VIA ELECTRONIC MAILING

Honorable Kimberly D. Bose, Secretary, and
Nathaniel J. Davis, Sr., Deputy Secretary
FEDERAL ENERGY REGULATORY COMMISSION
888 First Street, NE
Washington, DC 20426

and

Mr. Dale Bambrick, Branch Chief
National Marine Fisheries Service
304 S Water Street, Suite 201
Ellensburg, WA 98926

Re: Lake Chelan Hydroelectric Project No. 637
Article 408: Threatened and Endangered Species Protection Plan
Revised schedule for the implementation monitoring report pursuant to Appendix E
of the new license, Section u.

Dear Secretary Bose, Deputy Secretary Davis and Mr. Bambrick:

The Public Utility District No. 1 of Chelan County, Washington (Chelan PUD or Licensee) hereby files a revised schedule for the Lake Chelan Hydroelectric Project (Project) implementation monitoring report, pursuant to the Federal Energy Regulatory Commission’s (Commission) “Order on Offer of Settlement and Issuing New License”¹ (License) and “Order on Rehearing”² on November 6, 2006, and April 19, 2007, respectively.

Section u. of Appendix E of the new license, the National Marine Fisheries Service (NMFS) Construction Practices, requires that Chelan PUD submit to the Commission and NMFS an implementation monitoring report to be completed within 120 days of project completion describing the success in meeting the RPMs, and associated terms and conditions of the Opinion. The report is to include project identification, photo documentation and other data, as appropriate, for the improvements in the Chelan River designed to increase usable spawning and rearing habitat for Chinook salmon and steelhead.

¹ 117 FERC ¶ 62,129
² 119 FERC ¶ 61,055
On October 15, 2009, Chelan PUD completed construction of the above mentioned facilities including: 1) a minimum flow release system in the Chelan River and Reach 4 stream channel improvements; 2) a low level outlet at the dam; 3) a Reach 4 hydraulic control structure and enhanced stream channel and powerhouse tailrace channel improvements, and 4) a pump station to deliver water into the Reach 4 stream channel. An update reporting on the completion of the associated construction activities was submitted to the Washington Department of Ecology and the Commission in the annual flow report (under article 405) on February 26, 2010.

We are hereby notifying NMFS and the Commission that final acceptance of the construction contract by the Chelan PUD Board of Commissioners was executed on April 19, 2010. This formalizes that all construction activities have been completed and approved by Chelan PUD engineers and other staff. Consequently, the implementation monitoring report required under Appendix E, Section u will be submitted within 120 days or by August 17, 2010.

Please contact me or Steve Hays at (509) 661-4181 of my office regarding any questions or comments regarding this request.

Sincerely,

Michelle Smith
Licensing and Compliance Manager
michelle.smith@chelanpud.org
(509) 661-4180

cc: Erich Gaedeke, FERC Portland Regional Office