

Arizona Department of Water Resources

Groundwater Right/Facility Report

RIGHT #: 58-103230.0002 **STATUS DATE:** 11/25/2009
AMA: PINAL AMA **RIGHT/PERMIT/FACILITY TYPE:** IRRIGATION USE
LAND OWNERSHIP : PRIVATE OR COMPANY **FILE STATUS:** ACTIVE - FULL CONVEYANCE
2009 ALLOTMENT: 1,007.76 **BMP Enrollee:** N **RETIRED ACRES:** 0.00
WATER DUTY ACRES: 221.00 **IRRIGATION ACRES** 229.00 **WATER DUTY** 4.56
IRRIGATION DISTRICT NAME: SAN CARLOS **MAWA:** 4.4

NAME & ADDRESS

VERNON BARNES **TYPE:** OWNER
3057 S. TREKELL ROAD

CASA GRANDE AZ 85193

PLACE OF USE

SE 26 T6.0S R5.0E
N1/2 NE 35 T6.0S R5.0E

BOOK/MAP/PARCEL

Book: 503 **Map:** 26 **Parcel:** 020F **Part:**
Book: 503 **Map:** 56 **Parcel:** 001 **Part:**

WELL SERVING

*** NO DATA FOUND ***

RIGHT TO FACILITY RELATIONSHIPS

*** NO DATA FOUND ***

Certificate of Grandfathered Groundwater Right

COUNTY OF MARICOPA

STATE OF ARIZONA DEPARTMENT OF WATER RESOURCES

*This is to certify that pursuant to the provisions of
Title 45, Chapter 2, Arizona Revised Statutes*

VERNON BARNES
3057 S. TREKELL ROAD
CASA GRANDE, AZ 85193

is granted an
IRRIGATION GRANDFATHERED RIGHT
in the
PINAL ACTIVE MANAGEMENT AREA

for **229** irrigation acres of land. The rights are appurtenant to and groundwater may be used only on the irrigation acres of land described as follows:

Assessor's Parcel Number(s) 503-56-001, 503-26-020F in SE¼ Sec 26 T6S R5E, N½ NE¼ Sec 35 T6S R5E GSRB&M, as more fully described in the map attached hereto as Exhibit A and made a part hereof by reference.

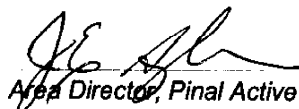
The use of groundwater on the above described land shall be for irrigation purposes in accordance with the laws of the State of Arizona and restrictions placed on use by the Director of the Department of Water Resources pursuant to Title 45, Chapter 2, Arizona Revised Statutes.

CERTIFICATE NO. 58-103230.0002

is granted this 25th day of November, 2009

ARIZONA DEPARTMENT OF WATER RESOURCES

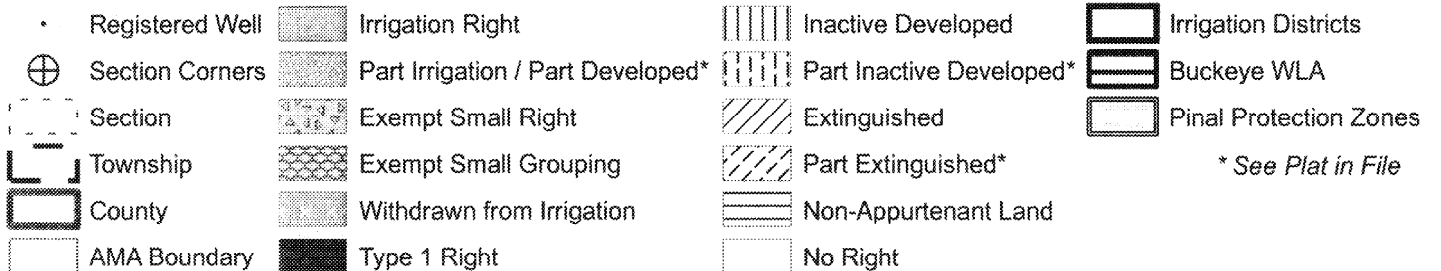
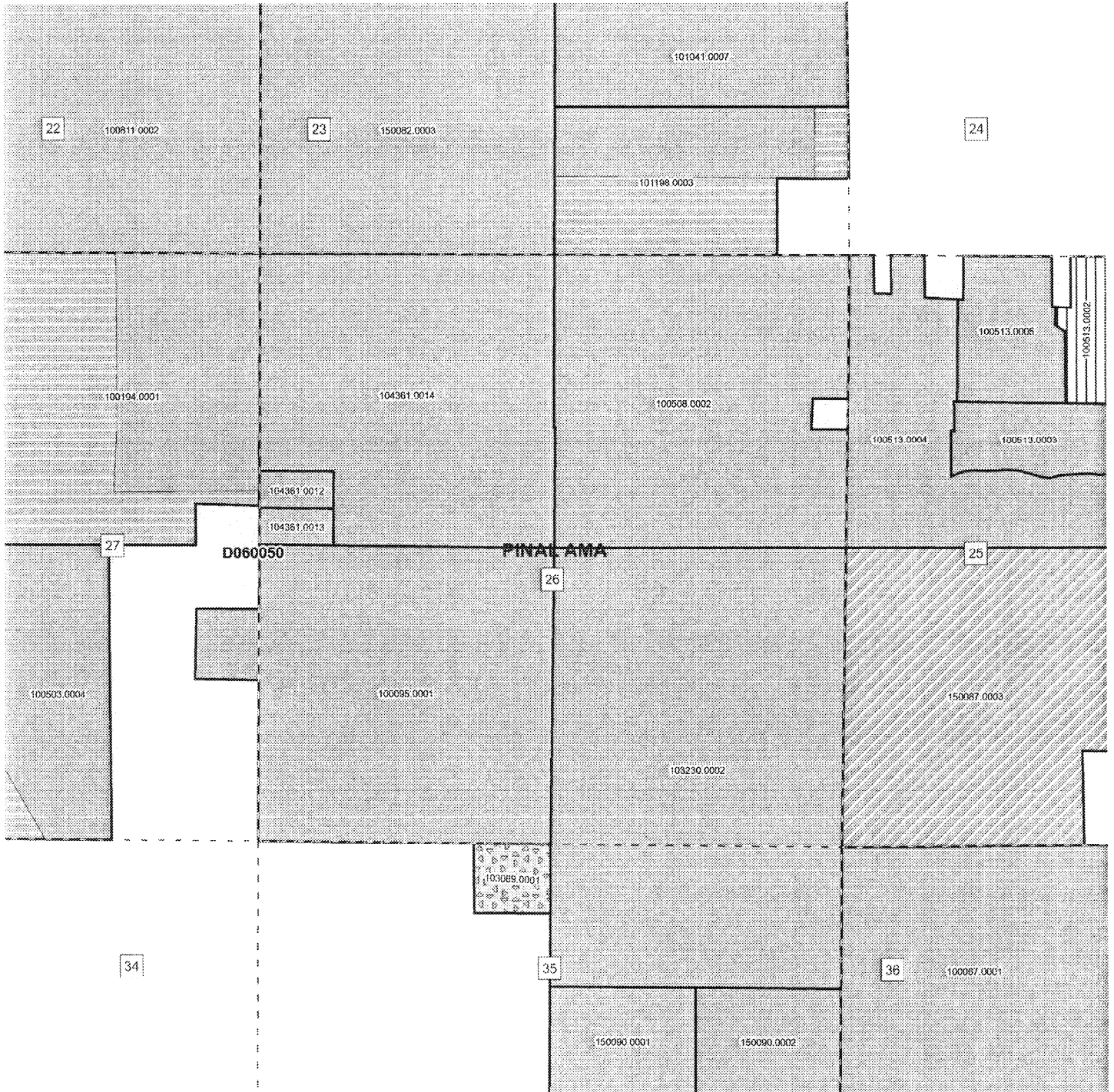



