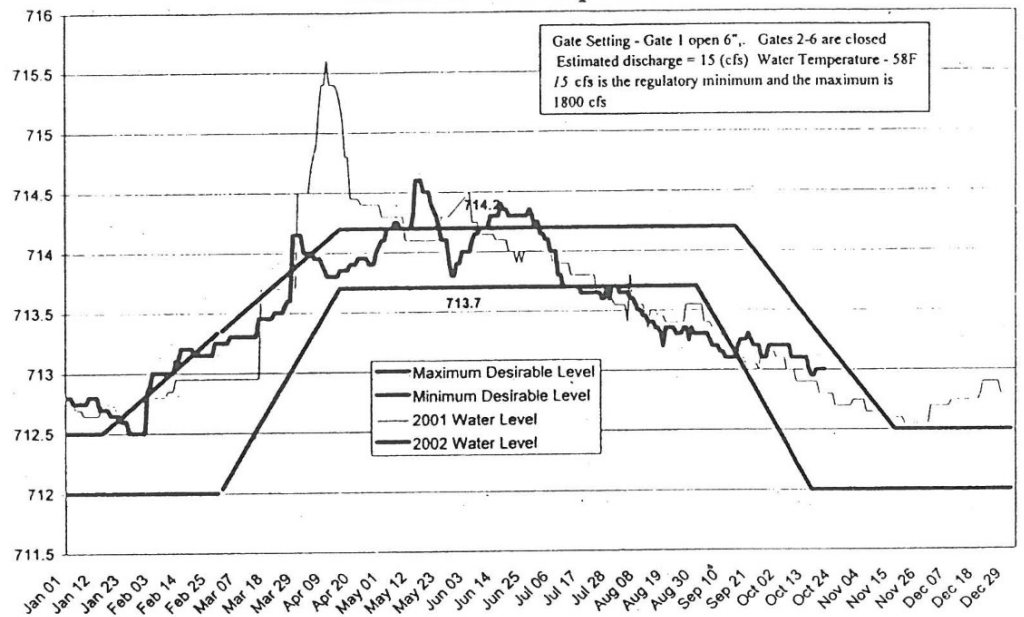


Keuka Lake Water Level

Prepared by The Cornell Cooperative Extension from data provided by the Penn Yan Municipal Water Treatment Plant

Mean High = 715.15, Top of Gates = 716.04

Current Water Temperature: 58°

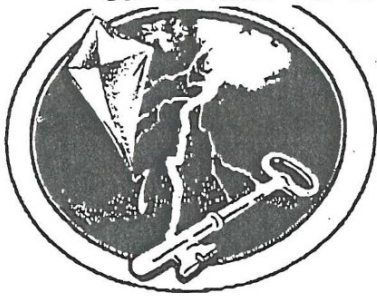


DATE	2002	2001	1997
10/14/02	713.00	712.90	713.40
10/15/02	712.95	712.90	713.40
10/16/02	712.95	712.90	713.40
10/17/02	713.00	712.90	713.40
10/18/02	713.00	712.80	713.40
10/19/02	713.00	712.80	713.440
10/20/02	713.00	712.80	713.40

Finger Lakes statistics

The New York State Thruway Office of Canals has established an informational recording where statistics about Seneca, Cayuga and Oneida Lakes, and the Seneca and Oneida Rivers can be accessed daily.

For the most up-to-date information, call (315)438-2499 anytime.



Seneca Falls Power Corp.

Hydroelectric Management & Operations

Facsimile Transmittal

Date: October 9, 2002
To: William Weber
Of: Keuka Lake Outlet Compact
Fax: 607-562-4314
Phone: 607-738-1547
Pages: 7, including this cover sheet.

Comments: Mr Weber, please see the attached proposal summary regarding the Waterloo and Seneca Falls hydroelectric station water control structures. The geographical border is just an outline it is not intended to determine the potential municipal entities that might participate. If you would like feel free to provide copies to the Board Of Commissioners or send us a list and we will CC them.

If you should have any questions please call.

Thank you,


Scott D. Goodwin

From the desk of ...

Scott D. Goodwin
Seneca Falls Power Corp.
1233 Alpine Road Ste #202
Walnut Creek, CA 94596
Phone: (925) 932-1828
Fax: (925) 932-2317



Seneca Falls Power Corp.

Hydroelectric Operations & Management

October 2, 2002

John Andersen Chairman
Keuka Lake Outlet Compact
Five Maiden Laden
Penn Yan, NY 14527

Dear Chairmen Andersen:

This letter is to review some of the water resources that are managed at the control structures owned by the Seneca Falls Power Corp. As President, of the Seneca Falls Power Corp., I believe that the Waterloo and Seneca Falls hydroelectric projects represent a significant opportunity to consolidate control of the water resources from Keuka, Seneca and Van Cleef Lakes, for the benefit of the municipalities in the region. We would propose that the Keuka Lake Outlet Compact, by acquiring these projects, would be able to regulate lake levels from the south end of Keuka Lake to the north end of Cayuga Lake.

The hydroelectric facility or control structure, for Seneca Lake is located at Waterloo, New York. The hydroelectric-control structure for Van Cleef Lake is located near the town center of Seneca Falls, New York. The Keuka Lake Outlet Compact, by working with others, could eliminate concerns that lake levels are being manipulated for power generation, navigation, or radical environmental interests. As I understand it, there was a meeting at Sarrasins restaurant in Penn Yan, during June, where the overall drainage plan for Keuka, Seneca & Cayuga was discussed.

What is at stake? At Waterloo, during a reasonable storm event, the necessary discharge capacity is approximately 3,550 Cubic Foot per Second "CFS". On occasion, discharge capacity has been as low as 1,520 CFS, creating serious public safety risks (please see the attached exhibits). Similar status has also developed at Seneca Falls (exhibits attached).

The Keuka - Seneca Lake Compact could accomplish this several different ways. They could derive revenue through generation, or they could create a flood control lake level district and assess the benefitting municipalities, or a combination of the two. Having the consolidated influence, of the combined municipalities, would increase your ability to demand an increased power sales rate that would create regional benefit and reduce or eliminate assessments.