

December 29, 2008

The Honorable Kimberly D. Bose, Secretary  
Federal Energy Regulatory Commission  
Attn: DHAC, PJ-12.2  
888 – 1st Street, N.E.  
Washington, DC 20426-0001

*filed electronically*

Ref: P-13089-CA

Re: First Six-month Progress Report in Accordance with Article 4 of  
Preliminary Permit P-13089-CA granted by order issued July 16, 2008  
for determining feasibility of hydropower development

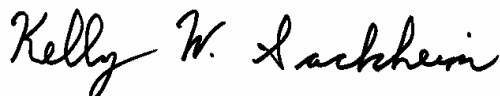
Dear Secretary Bose:

During the current reporting period, KC LLC (KC or permittee) has taken the following actions to determine the feasibility of the proposed project in consultation with the appropriate agencies.

- ≈ Continued discussions with Mono County and California Department of Fish and Game (CDFG) staff in anticipation of presenting, for consideration by the Mono County Board of Supervisors, a preliminary development proposal for augmenting the beneficial use of the Conway Ranch water right that they hold and exercise;
- ≈ Initiated discussions with individuals from the U.S. Natural Resource Conservation Service (NRCS) and the local Resource Conservation District (RCD) to solicit their collaboration and support;
- ≈ Obtained electronic mapping data from the U.S. Bureau of Land Management (BLM); and
- ≈ Visited and photographed the project area multiple times to support a preliminary assessment of engineering and environmental constraints that have yet to be presented sufficiently clearly.

We appreciate the response that we have received to date from all parties contacted or concerned.

Sincerely,



Kelly W. Sackheim, Principal

Cc: Service list and other parties consulted or concerned