

**FEDERAL ENERGY REGULATORY COMMISSION
OFFICE OF ENERGY PROJECTS
DIVISION OF DAM SAFETY AND INSPECTIONS
NEW YORK REGIONAL OFFICE
19 West 34th Street - Suite 400
New York, New York 10001**

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In reply refer to:
P-6470-VT
NATDAM ID No. VT83018

Operation Inspection Follow-up
Winooski No. 8

July 29, 2004

Mr. John Warshow
Winooski Hydro Co.
26 State Street
Montpelier, VT 05602

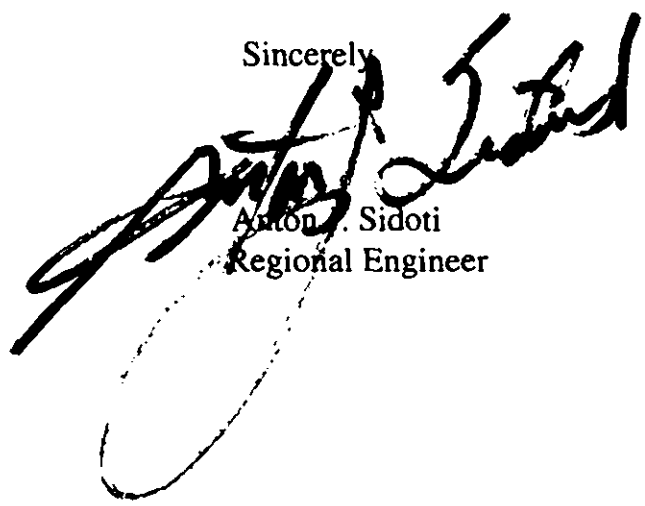
Dear Mr. Warshow:

An operation inspection of your Winooski No.8 Project was conducted on July 22, 2004 by Mr. Francis Lee of this office, accompanied by your staff. The assistance and cooperation extended to Mr. Lee during the inspection is appreciated.

The project which includes the dam, power plant and other appurtenant facilities appeared to be adequately maintained and in satisfactory condition. No deficiencies or safety concerns were observed during the inspection that would require remedial action at this time. Please be advised that you will be provided at a later date with any additional comments that develop as a result of our preparation of the inspection report.

Your cooperation and continued interest in dam safety are appreciated. If you have any questions, you may contact Mr. Lee at (212) 273-5954.

Sincerely

A handwritten signature in black ink, appearing to read "Anton J. Sidoti". The signature is written in a cursive style with a large, sweeping loop at the bottom.

Anton J. Sidoti
Regional Engineer