

MEMO

TO: 2-2262

FROM: Cherie Palmer

DATE: May 15, 2013

RE: Water Supply Bank Activity—Request to Release from Bank

In 2012 an application was submitted to extend the lease until 2017. The application specifically stated that any rental of their right should be rented at a rate of \$20/af; however, when the Department extended the lease the rental rate was not modified. Consequently, a rental was completed at the rate of \$17/af that extended until 2017. The lessor wishes to withdraw their water right from the Bank after the 2013 season. Because the Department made an error, their request to withdraw their right from the Bank will be honored.

This right shall not be rented out to any other potential lessees for the rest of 2013. At the end of the 2013 season, the right will be removed from the Bank and a replacement for the remaining 4 years for Deruyter will be found.