The Stone & Webster Company diverted the waters of the Baker River from the river bed into the diversion tunnel the latter part of last week and the site of the huge dam is now dry ground. A crib dam is being used to keep the water from overflowing during a raise in the river. A large crew of men is now busy in the river bed in getting the ground ready for the building of the foundations of the dam. This work will be rushed with all speed possible so as to have the foundations in place before the river reaches flood stage next fall. The river bed is now being excavated to bedrock for the full width of the dam, and as soon as this is finished forms will be set and the pouring of concrete started.