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

Janet Napolitano
Governor

Herbert R. Guenther
Director

May 15, 2007

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

Water Report #53-700239.0000

Subdivision Name: Rancho Encantado Phases 1 & 2
Owner: H & S Developers Inc AZ Corp
Number of lots: 220
County: Yuma
Township 9 South, Range 21 West, Section 21

Water provided by: Far West Water Company, Inc.
Water Type: Colorado River Water

Current water depth: N/A
Estimated 100-year depth: N/A
Current decline rate: N/A
Basin: Yuma

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, water quality, and financial capability. Information available to the Department indicates that the applicant has satisfied the adequate water supply requirements as set forth in A.A.C. R12-15-701 *et seq.* Therefore, the Department of Water Resources finds the water supply to be adequate to meet the subdivision's projected needs. Any material change to the subdivision plat or its water supply plans may invalidate this decision. See A.A.C. R12-15-708.

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 Yuma County Recorder is being officially notified of the developer's compliance with the law. If you have any questions, please contact Norma Coupaud at (602) 771-8585.

Sincerely,

Sandra Fabritz-Whitney
Assistant Director
Water Management Division

cc: Yuma County Planning and Zoning
Yuma County Recorder
Vianey R Vega
Norma Coupaud, Office of Assured and Adequate Water Supply