



THE VICE PRESIDENT  
WASHINGTON

March 19, 1987

Mr. Richard B. Madden  
Chairman and Chief Executive Officer  
Potlatch Corporation  
P.O. Box 3591  
San Francisco, California 94119-3591

Dear Dick:

Thank you for your letter of February 12, 1987,  
regarding the "one-share, one-vote" issue at the SEC.

As a committed "deregulator," I share your concerns  
about some of the issues you raise, especially the question of  
imposing new federal rules in areas traditionally regulated by  
the states. At the same time, we must be alert to state  
efforts that burden interstate commerce by impeding the free  
flow of capital.

I do not know what the right answer is, but I have  
confidence that our appointees at the SEC will strike the right  
balance. In any event, the SEC is an independent agency,  
beyond our direction.

Sincerely,



George Bush