

January 9, 2012

Water Resources Department

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Perkins Coie, LLP Attn: Lawrence H. Reichman 1120 NW Couch Street, Tenth Floor Portland, Oregon 97209-4128

Reference: Application G-16385

The partial assignment by proof from Thornburgh Utility Group, LLC to Loyal Land, LLC dated December 6, 2011 is hereby rescinded. Upon review of the assignment, and statements provided by the previous applicant, the Department has determined that the previous applicant was, and is available. The Assignment was made by proof in absence of the applicant of record. In addition, as this application is for quasi-municipal use, as defined in OAR 690-300-0010(40), the assignee must be a corporation other than a public entity, created for the purpose of operating a water supply system, for those uses usual and ordinary to municipal water use. It is unclear if Loyal Land, LLC is such a corporation.

The Department does not usually assign rights held by public entities such as municipalities or water districts without their consent.

The Department has been made aware of pending legal action and will take no further action regarding assignments on the application until these issues are resolved.

Sincere

Jerry Sauter

Water Rights Program Analyst Water Right Services Division

cc: Watermaster 11

Kameron Delashmutt Martha O. Pagel

Adam Sussman - GSI Water Solutions

Data Center, OWRD (Complete Copy of Assignment Request)

Hydrographics

File