Area Director, Pinal Active Management Area

The Department of Water Resources must be notified if the above named person(s) makes an address change or conveys ownership of the right to another person(s) or wishes to convert the right to a non-irrigation grandfathered right associated with retired irrigated land.

GROUNDWATER RIGHTS

58-103230.0002



0 0.09 0.18 0.27 0.36 0.45 Miles

Map Scale 1:15,000

Map Printed: 12/3/2009 10:01:05 AM

JANICE K. BREWER
Governor



HERBERT R. GUENTHER
Director

ARIZONA DEPARTMENT OF WATER RESOURCES

3550 North Central Avenue, Second Floor
PHOENIX, ARIZONA 85012-2105
(602) 771-8500

November 25, 2009

VERNON BARNES
3057 S. TREKELL ROAD
CASA GRANDE AZ 85193

Re: Irrigation Grandfathered Groundwater Right No. 58-103230.0002

Dear Right Owner:

Enclosed is your Certificate of Irrigation Grandfathered Groundwater Right. The Certificate identifies the number of acres in your farm that may be irrigated with groundwater and the location of those acres. It is an important document and substantially affects the value of your land.

Also enclosed is a Notice of Irrigation Water Duty and Maximum Annual Groundwater Allotment ("Notice") for your Certificate. The irrigation water duty and maximum annual groundwater allotment were established in the Management Plan for the Third Management Period ("Third Management Plan" or "TMP"), and became effective in 2003. The irrigation water duty and maximum annual groundwater allotment apply to water use on your farm while you are regulated under the Base Agricultural Conservation Program ("Base Program"). You will be regulated under the Base Program unless you apply for, and are accepted into, one of the two alternative agricultural conservation programs described later in this letter.

Please take time to review the enclosed Notice. Of special importance is the maximum annual groundwater allotment. This allotment is the maximum amount of groundwater that may be used to irrigate the acres described on your Certificate while you are regulated under the Base Program, except as provided by A.R.S. § 45-467, the flexibility account provision. Under this provision, if you use less than your maximum annual groundwater allotment, the Department will register a credit to your flexibility account. If you use more than your maximum annual groundwater allotment, the Department will register a debit to your account. The total amount of flexibility account debit allowed under A.R.S. § 45-467 is 50% of the maximum annual groundwater allotment. You and any person using groundwater pursuant to the Certificate will be in violation of the Statute if the flexibility account exceeds 50% of the maximum annual groundwater allotment. There is no limit to the amount of flexibility account credits you can accrue.

The Third Management Plan includes two alternative agricultural conservation programs: the Best Management Practices ("BMP") Program and the Historic Cropping Program. The BMP Program requires the implementation of specific agricultural conservation practices on the farm in lieu of complying with a maximum annual allotment. Under the Historic Cropping Program, the Director will calculate the water duty and maximum annual allotment using a lower assigned irrigation efficiency than that used in the Base Program. An individual who chooses to be regulated under one of the alternative programs must apply on a form prescribed and furnished by the Director. The Director must approve the application before the individual can be regulated under the program. If you are interested in enrolling in either of the alternative programs, or need additional information regarding this groundwater right, please contact your local AMA office. You have the right to request a variance and, in some limited circumstances, an administrative review for relief from the conservation requirements. Please refer to the enclosed Variance and Administrative Review Insert for more information.



Printed on recycled paper. Each ton of recycled paper saves 7,000 gallons of water.

Supporting information for your Certificate, including a map depicting the land to which the right is appurtenant, is on file at the Department and is available upon request. **Remember that only acres of land specifically identified on this Certificate Map may be irrigated and that your groundwater allotment may be used only on those acres.**

As the owner of the irrigation grandfathered right, you are required to file an **Annual Water Withdrawal and Use Report** on a calendar year basis. Please refer to the Annual Report Insert for more information. You are also reminded that the Department must be notified if the right owner(s) changes his or her mailing address, conveys ownership of all or a part of the land to another person or wishes to convert the irrigation right to a non-irrigation right. Forms and information relative to these matters are available upon request or on our website at www.azwater.gov.

Every reasonable effort has been made to ensure that the information contained herein and on all accompanying documents is accurate. However, if you believe errors have been made, or if you have any questions, please contact the Pinal Active Management Area office at 1729 N. Trekell Road, Suite 105, Casa Grande, AZ 85122-1743, or by phone at (520) 836-4857.

Sincerely,

A handwritten signature in black ink, appearing to read "Joe Singleton", written in a cursive style.

Joe Singleton
Area Director
Pinal Active Management Area



Printed on recycled paper. Each ton of recycled paper saves 7,000 gallons of water.

**ARIZONA DEPARTMENT OF WATER RESOURCES
PINAL ACTIVE MANAGEMENT AREA**

**NOTICE OF IRRIGATION WATER DUTY
AND MAXIMUM ANNUAL GROUNDWATER ALLOTMENT**

Pursuant to A.R.S. § 45-572(B), the Director of the Arizona Department of Water Resources hereby gives notice of the irrigation water duty and maximum annual groundwater allotment established for the Irrigation Grandfathered Right listed below in the Third Management Plan for the Pinal Active Management Area

The water duty and annual allotment became effective beginning in calendar year 2003 and shall remain in effect until the first compliance date of the water duty and annual allotment established for the Irrigation Grandfathered Right in the Fourth Management Plan. The owner of the Irrigation Grandfathered Right and any person using groundwater pursuant to the right must comply with the water duty and annual allotment while regulated under the Base Agricultural Conservation Program in the Third Management Plan.

