

FEDERAL ENERGY REGULATORY COMMISSION

Office of Energy Projects
Division of Dam Safety and Inspections
Portland Regional Office
805 SW Broadway, Suite 550
Portland, Oregon 97205

AUG 21 2008

RECEIVED
AUG 25 2008

In reply refer to:
P-637-WA
NATDAM-WA00004

Ms. Michelle Smith
License Compliance Manager
PUD No. 1 of Chelan County
P.O. Box 1231
Wenatchee, WA 98807-1231

Dear Ms. Smith:

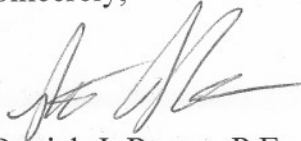
This is in response to your June 2, 2008 letter transmitting the Quality Control and Inspection Program (QCIP), Temporary Construction Emergency Action Plan (TCEAP), Temporary Erosion and Sediment Control Plan (TESCP) and design drawings and specifications for the proposed construction of the Reach 1 Access Trail for the Lake Chelan Hydroelectric Project, FERC No. 637. Our review of the TEAP noted that the contractor will develop a site specific and project-specific safety plan. Also noted in the TEAP is the contractor will develop and implement site specific plans for spill prevention and containment, and for erosion and sediment control.

Based on our review of the submitted information, our prior concerns have been satisfactorily resolved and you are therefore authorized to begin construction of the Reach 1 Access Trail. If, during the construction process, the plans and specifications are revised, it is your responsibility to assure these changes are properly coordinated between the design engineer, the QCIP manager, FERC, and yourself. Also, if any changes are made that require a change in the QCIP to the project, it is your responsibility to assure these changes are properly coordinated with FERC. You are also reminded that no changes to operation of the project can be made until authorized by FERC. In addition to this, prior to start of work, all of the necessary state, local and federal permits that are required must be secured.

Your request for approval of the revised schedules for the Riverwalk Loop Extension and the Whitewater Boating Monitoring Study was sent to, and will be handled by, the Division of Hydropower Administration and Compliance in Washington, D.C.

If there are any questions regarding these matters, please contact Messrs. Jon Miyashiro or Adan Archuleta of this office at (503) 552-2732 or (503) 552-2717, respectively.

Sincerely,

A handwritten signature in black ink, appearing to read 'Patrick J. Regan', with a long horizontal flourish extending to the right.

Patrick J. Regan, P.E.
Regional Engineer