Dewey D. Evans

From: Dewey D. Evans [watermasterseaside@sbcglobal.net]
Sent: Tuesday, May 19, 2009 11:36 AM
To: Charles (Chuck) Della Sala; Craig Anthony; Dave Potter; David Pendergrass; Joseph Russell; Judi Lehman; Paul Bruno; Ralph Rubio; Ralph Rubio; Robert Costa; Robert Costa
Cc: Russell M. McGlothlin; Barbara Carbello; Bob Jaques; Brian Finegan; Curtis Weeks; Daphne Hodgson; David C. Sveigert; David Laredo; Deborah Mall; Dewey D. Evans; 'Diana Ingersoll'; Elaine Ramos; Elizabeth Gianola; Fred Meurer; Irven L. Grant; James Heisinger; Laura J. Dadiw; Libby Downey; 'MCWRA (e-mail)'; MPWMD; Nancy Rose; Pat Kelly; Ray Corpus; Robert Wellington; Rosa Salcedo; Tim Miller; Tim O'Halloran; Tom Bunovsky; Tom D. Roth; Ann Hartman; Betty Neeb—MRWPCA; Bill Reichmuth; Bob McKenzie; Carole Dawson; Carrie Gleason; Chip Reng; Christopher Hudelson; Claude Hoover; Craig Parton; Dale Ellis; Darby Fuerst; David Berger; Dean Leonard; Derrick Williams; Don Freeman; Ed Ghandor; Eric Robinson; Fran Farina; George Riley; Glen Stransky; Heidi A. Quinn; James Cook; Jan Driscoll; Janna Aldrete; Jennifer L. Riso; Joe Oliver; John Fischer; John P. Christian; Karen Minami; Keith Israel; Kevin O'Brien; Kim Carvalho; Larry Silver; Lloyd W. Lowrey Jr.; Lori W. Girard; Mark Pearson; Martin B. Feener; Max Gomberg; Michael Stamp; Nancy Isakson; Patrick Oroso; Richard Simonitch; Rick Rudel; Robert Johnson; Roger K. Masuda; Roxan Schwab; Scott Slater; Sheri Damon; Sherry Peverini; Stanley Powell; Sylvia Posadas; Todd Bennett; Tom Squeri; Tyla Montgomery
Subject: Notice from Seaside Basin Watermaster regarding Graniterock/Seaside carryover credit transfer
Attachments: Seaside_Graniterock transfer of credits 08 1118.pdf

*****NOTICE*****

Seaside Groundwater Basin Watermaster is in receipt of a notice of an intent for Assignment and Transfer of Production Allocation, specifically purchase of carryover credits, by the City of Seaside from Graniterock Company, as outlined in the attached documents. Please notify the Watermaster by June 11, 2009 of any objection to this request for transfer of carryover credits as per the Watermaster Rules and Regulations:

9.0 Procedures For Assignment and Transfer of Production Allocations

Parties proposing to assign or transfer any portion of their Production Allocation must submit a written notice to the Watermaster forty-five (45) days prior to the effective date of the proposed assignment or transfer. The notice shall include all details of the assignment/transfer (other than details related to consideration for such assignment or transfer), including thorough descriptions of: (1) the Production Allocation being assigned/transferred; (2) the assignee or assignor or transferor/transferee; (3) the duration of assignment/transfer; and (4) the quantity of Production Allocation being assigned/transferred. The Secretary shall transmit a copy of the notice to each of the Members. Within twenty-one (21) days of the mailing of the notice from the Secretary, any Member may file an objection to the proposed assignment/transfer with the Secretary. If no objection is received within that time, the proposed assignment/transfer shall become effective in accordance with its terms. If an objection is received within that time, the Secretary shall cause the matter to be placed on the agenda for the next available meeting of the Watermaster Board. At the meeting, the Member who filed the objection will carry the burden of proving to the Watermaster Board, by a preponderance of the evidence, that the production contemplated by the assignment/transfer will significantly increase the risk of Material Injury to the Basin above the risk posed by production absent the assignment/transfer. At the conclusion of the hearing, the Watermaster Board shall make its determination regarding any increased risk of Material Injury. If the Watermaster Board determines that the proposed assignment/transfer will not significantly increase risk of Material Injury, the proposed assignment/transfer shall thereupon become effective. If the Watermaster Board determines, based on its detailed written findings, that the proposed assignment/transfer will result in significant increase of risk of Material Injury, the Watermaster may impose such conditions on the proposed assignment/transfer as it deems

7/1/2009
necessary to reduce such risk.

Sincerely,

Dewey Evans  
Watermaster CEO  
1600 Garden Road Suite 228  
Monterey, CA 93940  
(831) 641-0113
July 1, 2009

Jill Anderson  
Assistant City Manager  
City of Seaside  
440 Harcourt Avenue  
Seaside, CA 93955

Dear Ms. Anderson,

The Seaside Groundwater Basin Watermaster received a notice of intent from the City of Seaside for Assignment and Transfer of Production Allocation, specifically purchase of carryover credits from Graniterock Company. A copy of the notice was transmitted by Watermaster to each of the member parties on May 19, 2009 and no objections were received within 21 days of the transmission. Therefore the proposed assignment/transfer is effective in accordance with its terms.

Sincerely,

[Signature]  
Dewey D. Evans, CEO  
Watermaster

Cc: Russell McGlothlin, Brownstein Hyatt Farber Schreck, LLP  
Thomas Squeri, Graniterock Company  
Rick Riedl, City of Seaside
July 29, 2009

Mr. Dewey D. Evans  
Chief Executive Officer  
Seaside Groundwater Basin Watermaster  
2600 Garden Road, Suite 228  
Monterey, CA 93940

Re: Graniterock Receipt of City of Seaside Payment for 10 Acre Feet of Free Carryover Rights

Dear Mr. Evans:

This letter shall serve to acknowledge our receipt of City of Seaside Check #60074 in the amount of $24,850 as payment for the purchase of 10 acre feet of Free Carryover Rights from Graniterock. Graniterock hereby transfers said 10 acre feet of Free Carryover Rights to the City of Seaside Municipal Water System.

Graniterock appreciates the opportunity to do business with the City of Seaside.

Sincerely,

Graniterock

[Signature]

Christopher S. Mann – MCR  
Director of Real Estate Services

csm  
Cc: vf,  
Rick Riedl – Associate Civil Engineer  
City of Seaside Public Works Department  
440 Harcourt Avenue  
Seaside, California 93955