

From: [Redacted]  
Sent: 4/25/2012 5:58:25 AM  
To: Bottorff, Thomas E (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=TEB3);  
Clanon, Paul (paul.clanon@cpuc.ca.gov) (paul.clanon@cpuc.ca.gov)  
Cc:  
Bcc:  
Subject: FW: Sutter RA Agreement

Tom and Paul---Here is the offer transmitted last evening. It appears that SCE and SDG&E are going with the single contract RA route as it is the simplest and is a product that everybody understands.

I realize that PG&E wants to pursue a two contract approach, RA and something else, and we will consider it assuming it passes muster with the CPUC and the total payment under both contracts equals \$6.825 million.

Please call me this morning at 925-699-6929. Thanks.

**From:** Rosemary Antonopoulos  
**Sent:** Tuesday, April 24, 2012 7:04 PM  
**To:** Kuga, Roy M; [Redacted] Capelle,  
Anna (Law); Alex Makler [Redacted] [Redacted]  
**Cc:** Marjorie Oxsen  
**Subject:** Sutter RA Agreement

Dear Anna:

Thank you for your email. Attached please find the revised Sutter RA confirmation for your review. As we have not been able to reach agreement on the need for a Cooperation Agreement, we believe that the most expedient approach is to proceed with a stand-alone RA agreement. This RA proposal will include PG&E's ratable share which is 45.5% of \$15 million that calculates to \$6.825 million. As stated in our mark-up, final pricing will also need to include carrying costs for credit imposed by PG&E.

Regards,

Rose

Rosemary Antonopoulos

Assistant General Counsel

Calpine Corporation

Direct dial: 925-557-2283

Cell: 415-385-7077

CONFIDENTIALITY NOTICE: The information in this e-mail may be confidential and/or privileged and protected by work product immunity or other legal rules. No confidentiality or privilege is waived or lost by mistransmission. If you are not the intended recipient or an authorized representative of the intended recipient, you are hereby notified that any review, dissemination, or copying of this e-mail and its attachments, if any, or the information contained herein is prohibited. If you have received this e-mail in error, please immediately notify the sender by return e-mail and delete this e-mail from your computer system. Thank you.