

Water Resources Department

North Mall Office Building 725 Summer Street NE, Suite A Salem, OR 97301-1266 503-986-0900 FAX 503-986-0904

May 25, 2006

Robert L. Hanel, Manager Hanel Development Group LLC 3289 Neal Creek Mill Road Hood River, OR 97031

Re: Specific to General Industrial Notification – Hanel Development Group

Dear Mr. Hanel:

We have received your letter of May 20, 2004, notifying the Department of the change from the specific industrial use of "sawmill use including log deck sprinkling and fire suppression" to general industrial use under Certificates 51661 and 51662. We apologize for the delay in responding to your letter. We will make the necessary notations in our records of water rights to reflect your notification.

The requirements for making the change are established under ORS 540.520(9) and OAR 690-380-2340. We note that your letter notifying us of the change does not appear to fully satisfy the following informational requirements of OAR 690-380-2340:

(d) The quantity of water diverted to satisfy the authorized specific use under the original water right.

The statutes and rules do not include a process for Department review and approval of notifications of specific to general industrial changes. Any issues associated with eligibility and compliance will be addressed by the watermaster during normal distribution and regulation activities. To avoid potential future regulatory issues, we encourage you to supplement the letters that you have provided with the above information.

The statutes and administrative rules are available at our website: <www.oregon.gov/OWRD>. Please do not hesitate to contact me at 503-986-0881 or Douglas.M.Parrow@wrd.state.or.us if you have any questions.

Sincerely,

Douglas M. Parrow

Transfer Program Coordinator

cc: Bob Wood, District 3 Watermaster Application Files R-57626 and S-57627