

FEDERAL ENERGY REGULATORY COMMISSION
Washington, D. C. 20426

OFFICE OF ENERGY PROJECTS

Project No. 9690—New York
Rio Project
Project No. 10481—New York
Mongaup Falls Project
Project No. 10482—New York
Swinging Bridge Project
Alliance Energy Renewables, LLC

Mr. Samuel G. Nappi
Alliance Energy Renewables, LLC
P.O. Box 878
Monticello, NY 12701

JUL 19 2007

Subject: Opening of Recreation Facilities at the Swinging Bridge Project

Dear Mr. Nappi:

With the completion of major portion of the remediation work at the Swinging Bridge Dam, you propose to reopen the Swinging Bridge Reservoir to recreationists. The recreation areas at the Mongaup Falls and Rio Projects will remain closed until further notice as you monitor the performance of the Swinging Bridge Dam. As stated in the Reservoir Fill Plan associated with the remediation work, please note that you are responsible for monitoring the refilling of the reservoir, which will take place in increments, and assessing the performance of the dam.

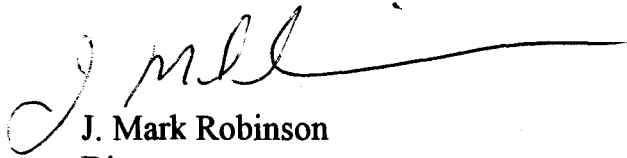
Your plan to reopen the Swinging Bridge Reservoir to the public for recreation is approved. However, prior to reopening, you must notify the public of any water and boating safety cautions that they must exercise while the reservoir is refilling. You must also install signage at all access points notifying the public of the safety cautions and of the rules and regulations for use of the reservoir. The safety boom across the Swinging Bridge spillway should be installed and remain in place. In addition, you should also contact the New York Department of Environmental Conservation to inform them of the changes to recreational access at the project.

Project No. 9690 et al.

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Thank you for your cooperation. If you have any questions, please contact Heather Campbell at (202) 502-6182.

Sincerely,

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

J. Mark Robinson
Director
Office of Energy Projects