ANALYZED ENTRIES POSTED FOR PERIOD 4 AND 5 FOR ACCOUNT 365100- ACCRUED AUDIT FEES	1.30 225.00/hr	292.50


ANDERSEN

Furr's Supermarket, Inc.

Page 3

	<u>Hrs/Rate</u>	<u>Amount</u>
7/3/01 DGP PREPARED RECONCILIATION FOR ACCOUNT 365100 - ACCRUED AUDIT FEES FOR PERIOD 4 & 5	1.80 225.00/hr	405.00
DGP ORGANIZED THE DOCUMENTS, RECONS ETC. RELATED TO ACCOUNT 365100 - ACCRUED AUDIT FEES FOR PERIOD 4 AND 5	0.70 225.00/hr	157.50
DGP DISCUSSED THE RECONCILIATION FOR ACCOUNT 365100 - ACCRUED AUDIT FEES WITH DIANE SLUSSER	1.10 225.00/hr	247.50
7/5/01 DGP PRINTED G/L ACTIVITY REPORTS FOR PERIOD 1 THROUGH 5 FOR ACCOUNT 365200- ACCRUED CONSULTING AND ANALYZED ACTIVITIES RECORDED	2.40 225.00/hr	540.00
DGP REVIEWED RECONCILIATION FOR ACCOUNT 365200 - ACCRUED CONSULTING FEES FOR PERIOD 1 THROUGH 5	2.10 225.00/hr	472.50
DGP RESEARCHED INVOICES AND OTHER SUPPORTING DOCUMENTATION FOR TRANSACTIONS RECORDED FOR PERIOD 3, 4 AND 5 FOR ACCOUNT 365200 - ACCRUED CONSULTING	2.30 225.00/hr	517.50
DGP ORGANIZED THE DOCUMENTS, RECONS ETC. RELATED TO ACCOUNT 365200 - ACCRUED CONSULTING FOR PERIOD 3, 4 AND 5	0.80 225.00/hr	180.00
DGP DISCUSSED THE RECONCILIATION FOR ACCOUNT 365200 - ACCRUED CONSULTING WITH DIANE SLUSSER	0.40 225.00/hr	90.00
7/6/01 DGP MET WITH RACHEL KEFAUVER TO OBTAIN AND DISCUSS RECONCILIATION PRIORITY LIST	1.20 225.00/hr	270.00
DGP PRINTED G/L ACTIVITY REPORTS FOR PERIOD 1 THROUGH 5 FOR ACCOUNT 366000- ACCRUED SETTLEMENTS AND ANALYZED ACTIVITIES RECORDED	2.80 225.00/hr	630.00
DGP REVIEWED RECONCILIATION FOR ACCOUNT 366000 - ACCRUED SETTLEMENTS FOR PERIOD 1 THROUGH 5	1.70 225.00/hr	382.50
DGP RESEARCHED INVOICES AND OTHER SUPPORTING DOCUMENTATION FOR TRANSACTIONS RECORDED FOR PERIOD 1 THROUGH 5 FOR ACCOUNT 366000 - ACCRUED SETTLEMENTS	1.30 225.00/hr	292.50
DGP ORGANIZED THE DOCUMENTS, RECONS ETC. RELATED TO ACCOUNT 366000 - ACCRUED SETTLEMENTS FOR PERIOD 1 THROUGH 5	0.60 225.00/hr	135.00


ANDERSEN

Furr's Supermarket, Inc.