IRRIGATION GRANDFATHERED RIGHT NO.	58-103230.0002
ASSIGNED IRRIGATION EFFICIENCY:	80 PERCENT
IRRIGATION WATER DUTY:	4.56 ACRE FEET PER ACRE
MAXIMUM ANNUAL GROUNDWATER ALLOTMENT:	1007.76 ACRE FEET PER YEAR

Attachment A to this notice sets forth the official language of the above requirements for the holders of irrigation grandfathered rights as adopted in the Third Management Plan for the Pinal Active Management Area. Attachment A is incorporated into this document by reference.

ARIZONA DEPARTMENT OF WATER RESOURCES
WATER MANAGEMENT DIVISION
1729 NORTH TREKELL ROAD, SUITE 105 • CASA GRANDE, ARIZONA 85122

NOTIFICATION OF CHANGE OF OWNERSHIP OF AN IRRIGATION GRANDFATHERED RIGHT

INSTRUCTIONS AND REQUIRED ATTACHMENTS

- COMPLETE THIS FORM AND OBTAIN THE REQUIRED SIGNATURE. MAIL THE COMPLETED FORM OR HAND DELIVER IT TO ADWR AT 3550 NORTH CENTRAL AVENUE IN PHOENIX.
- ENCLOSE A RECORDED DEED THAT EVIDENCES THIS CONVEYANCE. DEEDS ARE AVAILABLE FROM THE COUNTY RECORDER. A PHOTOCOPY IS ACCEPTABLE.
- ENCLOSE A \$35.00 FEE TO COVER ISSUANCE OF A NEW CERTIFICATE. CHECKS MAY BE MADE PAYABLE TO 'ADWR'. THIS FEE IS BEING REQUESTED IN ACCORDANCE WITH A.R.S. § 45-113(B).
- IF YOU NEED ASSISTANCE PLEASE CONTACT THE PINAL ACTIVE MANAGEMENT AREA OFFICE AT 520-836-4857. THE ADWR WEBSITE ADDRESS IS www.azwater.gov.

In accordance with A.R.S. § 45-482(B), the undersigned party hereby notifies the Arizona Department of Water Resources of the conveyance of this Irrigation Grandfathered Right:

1. Certificate of Grandfathered Groundwater Right number: 58 - 103230-0001
2. Number of irrigation acres on certificate: 229.00
3. Number of irrigation acres to be conveyed: 229.00. If this number is 10 acres or less indicate whether the property will be part of a farming operation greater than 10 irrigation acres: Yes ☐ No ☐
4. Deed recording number: _____ Deed recording date: _____
5. Assessor's parcel number(s): _____
6. Please specify the effective date of this ownership change / / and the quantity of water used between January 1 of that calendar year and the effective date: _____ acre-feet.
7. Wells serving this right (list by ADWR registration number, non-exempt production wells only):
Wells owned by or being conveyed to the buyer: 55 - _____ 55 - _____ 55 - _____
Non-owned, non-district wells: 55 - _____ 55 - _____ 55 - _____
8. Do you plan to retire or extinguish any portion of this right within the next 12 months? Retire ☐ Extinguish ☐

SELLER/GRANTOR
(Print or Type)

NAME _____

ADDRESS _____

TELEPHONE () _____

BUYER/GRANTEE
(Print or Type)

NAME Vernon Barnes

ADDRESS 3057 S Trekell Rd

Casa Grande, AZ 85193

TELEPHONE () _____

Vernon Barnes 10-15-09
BUYER'S SIGNATURE DATE

Arizona Department of Water Resources
Pinal Active Management Area
1729 North Trekell Road, Suite 105
Casa Grande, AZ 85222

CHECK DEPOSIT REQUESTS

SUBMITTED BY:	GLORIA TAPIA
DATE	10/29/09
APPLICANT	VERNON BARNES
CASH	----
CHECK NUMBER	#1932
CHECK AMOUNT	\$35.00
NAME ON CHECK	ROY PITULLO / SUE PITULLO
ADDRESS	9036 N CALLE CANDELA
CITY, STATE, ZIP	CASA GRANDE, AZ 85122
TELEPHONE NO.	520-836-7692
RIGHT NUMBER	58-103230.0001
IGFR Conveyance(58) <u>XXX</u> Registered Well (55) _____ Notice of Intent to Drill _____ Well Permit _____ Extinguishment _____ Permit Fee Non-Exempt Well _____ Other _____ Type 1 Non-Irrigation GFR(58) _____ Type 2 Non-Irrigation GFR(58) _____ Annual Water Report _____ Annual Water Report (-Late) _____ Well Change Information _____	



Search Criteria (Section/Township/Range: S26-T06S-R05E)	New Search
Search Results (15 Entries)	Back to List
Parcel Details (503-26-020F1)	View Details

[Link to This Parcel](#) [Print View](#)

Parcel Number 503-26-020F1 shows the following information for Tax Year: 2010 **Tax Year Chart**

Parcel Number:		503-26-020F1 (Taxing Information)			
Section:	26	Township:	06S	Range:	05E
Atlas Number:		085-26	Map:	View Parcel Map	
Property Description: (What is this?)					
COM @ NE COR SEC 26-6S-5E TH S-75 TO POB TH CONT S-5299.14 TH W-1319.35 TH N-5259.73 TH E-40 TH S-2514.64 TH S 44D E-46.59 TH E-3399.19 TH ELY ALONG CURVE W/ RAD-560 DIST 262.07 TH N 63D E-510.01TH ELY ALONG CURVE W/ RAD-655 DIST-652.02 TH S 59D E-442.55 TH ELY ALONG CURVE W/ RAD-360 DIST-189.88 TH E-260.95 TH					

Owner 1:	BARNES VERNON
Owner 2:	
Owner 3:	
In C/O:	
Tax Bill Mailing Address	
Address:	3057 S TREKELL RD
City:	CASA GRANDE
State:	AZ
Zip Code:	85193

Parcel Size:	179.78	Size Indicator:	Acres
Tax Area Code:	0429 (Rates current as of 2009)		
Use Code:	4110		
Land Legal Class:	02R - AG / VACANT LAND / NON-PROFIT- REAL PROPERTY AND IMPROVEMENTS		
Impr.Legal Class:			
Full Cash Value (FCV):	\$102,480.00		
Limited Value (LPV):	\$102,480.00		
Real Property Ratio:	16.00%		
Assessed FCV:	\$16,397.00		
Assess LPV:	\$16,397.00		

Document:	2009-096348		
Date of Sale:	9/16/2009		
Sale Amount:	\$2,100,000.00		
Property Address (Location):			
0 S. BURRIS RD . CASA GRANDE , AZ 85293 (*View on Google Maps™) <i>* Not all areas of Pinal County supported.</i>			
Subdivision:			
Unit:	Block:	Lot:	Phase:
Cabinet:	Slide:		

