From: Clanon, Paul

Sent: 12/23/2011 10:02:32 AM

To: Cherry, Brian K (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=BKC7)

Cc:

Bcc:

Subject: RE: Stewardship Counsel

Sounds like what they've been talking about the last year, with no progress. Can I talk to Randy today?

On Dec 23, 2011, at 9:51 AM, "Cherry, Brian K" < BKC7@pge.com > wrote:

Paul - I spoke with Randy. This problem doesn't appear to financially related. The problem is that the Forest Service and BLM are seeking transfers of the land without any pre-conditions such as conservation easements, protection of water rights, development, etc. Randy tells me we are sending a team to DC to discuss this at the Federal level in January. He said he would be happy to chat with you and/or have a meeting to discuss the issues. It sounds more complicated than just establishing a balancing account. Let's think about getting something going on this matter at the beginning of the year.