

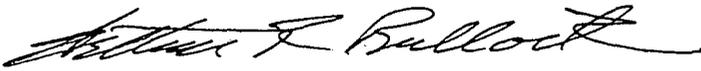
Mr. Carl Werder
December 6, 1999
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As indicated in the original work schedule submitted with our April 1999 application, the engineering tasks were meant to run parallel with the environmental tasks. As such, constraining us to only engineering tasks would potentially delay the project implementation by a full year.

We hope that this minor clarification on the scope and task budgets can be handled expeditiously to allow us to maintain our current schedule.

If you have any questions or need additional information, please contact me at (530) 934-2125.

Sincerely,



Arthur R. Bullock
General Manager & Chief Engineer

Attachment