

FEDERAL ENERGY REGULATORY COMMISSION  
Office of Energy Projects  
Division of Dam Safety and Inspections  
Portland Regional Office  
101 S.W. Main Street, Suite #905  
Portland, Oregon 97204

In reply refer to:  
P-2659-OR

Mr. Randy Landolt  
Managing Director, Hyrdo Resources  
825 NE Multnomah ST #1500  
Portland, OR 97232

Dear Mr. Landolt:

This is to acknowledge your November 22, 2006 letter transmitting three copies of the Flowline Failure and Flood Damage Report for the Powerdale Project, FERC No. 2659. We have reviewed the report and have no comments.

Please submit, within 60 days of the date of this letter, a Plan and Schedule for restoring operation or decommissioning of the Powerdale Project.

Thank you for your continued cooperation relative to project safety. If you have any questions, please contact Ms. Kathleen Clarkson of this office at (503) 552-2723.

Sincerely,



Patrick J. Regan, P.E.  
Regional Engineer