

From: Cherry, Brian K
Sent: 8/16/2013 12:42:28 PM
To: Malashenko, Elizaveta I. (elizaveta.malashenko@cpuc.ca.gov); Jack Hagan (ejh@cpuc.ca.gov) (Jack.Hagan@cpuc.ca.gov)
Cc:
Bcc:
Subject: FW: Calculating penalties on companies and its impact on net income

Thought you might want to see the comparisons.

From: Cooper, Shawn
Sent: Thursday, August 15, 2013 5:34 PM
To: Pruett, Greg S.; Bottorff, Thomas E; Cherry, Brian K; Lavinson, Melissa A.; Fitzpatrick, Tim; Bedwell, Ed
Cc: Hertzog, Brian; Foley, Beth; [Redacted]
Subject: Calculating penalties on companies and its impact on net income

Team:

I want to bring to your attention some great research by Brian Hertzog (see Slide 1) who found on InformationIsBeautiful.net an interesting comparison of companies over the past 7 years who have received regulatory fines and settlements, and an interesting comparison of what percentage of the fine hits against the company's net income.

We asked [Redacted] and [Redacted] to take it a step further and we looked at several recent pipeline failures that caused fatalities and that of a recent coal mine disaster that claimed 29 lives and did the same comparison used by InformationIsBeautiful.net

I believe it tells a compelling comparison of how out of whack the CPUC staff recommendation is; however I would appreciate your input and I was thinking about using the data while Tony meets with Bloomberg and NYT in New York next week.

I would also like to share it with some of our third party stakeholders who are writing op-eds on the topic.

Thoughts?

Shawn

Shawn Cooper

Senior Director

Federal Affairs

PG&E Corporation