

Memorandum

To: Transfer File 72440

October 15, 1999

From: Jeff Peppersack

Re: Meeting with US Geothermal – Expansion Right

Met with Doug Glaspey of US Geothermal and their attorney, Kevin Beaton, and consultant, Scott King, to discuss my letter and memo concerning the expansion right that is part of the transfer. John Homan was also present for IDWR.

US Geothermal wanted to understand the issue regarding possible curtailment of the expansion right and how it might affect their total water use. They were concerned that determination of a volume for the expansion right might be premature given the unknowns related to a management plan and the possibilities of curtailment in the CGWA.

US Geothermal committed to estimating the historical water consumption for the original rights prior to their expansion as a starting point, but preferred a condition of approval that allowed some flexibility for re-evaluation and possible mitigation instead of curtailment. They plan to submit estimates and draft language for IDWR review.