

From: Clanon, Paul  
Sent: 10/22/2010 9:30:09 AM  
To: Cherry, Brian K (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=BKC7)  
Cc:  
Bcc:  
Subject: RE: Potential media/announcement today

There's similar sentiment here. At the human level, you can completely understand why those people don't want that link restored. You should do it on your own -- move it to the 280 ROW, or something like that. It's not a technical design or operational decision -- it's the kind of decision neighbors make in deference to one another.

(I just read the next note. I think it's a mistake. Use the mis-quoting, if that's what it was, as a reason to go public saying "Of COURSE we won't rebuild it there. What kind of people do you think we are?")

**From:** Cherry, Brian K [mailto:BKC7@pge.com]  
**Sent:** Friday, October 22, 2010 9:11 AM  
**To:** Clanon, Paul  
**Subject:** FW: Potential media/announcement today

Chris has been mis-quoted but he left them with the wrong impression.

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**From:** Hernandez, Brandon J  
**Sent:** Friday, October 22, 2010 8:47 AM  
**To:** Kiyota, Travis; Loduca, Janet C.; Bottorff, Thomas E; Cherry, Brian K; Lavinson, Melissa A; Hartman, Sanford (Law); Lavinson, Melissa A; Deffner, Darren D; Fenrick, Alicia (Law); Kauss, Kent; Kline, Steven L.  
**Cc:** Pruet, Greg S.; Foley, Beth; Kauss, Kent; Ittner, Mary Ellen  
**Subject:** RE: Potential media/announcement today

Gas Pipeline to be Moved Out of San Bruno Neighborhood

At the urging of Senator, Mayor, and Families, PG&E Commits to Finding New Pipeline Location

SAN BRUNO – PG&E President Chris Johns has committed to moving the gas pipeline that ruptured on September 9 out of the San Bruno neighborhood, according to Senator Leland Yee (D-San Francisco) and San Bruno Mayor Jim Ruane. Yee and Ruane, as well as several of the families impacted by the

explosion, had requested that PG&E find a more suitable location.

"These families deserve an opportunity to rebuild without the possibility of this ever happening again," said Yee. "The only way these families can recover is to move the pipeline out of their neighborhood. I look forward to working with Mayor Ruane - who has done an extraordinary job in leading his city during this difficult time - to find a more appropriate location."

"We simply can not rebuild the neighborhood as long as that pipeline exists in its current location," said Ruane. "Our families will not live there under those conditions and our city will never be able to heal."

Johns made the commitment to relocate the pipeline yesterday while meeting with Ruane. Today, Yee and Ruane will meet with PG&E officials to begin the process of finding alternative locations for the pipeline.

"There are several competing interests in finding the appropriate location, but surely there must be a better place than through the middle of a residential neighborhood," said Yee. "I am confident we can come together as a community and get this done right."

Earlier this week, Governor Arnold Schwarzenegger (R-Los Angeles) signed into law a bill first introduced by Yee to provide disaster relief for the affected families of the San Bruno fires and to assist the County of San Mateo, City of San Bruno, and local schools.

Specifically, the bill allows a continuation of the \$7,000 property tax exemption for homeowners who would have qualified for the exemption if their home had not been damaged or destroyed. In addition, the bill allows taxpayers (personal and business) to deduct income loss as result of the incident. Finally, the bill includes assistance to the County of San Mateo, City of San Bruno, and local schools by providing a one-year reimbursement from the State for any tax losses related to the lower property assessments of damaged or destroyed homes.

Following an investigation by the National Transportation Safety Board (NTSB) and a responsible party determined, the responsible entity would then have to pay back the state for the cost of the tax relief provided for in the legislation.

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**From:** Kiyota, Travis

**Sent:** Friday, October 22, 2010 8:24 AM

**To:** Loduca, Janet C.; Bottorff, Thomas E; Cherry, Brian K; Lavinson, Melissa A; Hartman, Sanford (Law); Lavinson, Melissa A; Deffner, Darren D; Fenrick, Alicia (Law); Kauss, Kent; Kline, Steven L.

**Cc:** Pruet, Greg S.; Foley, Beth; Hernandez, Brandon J; Kauss, Kent; Ittner, Mary Ellen

**Subject:** RE: Potential media/announcement today

Janet: Will do.

Thanks  
Travis

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**From:** Loduca, Janet C.

**Sent:** Friday, October 22, 2010 7:46 AM

**To:** Bottorff, Thomas E; Cherry, Brian K; Lavinson, Melissa A; Hartman, Sanford (Law); Lavinson, Melissa A; Deffner, Darren D; Fenrick, Alicia (Law); Kauss, Kent; Kline, Steven L.

**Cc:** Kiyota, Travis; Pruett, Greg S.; Foley, Beth

**Subject:** Potential media/announcement today

This will follow-up on my discussions or voice-mails I've had with most of you regarding a potential announcement that may come out later this morning from either Mayor Ruane or Senator Yee regarding a conversation that Chris Johns had with Mayor Ruane yesterday. During that meeting, Chris acknowledged that PG&E knows that people do not want us to rebuild Line 132 where it was and that we are committed to working with the Mayor and other stakeholders to explore other options.

We don't know how this conversation will get characterized by Senator Yee or Mayor Ruane, but wanted you to be aware of the possibility so you can determine if you need to contact any other stakeholders (e.g. CPUC, NTSB, state and federal electeds, etc.) either before or after any announcement is made. We do not plan to make our own proactive announcement on this.

**Travis:** Please have someone from your team notify this distribution list if/when any formal announcement comes out.

Thanks.

Janet