No Personal Property Listed



Search Criteria (Section/Township/Range: S35-T06S-R05E)	New Search
Search Results (25 Entries)	Back to List
Parcel Details (503-56-00104)	View Details

[Link to This Parcel](#) [Print View](#)

Parcel Number 503-56-00104 shows the following information for Tax Year: 2010 **Tax Year Chart**

Parcel Number:	503-56-00104 (Taxing Information)		
Section:	35	Township:	06S
Range:	05E		
Atlas Number:	085-35	Map:	View Parcel Map
Property Description: (What is this?)			
N1/2 NE OF SEC 35-6S-5E 80.00 AC			

Owner 1:	BARNES VERNON
Owner 2:	
Owner 3:	
In C/O:	
Tax Bill Mailing Address	
Address:	3057 S TREKELL RD
City:	CASA GRANDE
State:	AZ
Zip Code:	85193

Parcel Size:	80.00	Size Indicator:	Acres
Tax Area Code:	0429 (Rates current as of 2009)		
Use Code:	4110		
Land Legal Class:	02R - AG / VACANT LAND / NON-PROFIT- REAL PROPERTY AND IMPROVEMENTS		
Impr. Legal Class:			
Full Cash Value (FCV):	\$45,600.00		
Limited Value (LPV):	\$45,600.00		
Real Property Ratio:	16.00%		
Assessed FCV:	\$7,296.00		
Assess LPV:	\$7,296.00		

Document:	2009-096348		
Date of Sale:	9/16/2009		
Sale Amount:	\$2,100,000.00		
Property Address (Location):			
0 . * . CASA GRANDE , AZ 85293 (*View on Google Maps™) * Not all areas of Pinal County supported.			
Subdivision:			
Unit:	Block:	Lot:	Phase:
Cabinet:	Slide:		

No Personal Property Listed

SEC. 35 TN.6S RG.5E

503-56

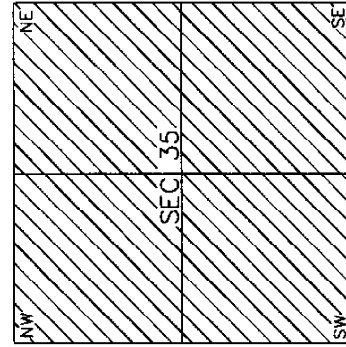
AREA CODE
0000

SPECIAL DISTRICTS
00000
00000

THIS MAP IS FOR TAX PURPOSES ONLY.
THIS OFFICE WILL NOT ASSUME LIABILITY FOR
REPRESENTATION, MEASUREMENTS OR ACREAGE.

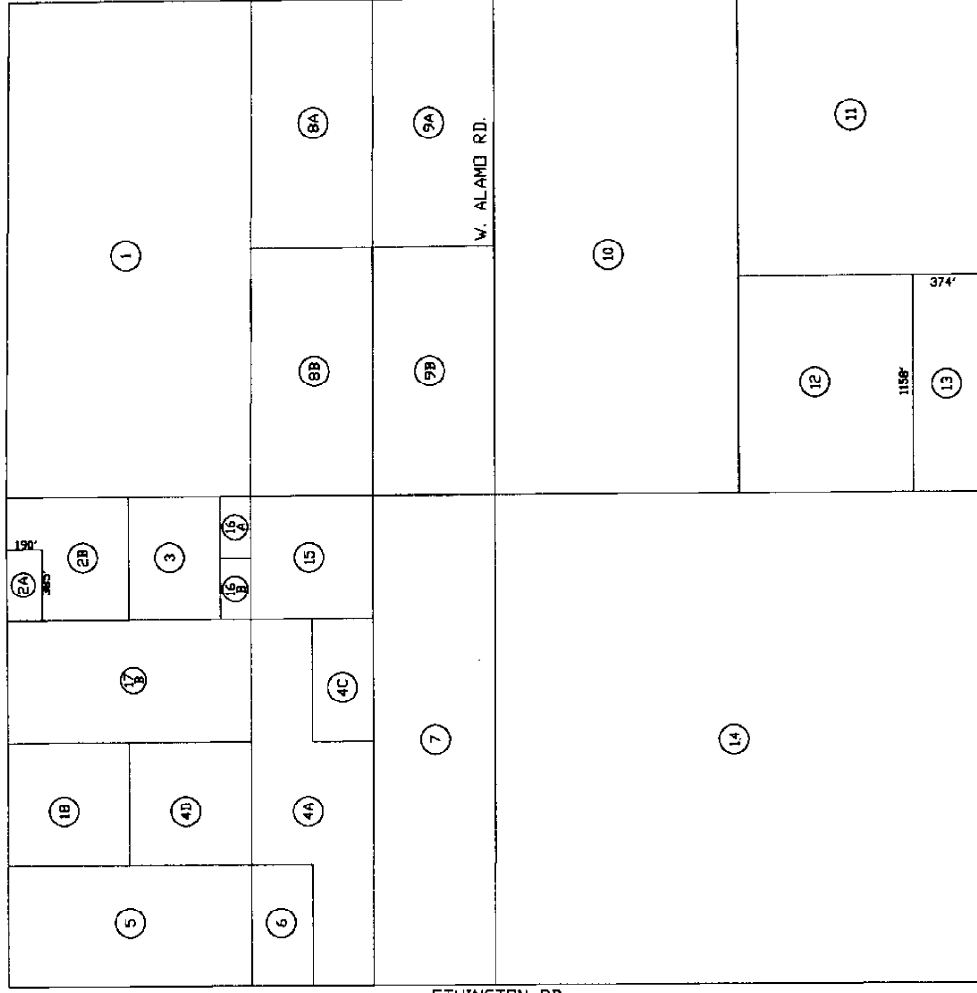
THE ORIGINAL PLAT OF THIS SUBDIVISION IS
ON FILE WITH THE PINAL COUNTY RECORDERS
OFFICE. FOR COMPLETE INFORMATION OF PLAT
AND CDS&P'S CALL (520) 868-7100.

VICINITY MAP



SEE MAP 503-26

PETERS RD.



SEE MAP 503-54

SEE MAP 503-57

SCALE: 1" = 600'

4-5-2005

SEE BOOK 511

PINAL COUNTY ASSESSORS MAP

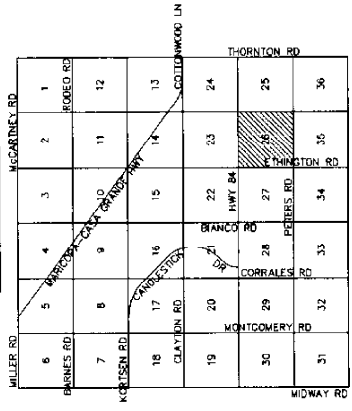
503-26 2

SEE MAP 503-45
HWY 84

SEE MAP 503-48
BURRIS RD.

