

JANICE K. BREWER

Governor



SANDRA A. FABRITZ-WHITNEY

Acting Director

ARIZONA DEPARTMENT OF WATER RESOURCES

3550 North Central Avenue, Second Floor
PHOENIX, ARIZONA 85012-2105
(602) 771-8500

January 10, 2011

VIA CERTIFIED MAIL
COURTLAND HOMES INC
ATTN: BRIAN MINGS
5333 N 7TH ST STE 305
PHOENIX AZ 85014

**Re: Certificate of Assured Water Supply
Rancho Silverado Units 1 & 2
DWR File No. 30-401272.0005**

Dear Mr. Mings:

The Arizona Department of Water Resources (Department) has determined that the criteria for an Assured Water Supply pursuant to A.R.S. § 45-576 and A.A.C. R12-15-701 *et seq.* have been met, and therefore the Director has decided to issue Assured Water Supply Certificate No.30-401272.0005. Arizona American Water Co - Agua Fria will provide the water supply to the lots. The source of supply will be groundwater. Based on current information, the Department has determined that the subdivision's total projected demand is 144.80 acre-feet per year for 210 lots, and the groundwater allowance for the 100-year period is 579.22 acre-feet. The Certificate is attached. The Department suggests you record your Certificate of Assured Water Supply in the appropriate county recorder's office. This will provide you with a permanent public record of the Certificate.

This determination is applicable only to the person or entity specified on the Certificate and for the plat reviewed by the Department. Information used in evaluating this application is available for review in the Department's files. Please contact us if questions arise.

Pursuant to A.R.S. § 41-1092.03, the Department is notifying you that the Director's determination and decision to issue the Certificate is an appealable agency action. You are entitled to appeal this action. If you wish to appeal this action, you must file a written appeal within thirty (30) days from receipt of this letter. I am providing you with a summary of the appeal process and an appeal form, should you elect to pursue this option.

Sincerely,


Douglas W. Dunham, Manager
Recharge, Assured & Adequate Water Supply Programs

DWD/rbo

Enclosures

Page 2

Subdivision Name: Rancho Silverado Units 1 & 2

File Number: 30-401272.0005

Candi Cox, CAGR

Robin King, Arizona Department of Real Estate

Steve Olea, Arizona Corporation Commission

Linda Taunt, Arizona Department of Environmental Quality

**STATE OF ARIZONA
DEPARTMENT OF WATER RESOURCES
CERTIFICATE OF ASSURED WATER SUPPLY**

This is to certify that

COURTLAND HOMES INC, as owner, with COURTLAND COMMUNITIES, LLC, AN ARIZONA LIMITED LIABILITY COMPANY, as optionee,

have met the requirements of A.R.S. §§ 45-576 and the applicable regulations, and

By powers vested in the Director of the Arizona Department of Water Resources by the State of Arizona, and subject to the conditions contained in the applicable regulations,

Are issued this Certificate of Assured Water Supply for

**Rancho Silverado Units 1 & 2
Township 4 North, Range 1 West, Sections 13 & 14
GSRB&M Maricopa County, PHOENIX Active Management Area**

Sufficient water of adequate quality will be continuously available to satisfy the water demand of the referenced subdivision for at least one hundred years. The referenced subdivision consists of **210 lots** as described in the preliminary plat on file with the Department, and has an estimated water demand of **144.80 acre-feet per year**. The subdivision will be served **groundwater** by **Arizona American Water Co - Agua Fria**.

This Certificate is invalid as to any entity not named above.
This Certificate may be assigned pursuant to A.A.C. R12-15-705.

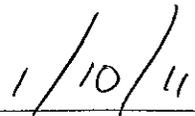
Certificate Number: 30-401272.0005

Original Issue Date: July 22, 2004



ARIZONA DEPARTMENT OF WATER RESOURCES


Program Manager


Date

TYPE A CERTIFICATE