

Utah Lake/Jordan River Distribution System

December 5, 2008

Mr. Lee Sim, P.E.
Assistant State Engineer for Distribution
1594 West North Temple Suite 220
PO Box 146300
Salt Lake City, Utah 84114-6300

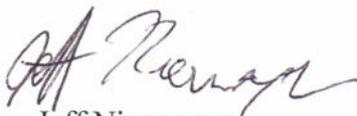
Re: Insurance payment for Utah Lake /Jordan River System Commissioners

Dear Lee,

As we have discussed by phone the insurance premiums for the commissioners and deputy commissioners have increase dramatically. The commissioners do not believe they were notified of the insurance premium change in order to select a different insurance option. After discussion with the Utah Lake Distribution Committee, it has been decided to make a payment for one year only of the difference in the premium. Could you please make a payment from the reserve account to the commissioners with the exception of John Larsen for a six month period from July 1, 2008 to December 31, 2008. We proposed to adjust the 2009 budget to reflect this payment and one additional payment covering the period from January 1, 2009 to June 30, 2009. This payment will only cover this fiscal year. After July1, 2009, the commissioners will be responsible for their choice of insurance coverage and no supplement payment will be provide.

Thank you in advance for your consideration of this matter. Please let me know if you need additional information.

Sincerely,



Jeff Niermeyer
Chairman
Utah Lake/Jordan River Distribution System

RECEIVED
DEC - 8 2008 SN
WATER RIGHTS
SALT LAKE