SEE MAP 503-49
ETHINGTON RD.

SEE MAP 503-56
PETERS RD.



PINAL COUNTY ASSESSORS MAP

First American Title



OFFICIAL RECORDS OF
PINAL COUNTY RECORDER
LAURA DEAN-LYLE

When recorded return to:

Mr. Vernon Barnes
3057 S. Trekell Road
Casa Grande, Arizona 85293

DATE/TIME: 09/16/2009 1024

FEE: \$19.00

PAGES: 9

FEE NUMBER: 2009-096348

2/2 409942

SPECIAL WARRANTY DEED

For good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, **RC PROPERTIES I, LLC**, a Delaware limited liability company ("Grantor"), hereby grants, sells and conveys to Vernon Barnes, an unmarried man ("Grantee"), the following described property located in Pinal County, Arizona, together with improvements and appurtenances, if any (the "Property"):

SEE EXHIBIT A ATTACHED HERETO AND BY THIS REFERENCE MADE A PART HEREOF

SUBJECT TO current taxes not yet due and payable; patent reservations; all covenants, conditions, restrictions, reservations, easements, encumbrances, liens and declarations or other matters of record or to which reference is made in a public record; any and all conditions, easements, encroachments, rights of way, or restrictions which a physical inspection, or accurate survey, of the Property would reveal; and the applicable zoning and use regulations of any municipality, county, state, or the United States affecting the Property (the "Permitted Exceptions").

AND THE GRANTOR hereby binds itself and its successors to warrant and defend the title against the acts of the Grantor and no other, subject to the Permitted Exceptions.

IN WITNESS WHEREOF, Grantor has caused this Special Warranty Deed to be executed this 16 day of September, 2009.

RC PROPERTIES I, LLC,
a Delaware limited liability company

By: 

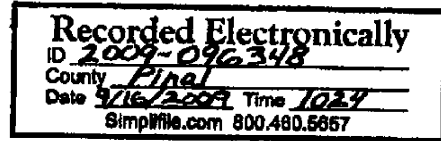
Name: Scott Hengel

Title: Vice President

651671.1W302215
RFC No. 2009-00660
Acacia Farms - Vernon Barnes
Special Warranty Deed

Execution Version

First American Title



When recorded return to:

Mr. Vernon Barnes
3057 S. Trekell Road
Casa Grande, Arizona 85293

42 409942

SPECIAL WARRANTY DEED

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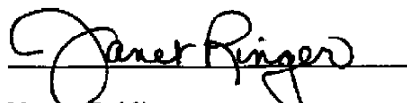
RC PROPERTIES I, LLC,
a Delaware limited liability company

By: 
Name: Scott Hengel
Title: Vice President

STATE OF MINNESOTA)
) ss.
COUNTY OF Hennepin)

The foregoing instrument was acknowledged before me this 14 day of September, 2009, by Scott Hengel the Vice President of RC Properties I, LLC, a Delaware limited liability company, on behalf of said limited liability company.

WITNESS my hand and official seal.


Notary Public

My Commission Expires: 01/31/2013

[SEAL]

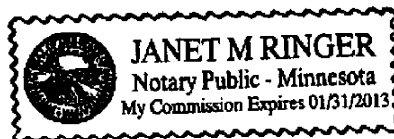


EXHIBIT A

Legal Description of the Property

Parcel No. 1:

A parcel of land lying within Sections 26 and 35, Township 6 South, Range 5 East, of the Gila and Salt River Meridian, Pinal County, Arizona, more particularly described as follows:

Commencing at the Northeast corner of said Section 26, a brass cap in hand hole, from which the North quarter corner of said section, an iron pipe, bears South 89 degrees 52 minutes 05 seconds West, a distance of 2671.73 feet;

Thence along the East line of said Section 26, South 00 degrees 33 minutes 23 seconds West, a distance of 75.00 feet to the point of beginning;

Thence continuing South 00 degrees 33 minutes 23 seconds West, a distance of 2596.79 feet to the East quarter corner of said section, a capped iron rod;

Thence continuing South 00 degrees 33 minutes 23 seconds West, a distance of 2702.35 feet to the Southeast corner of said Section 26 and the Northeast corner of said Section 35, a half-inch capped iron rod;

Thence leaving said East line, along the East line of said Section 35, South 00 degrees 19 minutes 25 seconds East, a distance of 1306.20 feet to the Southeast corner of the North half of the Northeast quarter of said section, a half-inch capped iron rod;

Thence leaving said East line, along the South line of the North half of the Northeast quarter of said section, North 89 degrees 34 minutes 08 seconds West, a distance of 2645.33 feet to the Southwest corner of the North half of the Northeast quarter of said section;

Thence leaving said South line of the North half of the Northeast quarter of said section, along the North-South mid-section line of said section, North 00 degrees 15 minutes 19 seconds West, a distance of 1319.35 feet to the North quarter corner of said Section 35, and the South quarter corner of said Section 26, an iron pipe;

Thence leaving said North-South mid-section of said Section 35, along the North-South mid-section line of said Section 26, North 00 degrees 16 minutes 07 seconds East, a distance of 2672.23 feet, to the center of said section, an iron pipe;

Thence continuing along said North-South mid-section line, North 00 degrees 15 minutes 05 seconds East, a distance of 2587.50 feet;

Thence leaving said North-South mid-section line, North 89 degrees 52 minutes 05 seconds East, a distance of 40.00 feet;

Thence South 00 degrees 15 minutes 05 seconds West, a distance of 2514.64 feet;

Thence South 44 degrees 50 minutes 30 seconds East, a distance of 46.59 feet;

Thence South 89 degrees 56 minutes 04 seconds East, a distance of 339.19 feet to the beginning of a curve;

Thence Easterly along said curve, having a radius of 560.00 feet, concave Northerly, through a central angle of 26 degrees 48 minutes 50 seconds, a distance of 262.07 feet, to the curves end;

Thence North 63 degrees 15 minutes 06 seconds East, a distance of 510.01 feet to the beginning of a curve;

Thence Easterly along said curve, having a radius of 655.00 feet, concave Southerly, through a central angle of 57 degrees 02 minutes 05 seconds, a distance of 652.02 feet, to the curves end;

Thence South 59 degrees 42 minutes 49 seconds East, a distance of 442.55 feet to the beginning of a curve;

Thence Easterly along said curve, having a radius of 360.00 feet, concave Northerly, through an angle of 30 degrees 13 minutes 15 seconds, a distance of 189.88 feet, to the curves end;

Thence South 89 degrees 56 minutes 04 seconds East, a distance of 260.95 feet;

Thence North 45 degrees 18 minutes 39 seconds East, a distance of 46.87 feet;

Thence North 00 degrees 33 minutes 23 seconds East, a distance of 2523.59 feet;

