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Governor

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Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Water Rights

JERRY D. OLDS
State Engineer/Division Director

June 29, 2007

Larris Hunting
Water Commissioner
Ashley Creek
2906 East 2500 South
Vernal, UT 84078

Re: Revised Administrative Rules

Dear Larris,

It has taken a little longer than anticipated to revise the Administrative Rules for Distribution Systems and Water Commissioners. We did receive a number of responses and appreciate the comments and suggestions that were made. The proposed rules are now ready for publication and will be submitted to the Division of Administrative Rules just before July 15th. In the annual meeting, I had indicated there was a 90-day comment period after publication. I have since learned that the comment period is 30 days not 90 days. It is anticipated that final rule publication will begin on August 1st and that the rules will be effective as of September 8, 2007.

Enclosed please find a copy of the proposed rules with the additions and revisions that have been made. The additions and revisions are based on the comments and suggestions we received. We also realized there were several issues that had not been covered and needed to be included in the rules. The additions and revisions are all highlighted in yellow in the enclosed copy.

There are two additions that I would like to bring to your particular attention. The first is regarding term limits for water commissioners and their deputies. After careful consideration, we have decided that appointment and service as water commissioner and deputy commissioner should be limited to those who are less than 75 years of age. There are several reasons for this decision, but we believe the most important is the need for planning.

The operation of distribution systems throughout the state is becoming more complex each year. The State Engineer and the water users on the distribution systems have a need and a responsibility to maintain an effective and efficient regulation and distribution of water. There is a critical need to prevent an abrupt and unplanned interruption in water regulation and distribution. As much as possible, each distribution system needs to have a definite plan for the effective and smooth transition from one commissioner or deputy to the next. This need to plan requires a definite cutoff date when, unless terminated for other reasons, one person's service as water commissioner or deputy commissioner ends and the next begins.

The second issue has to do with requests for reimbursement for distribution system expenses. There is an on going problem on several distribution systems where requests for reimbursement on expenses are not submitted to the Division



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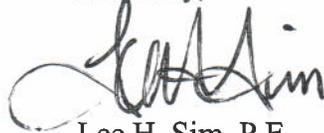
Subject: Revisions to Proposed Administrative Rules

until well into the year after the expenses were incurred. This late billing creates a real challenge at the annual meeting because the annual financial report does not accurately represent the expenses that were incurred for the year or the actual reserve remaining in the distribution system trust fund. It makes it much more difficult for the water users to set the budget and assessment for the coming year. The new rule requires that, unless prior arrangements have been made, requests for reimbursement must be submitted no later than December 15th of the calendar year when they were incurred. Requests for reimbursement submitted after December 15th will not be paid unless prior arrangements have been made.

I would encourage you to review all the other additions and revisions that have been made to the proposed rules.

I am also sending a copy of the revised rules to the distribution system chairman. Please feel free to make these revised rules available to any water users in your distribution system who would be interested in reviewing them. If you have any questions regarding the additions and revisions please contact me by phone at (801) 538-7380 or by e-mail at LeeSim@utah.gov.

Sincerely,

A handwritten signature in black ink, appearing to read "Lee H. Sim". The signature is fluid and cursive, with a large loop at the beginning and a long tail.

Lee H. Sim, P.E.
Assistant State Engineer
for Field Services