ARIZONA DEPARTMENT OF WATER RESOURCES
Office of Assured and Adequate Water Supply
3550 North Central Avenue, Phoenix, Arizona 85012
Telephone 602 771-8500
Fax 602 771-8689

September 11, 2006

Janet Napolitano
Governor

Herbert R. Guenther
Director

Mr. Roy Tanney
Arizona Department of Real Estate
2910 N. 44th Street
Phoenix, Arizona 85018

Water Adequacy Report #22-4022380000
Subdivision Name: Mountain's Meadow
Owner: Pineview Properties, LLC
Number of lots: 142
County: Navajo
Township 09 N **Range** 22 E **Section** 4

Water provided by: Pineview Water Company
Water Type: Groundwater
Current water depth: No Information provided
Estimated 100-year depth: No Information provided
Current decline rate: No Information provided
Basin: Little Colorado River Plateau

Dear Mr. Tanney:

Pursuant to A.R.S. § 45-108, the Department of Water Resources has reviewed the available information pertaining to the water supply for the above-referenced subdivision. This letter constitutes the Department's report on the subdivisions water supply as required by A.R.S. § 45-108(A).

Adequacy of the 100-year water supply was reviewed by the Department with regard to physical, legal and continuous availability, and to determine if the water supply is of adequate quality. No information has been provided to the Department that indicates that the applicant has satisfied the adequate water supply requirements as set forth in A.A.C. R12-15-715 *et seq.* Therefore, the Department of Water Resources finds the water supply to be *inadequate* to meet the subdivision's projected needs.

Pursuant to A.R.S. §32-2181.F. a summary of the Department's report for those with an inadequate water supply be included in all promotional material and contracts for sale of lots in the subdivisions. We suggest the following synopsis:

> "Mountain's Meadow subdivision is being served groundwater by Pineview Water Company. The developer has chosen not to demonstrate a 100-year adequate water supply. The criteria for physical, legal and continuous availability as set forth in A.A.C. R12-15-717 were not demonstrated, and proof of adequate water quality as set forth in A.A.C. R12-15-718 was provided. Therefore the Department must find the water supply to be *inadequate*. For additional information please contact the Arizona Department of Water Resources at (602) 771-8585."

The developer, pursuant to A.R.S. §32-2181.F., may suggest a different summary of this report, but it must contain the above elements and/or the Department's findings. Any change to the above subdivision or water supply plans may invalidate this decision.

This letter is being forwarded to your office as required by A.R.S. § 45-108. This law requires the developer to hold the recordation of the subdivision's plat until receipt of the Department's report on the subdivision's water supply. By copy of this report, the Navajo County Recorder is being officially notified of the developer's compliance with the law.

Sincerely,

Frank Putman
Assistant Director

FP/RO/ef
700378

cc: Navajo County Planning and Zoning
Navajo County Recorder
Mandy Sutter
Rick Obenshain, ADWR