Page 4

	<u>Hrs/Rate</u>	<u>Amount</u>
7/6/01 DGP DISCUSSED THE RECONCILIATION FOR ACCOUNT 366000 - ACCRUED SETTLEMENTS WITH DIANE SLUSSER	0.40 225.00/hr	90.00
7/9/01 DGP PRINTED G/L ACTIVITY REPORTS FOR PERIOD 1 THROUGH 5 FOR ACCOUNT 127000- A/R MISC AND 131000 - A/R OTHER AND ANALYZED ACTIVITIES RECORDED	2.90 225.00/hr	652.50
DGP RESEARCHED INVOICES AND OTHER SUPPORTING DOCUMENTATION FOR TRANSACTIONS RECORDED FOR PERIOD 1 THROUGH 5 FOR ACCOUNT 127000 AND 131000	2.80 225.00/hr	630.00
DGP REVIEWED THE RECONCILIATION FOR ACCOUNT 127000 - A/R MISC. FOR PERIOD 1 THROUGH 4	2.30 225.00/hr	517.50
7/10/01 DGP PRINTED G/L ACTIVITY REPORTS FOR PERIOD 1 THROUGH 6 FOR ACCOUNT 123010- A/R VENDOR POST PETITION AND ANALYZED ACTIVITIES RECORDED	2.30 225.00/hr	517.50
DGP RESEARCHED A/R BATCHES AND OTHER SUPPORTING DOCUMENTATION FOR TRANSACTIONS RECORDED FOR PERIOD 1 THROUGH 6 FOR ACCOUNT 123010	2.20 225.00/hr	495.00
DGP MET WITH RACHEL KEFAUVER TO DISCUSS THE TRANSACTIONS RECORDED FOR ACCOUNT 123010 FOR PERIOD 6	1.20 225.00/hr	270.00
DGP MET WITH MICHELLE COPE TO DISCUSS THE TRANSACTIONS RECORDED FOR ACCOUNT 123010 FOR PERIOD 6 AND RECONCILIATION PROCESS	1.10 225.00/hr	247.50
DGP REVIEWED THE RECONCILIATION FOR ACCOUNT 123010 FOR PERIOD 6	1.20 225.00/hr	270.00
7/11/01 DGP PRINTED G/L ACTIVITY REPORTS FOR PERIOD 1 THROUGH 6 FOR ACCOUNT 123810- A/R VENDOR RNA POST PETITION AND ANALYZED ACTIVITIES RECORDED	2.10 225.00/hr	472.50
DGP RESEARCHED A/R BATCHES AND OTHER SUPPORTING DOCUMENTATION FOR TRANSACTIONS RECORDED FOR PERIOD 1 THROUGH 6 FOR ACCOUNT 123810	2.30 225.00/hr	517.50
DGP MET WITH RACHEL KEFAUVER TO DISCUSS THE TRANSACTIONS RECORDED FOR ACCOUNT 123810	1.30 225.00/hr	292.50

FOR PERIOD 6


ANDERSEN

Furr's Supermarket, Inc.

Page 5

	<u>Hrs/Rate</u>	<u>Amount</u>
7/11/01 DGP MET WITH MICHELLE COPE TO DISCUSS THE TRANSACTIONS RECORDED FOR ACCOUNT 123810 FOR PERIOD 6 AND RECONCILIATION PROCESS	1.10 225.00/hr	247.50
DGP REVIEWED THE RECONCILIATION FOR ACCOUNT 123810 FOR PERIOD 6	1.20 225.00/hr	270.00
7/12/01 DGP MET WITH STEVE VANAMBURG TO DISCUSS THE CASH RECONCILIATION PROCESS AND THE RECONCILING ITEMS ON THE RECONCILIATION FOR PERIOD 1 THROUGH 5	2.90 225.00/hr	652.50
DGP MET WITH TANYA MAINS TO DISCUSS THE TRANSACTIONS RECORDED FOR ACCOUNT 127000 - A/R OTHER AND 131000 - A/R MISC	1.80 225.00/hr	405.00
DGP REVIEWED THE ADJUSTING ENTRIES PREPARED FOR ACCOUNTS 127000 - A/R OTHER AND 131000 - A/R MISC TO RECONCILE THE ACCOUNTS	1.20 225.00/hr	270.00
DGP MET WITH RACHEL KEFAUVER TO DISCUSS THE FINAL STATUS OF ALL THE ACCOUNTS WORKED ON AND DISCUSSED ASSIGNMENTS OF THOSE ACCOUNTS TO VARIOUS EMPLOYEES	2.10 225.00/hr	472.50
7/13/01 DGP MET WITH JAN SHUSTER TO DISCUSS THE ENTRIES TO BE MADE IN EACH PERIOD FOR ACCOUNTS RELATED TO A/R BAD CHECKS, RESERVE FOR BAD CHECKS AND ANALYZING THE ADEQUACY OF THE RESERVE	1.90 225.00/hr	427.50
DGP MET WITH JAN SHUSTER TO DISCUSS THE ENTRIES TO BE MADE IN EACH PERIOD FOR ACCOUNT 362000 - ACCRUED BANK FEES AND HOW TO ANALYZE THE BALANCE IN THE ACCOUNT AND TRANSACTIONS POSTED	2.10 225.00/hr	472.50
7/15/01 KAN DISCUSSED LOAN STAFF ARRANGEMENT AND SCOPE OF THE WORK ETC. WITH STEVE STORK.	1.00 479.00/hr	479.00
7/17/01 KDS REVIEW OF FINAL REPORT ISSUED TO FURR'S IN RELATION TO INTERNAL CONTROLS TESTING PERFORMED IN EL PASO.	2.00 337.00/hr	674.00
7/18/01 KDS REVISIONS OF FINAL REPORT ISSUED TO FURR'S IN RELATION TO INTERNAL CONTROLS TESTING PERFORMED IN EL PASO.	1.00 337.00/hr	337.00
SUBTOTAL:	72.00	16,790.00



Furr's Supermarket, Inc.

