STATE OF COLORADO

Colorado Water Conservation Board Department of Natural Resources

1313 Sherman Street, Room 721 Denver, Colorado 80203 Phone: (303) 866-3441 Fax: (303) 866-4474 www.cwcb.state.co.us



March 15, 2010

Dick Lunceford, Board President La Plata Archuleta Water District c/o Harris Water Engineering, Inc. 954 E. 2nd Ave., Ste. #202 Durango, CO 81301 Bill Ritter, Jr. Governor

James B. Martin DNR Executive Director

Jennifer L. Gimbel CWCB Director

Dan McAuliffe CWCB Deputy Director

RE: Notice to Proceed— La Plata Archuleta Water District Permitting

Dear Dick:

This letter is to inform you that the contract for your grant request of \$400,000 to assist in the funding of the La Plata Archuleta Water District Permitting was signed on March 9, 2010. A signed copy of the contract will be mailed to you.

With the executed contract, you are now able to proceed with the project and begin invoicing the State of Colorado for costs incurred from March 9, 2010 through June 30, 2013. Upon receipt of your invoice(s), the State of Colorado will provide payment no later than 45 days. I wish you success with your project.

Sincerely,

/s/

Greg Johnson, CWCB Water Supply Planning Section (303) 866-3441 x3249 Gregory.johnson@state.co.us