

Message

From: Herhalt, John M [/O=KPMG/OU=CA/CN=RECIPIENTS/CN=CA17803]
Sent: 7/11/2011 8:57:15 AM
To: Erling, Jonathan M [/O=KPMG/OU=CA/CN=RECIPIENTS/CN=CA13722]; Rockx, John
[/O=KPMG/OU=CA/CN=RECIPIENTS/CN=CA17786]
Subject: Re: Progress on Collus?

Check with Shawn Stern re the transfer tax matter - I will also see Brian Bentz in the pm and get his understanding

From: Erling, Jonathan M
Sent: Monday, July 11, 2011 08:51 AM
To: Herhalt, John M; Rockx, John
Subject: RE: Progress on Collus?

John Rockx spoke with Tim Fryer on Friday regarding the valuation points he had raised.

The one outstanding point is that Tim wants us to confirm that the transfer tax currently applies to sales of LDCs, even if sold to other municipally owned entities. That is my understanding but I am trying to find some hard evidence. Do you know for sure?

Tim's view is that it does not, and I gather this put him at odds both with some of the Board members and our report. Sounds like our report has already been discussed at the Board.

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From: Herhalt, John M
Sent: Monday, July 11, 2011 6:05 AM
To: Erling, Jonathan M; Rockx, John
Subject: Progress on Collus?