

MEMORANDUM

To: File 37-2627D

From: Cynthia Bridge Clark

Date: March 8, 2005

Re: Rental of Water Rights from the State Water Supply Bank

Through transfer 5423, water right 37-2627D was limited to irrigation of 5.0 acres within a 16-acre place of use, and five acres of 37-145C were retired to mitigate use of right 37-2627D as a primary groundwater right. This portion of water right 37-154C was not placed in the bank. However, as a condition of approval on right 37-154C, the owner must cease irrigation of five acres for mitigation. Water master, Kevin Lakey, verified he has documentation that a total of 0.49 cfs associated with right 37-154C is to be left in the river. This accounts for the 5 acres idled for mitigation under right 37-2627D and an additional 18.4 acres idled for mitigation under right 37-2327C.

Rental of a portion of right 37-2627D to Mark Palmer was approved for the 2005 irrigation season. Mark Palmer rented water under this right in 2002, 2003, and 2004 (also under the name Webb Landscape). The rental agreement specifies that future rentals might be subject to additional review and notice requirements. This was also communicated by telephone to attorney Jim Speck, representing Mr. Palmer. Mr. Speck did not have any information to suggest the applicant is pursuing the acquisition of a permanent water right for the use.