Thence North 89 degrees 52 minutes 05 seconds East, a distance of 55.00 feet to the point of beginning;

Following Parcel Nos. 2 thru 7 are Easement for Right of way:

Parcel No. 2:

A parcel of land lying within Section 26, Township 6 South, Range 5 East, of the Gila and Salt River Base and Meridian, Pinal County, Arizona, more particularly described as follows:

Commencing at the East quarter corner of said Section 26, from which the Northeast corner of said section, a brass cap in hand hole, bears North 00 degrees 33 minutes 23 seconds East, a distance of 2671.79 feet;

Thence along the East line of said Section 26, North 00 degrees 33 minutes 23 seconds East, a distance of 2596.78 feet;

Thence South 89 degrees 52 minutes 05 seconds West, a distance of 8.56 feet to the point of beginning;

Thence continuing South 89 degrees 52 minutes 05 seconds West, a distance of 46.45 feet;

Thence South 00 degrees 33 minutes 23 seconds West, a distance of 33.00 feet;

Thence North 44 degrees 47 minutes 16 seconds West, a distance of 46.39 feet;

Thence North 00 degrees 33 minutes 23 seconds East, a distance of 25.00 feet;

Thence North 89 degrees 52 minutes 05 seconds East, a distance of 55.18 feet to the South right of way of State Route 84 as described in Docket 1715, Page 433, Pinal County Records;

Thence along said South right of way, South 43 degrees 55 minutes 21 seconds East, a distance of 34.63 feet; to the point of beginning;

Parcel No. 3:

A parcel of land lying within Section 26, Township 6 South, Range 5 East, of the Gila and Salt River Base and Meridian, Pinal County, Arizona, more particularly described as follows:

Commencing at the East quarter of said Section 26, from which the Northeast corner of said section, a brass cap in hand hole, bears North 00 degrees 33 minutes 23 seconds East, a distance of 2671.79 feet;

Thence along the East-West midsection line of said Section 26, North 89 degrees 56 minutes 04 seconds West, a distance of 88.00 feet;

Thence North 00 degrees 33 minutes 23 seconds East, a distance of 40.00 feet;

Thence North 89 degrees 56 minutes 04 seconds West, parallel to and 40.00 feet north of the East-West midsection line, a distance of 91.83 feet to the point of beginning;

Thence continuing along said parallel line South 89 degrees 56 minutes 04 seconds West, a distance of 84.00 feet to the beginning of a non-tangent curve, having a radius point bearing North 00 degrees 03 minutes 56 seconds East a distance of 20.00 feet;

Thence counter clockwise along said curve through a central angle of 89 degrees 30 minutes 33 seconds, an arc distance of 31.24 feet;

Thence North 89 degrees 37 minutes 10 seconds East, a distance of 44.01 feet to the beginning of a non-tangent curve, having a radius point bearing South 89 degrees 26 minutes 37 seconds East, a distance of 20.00 feet;

Thence counter clockwise along said curve through a central angle of 90 degrees 29 minutes 27 seconds, an arc distance of 31.59 feet to the point of beginning.

Parcel No. 4:

A parcel of land lying within Section 26, Township 6 South, Range 5 East, of the Gila and Salt River Base and Meridian, Pinal County, Arizona, more particularly described as follows:

Commencing at the East quarter of said Section 26, from which the Northeast corner of said section, a brass cap in hand hole, bears North 00 degrees 33 minutes 23 seconds East, a distance of 2671.79 feet;

Thence along the East-West midsection line of said Section 26, North 89 degrees 56 minutes 04 seconds West, a distance of 88.00 feet;

Thence North 00 degrees 33 minutes 23 seconds East, a distance of 40.00 feet;

Thence 89 degrees 56 minutes 04 seconds West, parallel to and 40.00 feet North of the East-West midsection line, a distance of 260.95 feet to the beginning of a tangent curve, having a radius point bearing North 00 degrees 03 minutes 56 seconds East, a distance of 360.00 feet; Thence clockwise along said curve through a central angle of 30 degrees 13 minutes 15 seconds, an arc distance of 189.88 feet;

Thence North 59 degrees 42 minutes 49 seconds West, a distance of 381.12 feet to the point of beginning;

Thence continuing North 59 degrees 42 minutes 49 seconds West, a distance of 61.43 feet to the beginning of a tangent curve, having a radius point bearing South 30 degrees 17 minutes 11 seconds West a distance of 655.00 feet;

Thence counter clockwise along said curve through a central angle of 01 degrees 54 minutes 59 seconds, an arc distance of 21.91 feet to the beginning of a non-tangent curve, having a radius point bearing North 28 degrees 22 minutes 13 seconds East a distance of 20.00 feet;

Thence counter clockwise along said curve through a central angle of 88 degrees 05 minutes 02 seconds, an arc distance of 30.75 feet;

Thence South 60 degrees 12 minutes 18 seconds East, a distance of 44.00 feet to the beginning of a non-tangent curve, having a radius point bearing South 59 degrees 42 minutes 49 seconds East, a distance of 20.00 feet;

Thence counter clockwise along said curve through a central angle of 90 degrees 00 minutes 00 seconds, an arc distance of 31.42 feet to the point of beginning.

Parcel No. 5:

A parcel of land lying within Section 26, Township 6 South, Range 5 East, of the Gila and Salt River Base and Meridian, Pinal County, Arizona, more particularly described as follows:

Commencing at the East quarter of said Section 26, from which the Northeast corner of said section, a brass cap in hand hole, bears North 00 degrees 33 minutes 23 seconds East, a distance of 2671.79 feet;

Thence along the East-West midsection line of said Section 26, North 89 degrees 56 minutes 04 seconds West, a distance of 88.00 feet;

Thence North 00 degrees 33 minutes 23 seconds East, a distance of 40.00 feet;

Thence 89 degrees 56 minutes 04 seconds West, parallel to and 40.00 feet North of the East-West midsection line, a distance of 260.95 feet to the beginning of a tangent curve, having a radius point bearing North 00 degrees 03 minutes 56 seconds East, a distance of 360.00 feet;

Thence clockwise along said curve through a central angle of 30 degrees 13 minutes 15 seconds, an arc distance of 189.88 feet;

Thence North 59 degrees 42 minutes 49 seconds West, a distance of 442.55 feet to the beginning of a tangent curve having a radius point bearing South 30 degrees 17 minutes 11 seconds West, a distance of 655.00 feet;

Thence counter clockwise along said curve through a central angle of 33 degrees 20 minutes 18 seconds, an arc distance of 381.12 feet to the point of beginning, and the beginning of a compound curve having a radius point bearing South 03 degrees 03 minutes 07 seconds East, a distance of 655.00 feet;

Thence counter clockwise along said curve through a central angle of 07 degrees 08 minutes 05 seconds, an arc distance of 81.56 feet to the beginning of a non-tangent curve, having a radius point bearing North 10 degrees 11 minutes 12 seconds West, a distance of 20.00 feet;

Thence counter clockwise along said curve through a central angle of 86 degrees 25 minutes 57 seconds, an arc distance of 30.17 feet;

Thence North 83 degrees 22 minutes 50 seconds East, a distance of 44.00 feet to the beginning of a non-tangent curve, having a radius point bearing North 83 degrees 22 minutes 51 seconds East, a distance of 20.00 feet;

Thence counter clockwise along said curve through a central angle of 86 degrees 25 minutes 58 seconds, an arc distance of 30.17 feet to the point of beginning.

