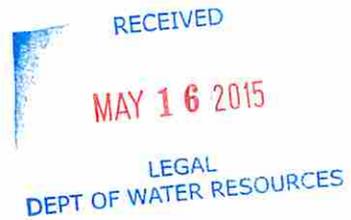


22 February 2015

Director Thomas Buschatzke
Arizona Department of Water Resources
3550 N. Central Avenue
Phoenix, Arizona 85012

Clyde E. Kramme & Colette O. Kramme
P.O. Box 43
1645 N. 100 W.
Redmond, Utah 84652



Re: San Simon Valley Sub-basin/Irrigation Non-Expansion Area (INA)

Substantial Capital Investment

Clyde E. Kramme and Colette O. Kramme (joint tenants as husband and wife) are the owners of Property known as the Red Top Ranch located in Cochise County, Arizona.

Property Location:

Township 16 South, Range 31 East of the Gila & Salt River Base & Meridian.
Township 16 South, Range 32 East of the Gila & Salt River Base & Meridian.

Property Description:

Total 3802 Acres
Parcel No. 304-49-004-3 (2680 acres) (west side).
Parcel No. 304-54-012-0 (1122 acres) (east side).

Purchase Date of Property: 26 April, 2014.

Sale Price of Property: \$630,000.00

Our decision to invest in the Red Top Ranch Property was largely made by the opportunity to develop and farm a portion of the eastern side. The ability to irrigate a small portion of the east side of this property (120 acres) is financially the means to receive a return on our investment.

Please note: The Red Top Ranch will carry approximately 45 head of livestock annually.

Sub-subsequent Irrigation Non-Expansion Area (INA)

Clyde & Colette Kramme hereby ask to be granted/issued a Notice of Authority to Irrigate 120 acres of land in Section 29 located in Township 16 South, Range 32 East of the G&SRB&M.

Date 22 February 2015 Signature Clyde E. Kramme Colette O. Kramme

ATTACHMENT A

Identified below are common types of activities and investments made to prepare land for irrigation purposes. Please provide the required information on this form for each investment checked. Attachment B specifically lists the information that is required for each type of investment. Any additional information that you feel would further support your claim, such as a Soil Conservation Service farm plan, could also be submitted.

Please understand that without this information, we will be unable to favorably consider your substantial investment claim and as a result, unable to issue you a Notification of Authority to Irrigate Land within the Douglas INA.

////////////////////////////////////

Date land was purchased 26 April 2014

Type of crops to be grown Alfalfa, Corn, Grain
Sale of Red Top Ranch Purchase/Sale Price noted on letter
Cost Dated 22 Feb 2015

Land clearing or leveling N/A

Construction or improvements of irrigation delivery system N/A

Drilling, deepening, refurbishing of well(s) N/A

Fees for leasing, professional services, and purchase of supplies and equipment coincidental to these improvements N/A

Fencing N/A

Cost of improvements
Actual (with receipts/invoices) N/A

Estimated N/A

Total Cost \$ N/A

I, Clyde E. Kramme + Colette O. Kramme the applicant named in this application (Number 60-) do hereby certify under penalty of perjury, the information contained and statements made herein are to the best of my knowledge and belief, true, correct and complete.

22 February 2015
Date

Clyde E. Kramme Colette O. Kramme
Signature

May 9, 2015

Arizona Department of Water Resources
3550 North Central Avenue
Phoenix, AZ 85012
Attn: Sharon Scantlebury, Docket Supervisor

Clyde E. Kramme & Colette O. Kramme
P.O. Box 43
1645 N. 100 W.
Redmond, UT. 84652

Re: San Simon Valley Sub-basin proposed Irrigation Non-Expansion Area (INA).

Clyde E. Kramme & Colette O. Kramme vote against the designation of the proposed Irrigation Non-Expansion Area (INA) Dated March 18, 2015.

Clyde E. Kramme and Colette O. Kramme (joint tenants as husband and wife) are the owners of Property known as the Red Top Ranch located in Cochise County, Arizona.

Property Location:

Township 16 South, Range 31 East of the Gila & Salt River Base & Meridian.
Township 16 South, Range 32 East of the Gila & Salt River Base & Meridian.

Property Description:

Total 3802 Acres
Parcel No. 304-49-004-3 (2680 acres) (west side).
Parcel No. 304-54-012-0 (1122 acres) (east side).

All 3802 Acres are within the boundaries of the San Simon Valley Sub-basin.

Purchase Date of Property: April 26, 2014.

Purchase Price of Property \$630,000.00

Red Top Ranch was purchased via 1031 Exchange (like kind property) with the sale of farm land & water shares from our Utah Farm (100% of the sale funds) of Utah Farm Land was used in this transaction to acquire Arizona Land known as the Red Top Ranch.

