

MEMO

FROM: Allen Merritt

DATE: August 5, 2011

TO: Amendment of Permit 37-21337

SUBJECT: Proceed to advertising

I received a phone call from Hillary Soltman (Holland and Hart) representing the applicant (The Village Green at Valley Club Homeowners Association, Inc). She indicated that they wished IDWR to proceed with publication for the amendment.

She explained that the applicant continues to negotiate matters with the Valley Club Owners Association, Inc who operate the proposed wells to serve this permit. She indicated the agreement as submitted is in force and negotiations involve other legal matters. She expects the negotiations to be finalized or resolved during the protest period and that protests will be avoided.

I told her we would proceed to advertise as soon as our internal advertising problems are resolved.