Parcel No. 6:

A parcel of land lying within Section 26, Township 6 South, Range 5 East, of the Gila and Salt River Base and Meridian, Pinal County, Arizona, more particularly described as follows:

Commencing at the East quarter of said Section 26, from which the Northeast corner of said section, a brass cap in hand hole, bears North 00 degrees 33 minutes 23 seconds East, a distance of 2671.79 feet;

Thence along the East-West midsection line of said Section 26, North 89 degrees 56 minutes 04 seconds West, a distance of 88.00 feet;

Thence North 00 degrees 33 minutes 23 seconds East, a distance of 40.00 feet;

Thence 89 degrees 56 minutes 04 seconds West, parallel to and 40.00 feet North of the East-West midsection line, a distance of 260.95 feet to the beginning of a tangent curve, having a radius point bearing North 00 degrees 03 minutes 56 seconds East, a distance of 360.00 feet;

Thence clockwise along said curve through a central angle of 30 degrees 13 minutes 15 seconds, an arc distance of 189.88 feet;

Thence North 59 degrees 42 minutes 49 seconds West, a distance of 442.55 feet to the beginning of a tangent curve having a radius point bearing South 30 degrees 17 minutes 11 seconds West, a distance of 655.00 feet;

Thence counter clockwise along said curve through a central angle of 57 degrees 02 minutes 05 seconds, an arc distance of 652.01 feet

Thence South 63 degrees 15 minutes 06 seconds West, a distance of 48.79 feet to the point of beginning;

Thence continuing South 63 degrees 15 minutes 06 seconds West, a distance of 84.00 feet to the beginning of a non-tangent curve, having a radius point bearing North 26 degrees 44 minutes 54 seconds West, a distance of 20.00 feet;

Thence counter clockwise along said curve through a central angle of 90 degrees 00 minutes 00 seconds, an arc distance of 31.42 feet;

Thence North 63 degrees 15 minutes 06 seconds East, a distance of 44.00 feet to the beginning of a non-tangent curve, having a radius point bearing North 63 degrees 15 minutes 06 seconds East, a distance of 20.00 feet;

Thence counter clockwise along said curve through a central angle of 90 degrees 00 minutes 00 seconds, an arc distance of 31.42 feet to the point of beginning.

Parcel No. 7:

A parcel of land lying within Section 26, Township 6 South, Range 5 East, of the Gila and Salt River Base and Meridian, Pinal County, Arizona, more particularly described as follows:

Commencing at the North quarter corner of said Section 26, a railroad spike, from which the Northeast corner of said section, a brass cap in hand hole, bears North 89 degrees 52 minutes 05 seconds East, a distance of 2671.73 feet;

Thence along the North-South midsection line of said Section 26, South 00 degrees 15 minutes 05 seconds West, a distance of 50.00 feet to the point of beginning;

Thence leaving said North-South midsection line, North 89 degrees 52 minutes 05 seconds East, a distance of 3.64 feet to the South right of way of State Route 84 as described in Docket 1715, Page 433, Pinal County Records;

Thence South 88 degrees 55 minutes 33 seconds East, along said South right of way, a distance of 69.36 feet;

Thence leaving said South right of way, South 00 degrees 15 minutes 05 seconds West, a distance of 23.54 feet;

Thence South 45 degrees 03 minutes 35 seconds West, a distance of 46.82 feet;

Thence North 00 degrees 15 minutes 05 seconds East, a distance of 33.00 feet;

Thence south 89 degrees 52 minutes 05 seconds West, a distance of 40.00 feet, to the North-South midsection line of said Section 26;

Thence along the North-South midsection line of said Section 26, North 00 degrees 15 minutes 05 seconds East, a distance of 25.00 feet to the point of beginning.

PINAL AMA

CERTIFICATE TRACKING FORM

GFR #: 58-103230.0000 #ACRES 229 TYPE: IGR

GENERATION

1

229 acres
58-103230.0001 IGR

--

--

2

229 acres IGR
58-103230.0002

--

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3

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--

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4

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--

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5

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Certificate of Grandfathered Groundwater Right

STATE OF ARIZONA DEPARTMENT OF WATER RESOURCES

*This is to certify that pursuant to the provisions of
Title 45, Chapter 2, Arizona Revised Statutes*

VERNON LESTER BARNES

PATRICIA BARNES

570 W. SHEDD ROAD

ELOY AZ 85131

is granted an

IRRIGATION GRANDFATHERED RIGHT

in the

PINAL ACTIVE MANAGEMENT AREA

*for **152** irrigation acres of land. The rights are appurtenant to and groundwater may be used only on the irrigation acres of land described as follows:*

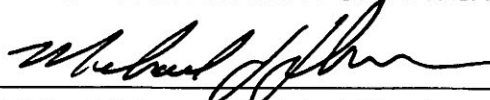
Assessor's Parcel Number(s) a portion of 503-26-020F, 503-26-020E in NE¼ Sec 26 T6S R5E GSRB&M.

The use of groundwater on the above described land shall be for irrigation purposes in accordance with the laws of the State of Arizona and restrictions placed on use by the Director of the Department of Water Resources pursuant to Title 45, Chapter 2, Arizona Revised Statutes.

CERTIFICATE NO. 58-100508.0003

is granted this 6th day of February, 2014

ARIZONA DEPARTMENT OF WATER RESOURCES



Michael Johnson, Assistant Director



The Department of Water Resources must be notified if the above named person(s) makes an address change or conveys ownership of the right to another person(s) or wishes to convert the right to a non-irrigation grandfathered right associated with retired irrigated land.

JANICE K. BREWER
Governor



MICHAEL J. LACEY
Interim Director

ARIZONA DEPARTMENT of WATER RESOURCES
3550 North Central Avenue, Second Floor
Phoenix, Arizona 85012-2105
602.771.8500
azwater.gov

February 6, 2014

VERNON LESTER BARNES
PATRICIA BARNES
570 W. SHEDD ROAD
ELOY AZ 85131

Re: Irrigation Grandfathered Groundwater Right No. 58-100508.0003

Dear Right Owner:

Enclosed is your Certificate of Irrigation Grandfathered Groundwater Right. The Certificate identifies the number of acres in your farm that may be irrigated with groundwater and the location of those acres. It is an important document and substantially affects the value of your land.

