

Water Resources Department

Commerce Building 158 12th Street NE Salem, OR 97310-0210 (503) 378-3739 FAX (503) 378-8130

December 17, 1999

Roseburg Forest Products P.O. Box 1088 Roseburg, OR 97470

ATTN: Mark Smalley

REFERENCE: Transfer 8374

We received your water right transfer application for the Riddle plywood mill. We are not able to accept the application because it requests a change we may not approve.

As we read your application, you are requesting to expend your water right from the plywood mill to also include the new LVL facility. Expansion of a water right is considered injury to other water rights. A transfer application may not be approved if it causes injury to other water rights.

There is another option to accomplish much of your objective. Based on the information in the application, it appears you may want to consider a request for allocation of conserved water. I have contacted Bob Rice (extension 238) and put him into contact with Mr. Smalley to explore this option.

If you have an questions, please call me at (503) 378-8455, ext. 275, or (800) 624-3199 (in-state only).

Sincerely,

LARRY H. NUNN Transfer Coordinator

cc: Dave Williams, Watermaster