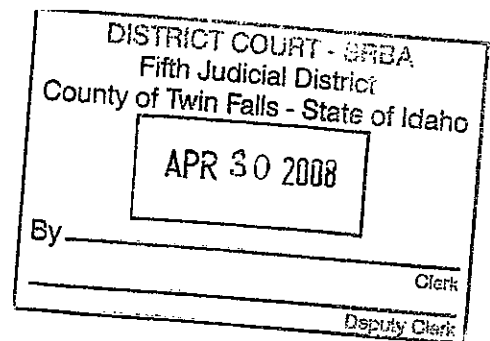


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MAY 05 2008

DEPARTMENT OF
WATER RESOURCES



IN THE DISTRICT COURT OF THE FIFTH JUDICIAL DISTRICT OF THE
STATE OF IDAHO, IN AND FOR THE COUNTY OF TWIN FALLS

In Re SRBA	)	SUBCASES: 63-132, 63-133, 63-134, 63-134A,
	)	63-134B, 63-186A, 63-186B, 63-17205, and
	)	63-31772
Case No. 39576	)	
_____)		SETTLEMENT CONFERENCE REPORT

Special Master Ted Booth ordered the parties to the above-referenced subcases to participate in a Mandatory Settlement Conference. *See Order Setting Mandatory Settlement Conference and Appointing Special Master Bilyeu as Settlement Moderator* (April 9, 2008).

A Mandatory Settlement Conference was held on April 24, 2008, at the Idaho Department of Water Resource's Western Region Office in Boise, Idaho. The parties attended with legal counsel and participated in settlement discussions. The attendance sheet for the conference is attached hereto.

Prior to the Mandatory Settlement Conference, the State of Idaho Department of Parks and Recreation conferred an offer to Mace Catlin Ditch Co. and Hart-Davis Ditch Co. Inc. The Ditch Companies had not had an opportunity to review the offer in detail prior to the Settlement Conference. The parties spent some time discussing the details of that offer.

The Ditch Companies, Ron Sali, and the State of Idaho Department of Parks and Recreation spent considerable time discussing their potential evidence and legal arguments. The parties were able to convey new settlement proposals at the end of the Settlement Conference.

The parties requested additional time to consider the offers made at the Mandatory Settlement Conference. The Settlement Conference was then adjourned. This Settlement Moderator reports that the parties negotiated in good faith and were productive in their efforts. However, no settlement was reached at the conclusion of the conference.

DATED April 29, 2008.



Brigitte Bilyeu
Settlement Moderator

Attendance Sheet

April 24, 2008

Subcases:

63-132, 63-133, 63-134, 63-134,
63-134B, 63-186A, 63-186B,
63-17205, 63-31772

<u>Party Name</u>	<u>Individuals</u>	<u>Attorneys</u>
~~Ronald Rippey~~		
HART DAVIS	Rev Rippey	
IDPR	Dave Rickes	
" "	Gery Shelley	
" "	Mary Lucaschick	
Hart Davis	Josh Liddell	
IDWR	Ray Williams	
Landowners	Ron Sali	
IDWR		Andrea Cortino
IDWR	Don Shaff	
CONSULTANT	Ron Howerton	
IDPR/IOAG	David S. Barber →	
Ron Sali	Michael Greener-Guery	Portley LLP
~~Jon Gould~~		
Mace Cathlin		Jon Gould
Hart Davis		Bryce Farr

CERTIFICATE OF MAILING

I certify that a true and correct copy of the SETTLEMENT CONFERENCE REPORT was mailed on April 30, 2008, with sufficient first-class postage to the following:

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Represented by:

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RINGERT CLARK CHARTERED

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BOISE, ID 83701

RON SALI

RON SALI & RON SALI PROPERTIES

RON SALI PROPERTIES INC

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STATE OF IDAHO DEPARTMENT OF

Represented by:

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