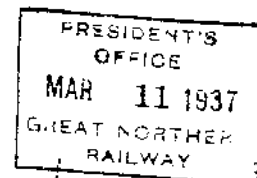


St. Paul, March 10th, 1937



Mr. W. P. Kenney

President,

Dear Sir:

Referring to yours of November 11th, 1936, about the flood control project in Skagit County, Washington, from near Avon, along our Anacortes line, to Padilla Bay near Whitney:

For your information, a further hearing on this project was held at Mount Vernon on March 2d, at which the attitude of those present was quite unfavorable for the reason that the local people would be expected to assume an expense amounting to \$1,832,000 set up by the Government as their portion of the cost of this project. It is likely that this matter will be indefinitely postponed.

Yours truly,