

Charles A. & Bonnie H. Callis
517 East Center Street
Provo, Utah 84606
801-371-0079

RECEIVED

MAY 22 2006

WATER RIGHTS
SALT LAKE

Mr. Mike Silva
Distribution Engineer
State of Utah
Department of Natural Resources
Division of Water Rights
1594 West North Temple
Suite 220
Salt Lake City, UT 84114-6300

May 16, 2006

RE: Distribution Account Number 100765 / Water Right 95-4857

Dear Mr. Silva,

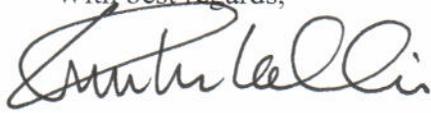
I am responding to your letter dated May 11, 2006 concerning your routine inspection of the Hickman Valley Water Users Association (HVWUA) and your observation of the grass and the plumbed irrigation system on our property. In your letter you asked about the source of the irrigation water and whether it came from the HVUWA pipe that traverses our property, or from our underground well. You further stated that the only water right on record with the State of Utah was 95-4857 associated with our underground well. Allow me to clarify as follows.

1. The source of the water in the irrigation system you observed is not the underground well. The source of the water is from the HVWUA pipe.
2. When the HVWUA pipe was installed on the property, the then-current owner of the property was promised access to and use of the water in the pipe as a condition for granting the easement for the underground pipe. To the best of my knowledge today that water right has not been memorialized or documented with the State.
3. In addition to the above-stated condition for a pipeline easement, we purchased 0.05 CFS primary water sourced from the pipe from Wesley A. Chadburn on 31st January 1997. The Water Deed for this water was recorded by D Land Title on March 13, 1997 with Wayne County. Apparently the report of conveyance was not completed at that time and D Land Title is now in the process of completing the report of conveyance now to file with the State.

I am attaching a copy of the Water Deed to this letter for your reference and will complete the report of conveyance with D Land Title.

Please let me know if further clarification is required.

With best regards,

A handwritten signature in cursive script, appearing to read "Charles A. Callis". The signature is written in black ink and is positioned above the printed name.

Charles A. Callis

FILED REQUEST: CATHLEEN BAGLEY DATED: MARCH 13, 1997 @ 3:40 A.M.

RECORDED: BOOK 163, PAGE 801 OFFICIAL RECORDS. WAYNE COUNTY UTAH RECORDS.
LOMA BLACKBURN RECORDER.

D LAND TITLE
Case No. 6646-Wy

126440
WATER DEED

WESLEY A. CHADBURN

grantor of HENDERSON, County of CLARK, State of NEVADA, hereby
CONVEYS and WARRANTS to

CHARLES A. CALLIS and BONNIE CALLIS

grantee of 517 East Center Street, Provo, UT 84604
for the sum of: TEN (\$10.00) DOLLARS and other good and valuable consideration
the following described water right:

1/20 (0.05) c.f.s. primary water from the Fremont River, as awarded to WILLIAM HICKMAN
in that certain Decree of the Sixth Judicial District Court of the State of Utah, in and for the
County of Wayne, in an action entitled "Hanksville Canal Company vs. Torrey Irrigation
Company" entered on the 15th day of July, 1953.

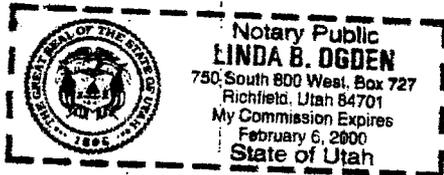
WITNESS the hand of said grantor this 31st day of January, 1997.

Signed in the presence of

Wesley A. Chadburn
Wesley A. Chadburn

STATE OF State of Utah)
:ss
County of County of Wayne)

On the 31st day of January, 1997, personally appeared before
me Wesley A. Chadburn the signer of the within instrument, who duly acknowledged
to me that he executed the same.



Linda B. Ogden
Notary Public
Commission Expires: 2-6-2000
Residing In: Richfield, UT 84701

387 North Main, P.O. Box 727
Richfield, Utah 84701
(801) 896-6426

D LAND TITLE

120 North Main, P.O. Box 10
Manti, Utah 84642
(801) 835-2241