Page 6

	<u>Hours</u>	<u>Amount</u>
For Professional Services Rendered	76.00	\$18,138.00
Balance Due		<u>\$18,138.00</u>

August 24, 2001

Mr. Steve Stork
Furr's Supermarkets, Inc.
4411 The 25 Way NE, Suite 100
Albuquerque, New Mexico 87109

Billing for services rendered relating to the December 31, 2000 benefit
plan audit and related services:

401(k) Plan	13,300.00
Summary Annual Reports and Form 5500s	<u>4,333.00</u>
Subtotal	17,633.00
5.8125% New Mexico gross receipts tax	<u>1,024.92</u>
Amount Due	<u>\$ 18,657.92</u>

Submitted by 
Kim A. Nunley

TERMS: PAYMENT DUE UPON RECEIPT OF INVOICE

Taxpayer Identification Number 56-0732000

Return this portion with your payment:

MAKE CHECK PAYABLE TO:

Arthur Andersen LLP

MAIL PAYMENT TO:

P.O. Box 100445
Pasadena, CA 91189-0445

0095AB0107

Invoice:

FUR007

\$18,657.92

Total Amount Due:

Amount Enclosed: _____

EXHIBIT D

Please post above invoice number to your check

ANDERSEN LLP

FURR'S SUPERMARKETS, INC.
SUMMARY OF HOURS AND FEES INCURRED BY PROFESSIONAL
JULY 16, 2001 THROUGH AUGUST 15, 2001

Level	Name	Practice Area	Billing Initials	Hours Incurred	Hourly Rate	Fees
Partner Consultants	Alan P. Hague	Tax	APH	1.0	\$ 500	500.00
Manager Consultants	Robin D. Miller	Tax	RDM	3.0	\$ 465	1,395.00
	Ellen E. Copland	Tax	EEC	1.6	\$ 465	744.00
Senior Consultants	Laura A. Patterson	Tax	LAP	7.9	\$ 310	2,441.00
Staff Consultants	Brian D. Williams	Tax	BDW	8.5	\$ 190	1,615.00
	Sarah N. Weinreich	Tax	SMW	2.0	\$ 190	380.00
TOTAL HOURS AND FEES				<u>24.0</u>		<u>\$ 7,075.00</u>
PLUS: OUT-OF-POCKET EXPENSES						<u>-</u>
TOTAL NET FEES AND EXPENSES						<u>\$ 7,075.00</u>

ANDERSEN LLP

FURR'S SUPERMARKETS, INC.
SUMMARY OF PROFESSIONAL FEES BY MATTER
JULY 16, 2001 THROUGH AUGUST 15, 2001

<u>Matter Description</u>	<u>Hours</u>	<u>Gross Fees</u>
Tax Consultation	24.0	\$ 7,075.00
	<u>24.0</u>	<u>\$ 7,075.00</u>
Out-of-Pocket Expenses		<u>-</u>
Total Fees and Expenses		<u>\$ 7,075.00</u>

ANDERSEN LLP

FURR'S SUPERMARKETS, INC.
SUMMARY OF OUT-OF-POCKET EXPENSES
JULY 16, 2001 THROUGH AUGUST 15, 2001

<u>Expense Category</u>	<u>Amount</u>
Duplication Costs	\$ -
Outside Printing	-
Teleconference Line	-
Delivery Services/Messengers	-
Postage/Express Mail/Courier Services	-
Transportation, Parking & Mileage	-
Airfare	-
Lodging	-
On-Line Research	-
Research Materials	-
Other	-
TOTAL	<u><u>\$ -</u></u>

Mr. Steve Stork
Furr's Supermarket, Inc.
4411 The 25th Way NE, Suite 100
Albuquerque, New Mexico 87109

August 28, 2001

Progress billing for professional services rendered through August 15, 2001 in connection with the following matters:

• Research and review of W-2 and W-3 reporting requirements and related issues for terminating business.	\$ 1,900.00
• Review and research regarding plan termination excise tax on employer reversions.	\$ 350.00
• Review and discussions regarding data required for completion of Form 5500 and related schedules.	\$ 650.00
• Prepare income and expense breakouts by asset category as required for completion of Form 5500 and related schedules.	\$ 800.00
• Research and preparation for meeting on various tax issues and filings required. Meeting and discussions on tax preparation and requirements, and consultation regarding termination of business.	<u>\$ 3,375.00</u>
Subtotal	\$ 7,075.00
5.8125% New Mexico gross receipts tax	<u>411.23</u>
Amount due	<u>\$ 7,486.23</u>



Submitted by
Ellen E. Copland

Y:\jur007\2001 BILLING\BF10321.doc

Taxpayer Identification Number 36-0732690

Return this portion with your payment

MAKE CHECK PAYABLE TO:

Arthur Andersen LLP

MAIL PAYMENT TO:

P.O. Box 100445
Pasadena, CA 91189-0445

Invoice:

0005F10321

Total Amount Due:

\$7,486.23

Amount Enclosed: _ _ _ _ _

Please post above invoice number to your check

Exhibit D

