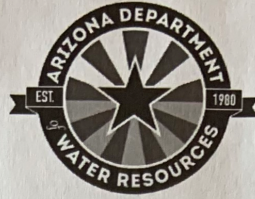


KATIE M. HOBBS
Governor



THOMAS BUSCHATZKE
Director

ARIZONA DEPARTMENT of WATER RESOURCES
1110 W. Washington Street, Suite 310
Phoenix, Arizona 85007
602.771.8500
new.azwater.gov

March 3, 2023

Bonita Creek Water Company
Attn: Bryan Staley, President
652 N. Myrtle Point Trail
Payson, AZ 85541

RE: Notice of Investigation for Application to Partially Sever and Transfer Certificate of Water Right No. 3696.0002 (Application No. A-3906.0003).

Dear Mr. Staley:

This letter provides notice that the Arizona Department of Water Resources ("Department") intends to investigate the premises located within the Bonita Creek Water Company LLC ("BCWC") water service area for the above-referenced Application to Partially Sever and Transfer Water Rights ("ST Application").

The investigation has been scheduled to take place on **March 28, 2023** beginning at approximately **10:00 am**.

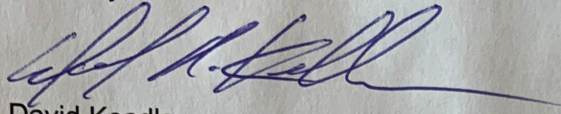
As authorized by Arizona Revised Statutes (A.R.S.), Section § 45-105(A)(2), Department staff will investigate:

1. All structures constructed within BCWC's water service area that may have the ability to divert, distribute, store, or retain surface water;
2. Any existing or proposed diversions (including individual parcels along Bonita Creek that divert and/or intend to divert);
3. The general place of use and the municipal use of water as described in the ST Application;
4. Any additional proposed uses that are not accounted for in BCWC's ST Application; and
5. Any other places, documents, or items necessary or which the Applicant wishes the Department to inspect as relevant to the criteria contained in A.R.S. § 45-172 or the attributes of a surface water right.

The Department requests that you or your authorized representative be present to allow Department personnel onto the premises. You or your representatives may also remain present during the investigation. If the above date or time of the scheduled investigation is inconvenient for you, please notify the Department prior to the date of investigation to arrange another date and time.

Please be assured that one or more authorized Department personnel will conduct the investigation pursuant to A.R.S. § 41-1009 in a manner that will minimize disruptions to BCWC's on-going operations. If you have any questions regarding this matter, please do not hesitate to contact me at 602-771-8406 or toll free (within Arizona) at 1-800-352-8488.

Sincerely,

A handwritten signature in blue ink, appearing to read "David Keadle", with a long horizontal flourish extending to the right.

David Keadle
Surface Water Permitting Unit
Water Planning and Permitting Division

CC: Rodney Held, Salt River Project