INTEROFFICE MEMORANDUM

Water Rights Section

TO: Application S-87592

FROM: Kerry Kavanagh

DATE: December 9, 2010

RE: Land Use Compatibility

On March 16, 2010, Staci Leep, Planner with Coos County Planning, completed the Land Use Information Form, citing that Tax Lot 102 (water will be used and conveyed) in Section 22, T29S, R12W, W.M. allows the proposed use outright under ordinances 4.8, 4.9, and 3.4.

On December 9, 2010, Ms. Leep confirmed (via a telephone conversation with Kerry Kavanagh) that the proposed use is allowed outright on Tax Lot 200 (water will be conveyed) and on Tax Lot 100 (water will be diverted and conveyed) in Section 23, T29S, R12W, W.M.

Tax Lot 102 in Section 22 and Tax Lot 200 in Section 23 are owned by Ronald and Kelly La Franchi. Tax Lot 100 in Section 23 is owned by USA – in the application materials, Mr. La Franchi provided a Right-of-Way Grant/Temporary Use Permit issued by Bureau of Land Management on October 28, 1998.