September 24, 2004

City of Crystal Falls Crystal Falls Dam FERC Project No. 11402-98

Minor Project License - Article 411

Exotic Species Annual Monitoring Report

1-original 8-copies

Dear Ms. Magalie R. Salas:

On July 23, 2004, Crystal Falls city employees Dan Graff and Dennis Mitchell canoed the shoreline from a point approximately 1.5 miles upstream of the dam down to the boat landing on the eastern shore of the impoundment. The local DNR's Mark Mylchreest did the same on July 9, 2004. Areas between the boat landing and Fairbanks Road were visually inspected from the shore.

No individual or populations of either loosestrife or Eurasian water milfoil were found.

We hereby file one original and eight copies of this letter with the Commission. A copy of this report is also being submitted to Michigan Department of Natural Resources and U.S. Fish and Wildlife Service.

Sincerely,

Dave Graff

Dave Graff

cc: Ms. Jessica Mistak, Michigan Department of Natural Resources Mr. Larry Thompson, U.S. Fish and Wildlife Service