

MEMORANDUM

Date: October 23, 2007
To: Water Right File, 63-7011A
From: Diana Ball, Board's Water Supply Bank
RE: State warrant for 2007 rental fees due to lessor

March 14, 2007, a W-9 request was sent to Larry and Marianne Williams in response to a portion of water right 63-7011A being rented for the 2007 irrigation season.

March 16, 2007, the bank received notification from Bill Mulder of Tree Top Ranches on behalf of Larry & Marianne Williams that the Williams no longer have an interest in this water right.

June 18, 2007, Jeff Peppersack received a series of email responses from Claudia Haines, Deersky Ranch HOA president, regarding their interest in this water right. The HOA is currently using a portion of the water right and a portion has been rented out for the 2007 irrigation season.

August 2, 2007, Jeff Peppersack received a string of emails from Claudia and Bob Rogero regarding ownership of this water right and the steps necessary to resolve this ownership matter. An ownership change notice was received and forwarded to Western region Adjudication for processing on behalf of Deersky Ranch HOA.

September 13, 2007, another W9 request was inadvertently sent to the Williams.

September 18, 2007, Bill Mulder contacted the department and left a message with Aaron Marshall stating that the Williams have no interest in water right 63-7011A.

October 22, 2007, Diana Ball contacted Lori Harris regarding the ownership change submitted on behalf of Deersky Ranch HOA. Lori stated that more information was needed to process the ownership change. A letter was sent to Deersky Ranch HOA on August 2, 2007, and to date, there has been no further response from the HOA.

October 23, 2007, Diana Ball and Jeff Peppersack discussed the issue and decided to send a letter to Deersky Ranch HOA regarding issuance of a warrant for the 2007 irrigation rental income. A warrant cannot be issued until department records show the HOA as legal owner of the water right.

Lori Harris will notify the bank once the ownership change is complete.

A state warrant in the amount of \$1,530.90 will be issued once ownership of the water right has been updated in the department records.