Intent/Use of Property:

Our intent/decision to purchase the Red Top Ranch was largely based on the ability/opportunity to develop/irrigate/farm the eastern portion of the ranch. Our intent is to farm 120 acres by method of pivot irrigation. Intended crops to be raised mainly alfalfa/oats/barley. Improve the grazing for domestic cattle with the ability to irrigate portions for pasture/non-harvested crop land. The Red Top Ranch will carry approximately 45 head of cattle annually. The ability to develop/irrigate/farm a small portion of the Red Top Ranch (approximately 120 acres) is

Arizona Department of State Records
2550 North Central Avenue
Phoenix, AZ 85012
Phone: (602) 995-3000

Clayton L. Williams & Collette O. Williams
100 1/2 W. 1st St.
Phoenix, AZ 85001

Re: San Simon Valley Sub-division, Registration Non-Expendable Act (N/A)

Clayton L. Williams & Collette O. Williams were against the registration of the proposed registration non-expendable act (N/A) dated March 14, 2017.

Clayton L. Williams and Collette O. Williams (joint tenants as husband and wife) are the owners of property known as the Red Top Ranch located in Cochise County, Arizona.

Property Location:
Township 10 South, Range 51 East of the 1st 3rd River Base & Meridian
Township 10 South, Range 52 East of the 1st 3rd River Base & Meridian

Property Description:
Total Area:
Parcel No. 104-24-012-0 (1123 acres) (east side)
Parcel No. 104-24-004-1 (3888 acres) (west side)

All 1123 Acres are within the boundaries of the San Simon Valley Sub-division

Purchase Date of Property: April 26, 2014

A purchase price of Property \$61,100,000
Red Top Ranch was purchased in 1971. In exchange for the land conveyed with the sale of the ranch and water rights from our Utah B and 100% of the sale price of the ranch, we received the transaction to acquire Arizona land known as the Red Top Ranch.

Index Value of Property:
Our intention to purchase the Red Top Ranch was largely based on the opportunity to develop the eastern portion of the ranch. The intent is to farm 200 acres by method of pivot irrigation. Irrigated crops to be raised mainly alfalfa and sorghum. The ranch for domestic cattle will be split into irrigated portion for pasture and non-irrigated crop land. The Red Top Ranch will carry approximately 50 head of cattle annually. The ability to develop the eastern portion of the Red Top Ranch (approximately 100 acres) is

financially the means to receive a return on our investment.

Substantial Capital Investment

Clyde & Colette Kramme hereby ask to be granted/issued a "Notice of Authority" to irrigate 120 acres of land in section 29 located in Township 16 South, Range 32 East of the G&SRB&M.

Clyde & Colette Kramme sent letter via e-mail Dated February 22, 2015 asking to be granted/issued a "Notice of Authority" to irrigate 120 acres of land.

What is considered a "substantial capital investment"?

The property purchase price and payment of property taxes are not included in the calculation of substantial capital investment. This information as per Irrigation Non-Expansion Area FAQs.

Case by Case Basis

Clyde & Colette Kramme ask to be considered and granted/issued a "Notice of Authority" to Irrigate a 120 acres. However, after reading/studying/reviewing what qualifies as a Substantial Capital Investment, our asking/requesting for a "Notice of Authority" to irrigate will most likely be denied. We have invested our life earnings into the Red Top Ranch Land/Our American Dream is to develop/enhance/improve this Arizona Land for the betterment of the Community/County/State/&Nation.

Our Vote is AGAINST the proposed designation of the proposed Irrigation Non-Expansion Area (INA) Dated March 18, 2015.

Date: 9 May, 2015

Signature(s): Clyde E Kramme Colette O Kramme

Recommendation(s):

- (i) limit the amount of water usage to (3 Ac. Ft.) per irrigated acre.
- (ii) limit the types of crops to be raised in a desert environment.
- (iii) establish underground water rights/allocate property owners x-amount of acre feet of water in ratio to the amount of acreage owned.
- iv) establish the transfer of underground water rights between property owners.
- (v) postpone proposed INA.
- (vi) restrict/limit the withdrawal of unregulated pumping of irrigation well(s) currently established.

Financially sound and solvent as required by the Act.

Statement of Assets and Liabilities

Office of the Secretary of the Board of Directors of the Corporation
of the State of New York

As of the close of business on the 31st day of December, 1934

Assets

The following is a statement of the assets and liabilities of the Corporation as of the close of business on the 31st day of December, 1934, as shown by the books and records of the Corporation.

Assets

As of the close of business on the 31st day of December, 1934, the Corporation has on hand and due to it the following assets and liabilities:

Assets

Assets

- (i) Cash
- (ii) Accounts receivable
- (iii) Accounts payable
- (iv) Prepaid expenses
- (v) Other assets