Also enclosed is a Notice of Irrigation Water Duty and Maximum Annual Groundwater Allotment ("Notice") for your Certificate. The irrigation water duty and maximum annual groundwater allotment were established in the Management Plan for the Third Management Period ("Third Management Plan" or "TMP"), and became effective in 2003. The irrigation water duty and maximum annual groundwater allotment apply to water use on your farm while you are regulated under the Base Agricultural Conservation Program ("Base Program"). You will be regulated under the Base Program unless you apply for, and are accepted into, one of the two alternative agricultural conservation programs described later in this letter.

Please take time to review the enclosed Notice. Of special importance is the maximum annual groundwater allotment. This allotment is the maximum amount of groundwater that may be used to irrigate the acres described on your Certificate while you are regulated under the Base Program, except as provided by A.R.S. § 45-467, the flexibility account provision. Under this provision, if you use less than your maximum annual groundwater allotment, the Department will register a credit to your flexibility account. If you use more than your maximum annual groundwater allotment, the Department will register a debit to your account. The total amount of flexibility account debit allowed under A.R.S. § 45-467 is 50% of the maximum annual groundwater allotment. You and any person using groundwater pursuant to the Certificate will be in violation of the Statute if the flexibility account exceeds 50% of the maximum annual groundwater allotment. There is no limit to the amount of flexibility account credits you can accrue.

The Third Management Plan includes two alternative agricultural conservation programs: the Best Management Practices ("BMP") Program and the Historic Cropping Program. The BMP Program requires the implementation of specific agricultural conservation practices on the farm in lieu of complying with a maximum annual allotment. Under the Historic Cropping Program, the Director will calculate the water duty and maximum annual allotment using a lower assigned irrigation efficiency than that used in the Base Program. An individual who chooses to be regulated under one of the alternative programs must apply on a form prescribed and furnished by the Director. The Director must approve the application before the individual can be regulated under the program. If you are interested in enrolling in either of the alternative programs, or need additional information regarding this groundwater right, please contact your local AMA office. You have the right to request a variance and, in some limited circumstances, an administrative review for relief from the conservation requirements. Please refer to the enclosed Variance and Administrative Review Insert for more information.



Printed on recycled paper. Each ton of recycled paper saves 7,000 gallons of water.

Supporting information for your Certificate, including a map depicting the land to which the right is appurtenant, is on file at the Department and is available upon request. **Remember that only acres of land specifically identified on this Certificate Map may be irrigated and that your groundwater allotment may be used only on those acres.**

As the owner of the irrigation grandfathered right, you are required to file an **Annual Water Withdrawal and Use Report** on a calendar year basis. Please refer to the Annual Report Insert for more information. You are also reminded that the Department must be notified if the right owner(s) changes his or her mailing address, conveys ownership of all or a part of the land to another person or wishes to convert the irrigation right to a non-irrigation right. Forms and information relative to these matters are available upon request or on our website at www.azwater.gov.

Every reasonable effort has been made to ensure that the information contained herein and on all accompanying documents is accurate. However, if you believe errors have been made, or if you have any questions, please contact the Groundwater Permitting and Wells Section at 602-771-8500.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael Johnson", written in a cursive style.

Michael Johnson, Assistant Director



Printed on recycled paper. Each ton of recycled paper saves 7,000 gallons of water.

**ARIZONA DEPARTMENT OF WATER RESOURCES
PINAL ACTIVE MANAGEMENT AREA**

**NOTICE OF IRRIGATION WATER DUTY
AND MAXIMUM ANNUAL GROUNDWATER ALLOTMENT**

Pursuant to A.R.S. § 45-572(B), the Director of the Arizona Department of Water Resources hereby gives notice of the irrigation water duty and maximum annual groundwater allotment established for the Irrigation Grandfathered Right listed below in the Third Management Plan for the Pinal Active Management Area

The water duty and annual allotment became effective beginning in calendar year 2003 and shall remain in effect until the first compliance date of the water duty and annual allotment established for the Irrigation Grandfathered Right in the Fourth Management Plan. The owner of the Irrigation Grandfathered Right and any person using groundwater pursuant to the right must comply with the water duty and annual allotment while regulated under the Base Agricultural Conservation Program in the Third Management Plan.

IRRIGATION GRANDFATHERED RIGHT NO.	58-100508.0003
ASSIGNED IRRIGATION EFFICIENCY:	80 PERCENT
IRRIGATION WATER DUTY:	4.68 ACRE FEET PER ACRE
MAXIMUM ANNUAL GROUNDWATER ALLOTMENT:	687.96 ACRE FEET PER YEAR

Attachment A to this notice sets forth the official language of the above requirements for the holders of irrigation grandfathered rights as adopted in the Third Management Plan for the Pinal Active Management Area. Attachment A is incorporated into this document by reference.

ATTACHMENT A

4-101. Definitions

In addition to the definitions set forth in Chapters 1 and 2 of Title 45 of the Arizona Revised Statutes, the following words and phrases used in sections 4-101 through 4-107 of this chapter shall have the meanings set forth below, unless the context otherwise requires:

1. "Assigned Irrigation Efficiency" is defined as the irrigation efficiency used to compute the irrigation water duty for the third management period pursuant to A.R.S. §§ 45-566 and 45-566.02.
2. "Canal" is defined as a waterway constructed for the purpose of transporting water to a point of delivery, including main canals and lateral canals.
3. "Farm" is defined under A.R.S. § 45-402.
4. "Farm Unit" is defined under A.R.S. § 45-402.
5. "Flexibility Account" is an account maintained under A.R.S. § 45-467.
6. "Irrigation Acre" is defined under A.R.S. § 45-402.
7. "Irrigation Distribution System" is defined as a system of canals, flumes, pipes, or other works that are owned or operated by an irrigation district or private water company and used to deliver water for irrigation use.
8. "Irrigation Water Duty" is defined under A.R.S. § 45-566 which, for the Third Management Plan, is the total irrigation requirement to produce the crops historically grown divided by the assigned irrigation efficiency.
9. "Lost Water" is defined as water from any source, including effluent, which enters an irrigation distribution system and is lost from the system during transportation or distribution due to seepage, evaporation, leaks, breaks, phreatophyte use, or other causes.
10. "Maximum Annual Groundwater Allotment" is defined as the maximum amount of groundwater that may be used per year for the irrigation of each irrigation acre in the farm that is calculated pursuant to A.R.S. § 45-465.
11. "On-farm Seasonal Irrigation Efficiency" is defined as the total water requirements to produce a crop divided by the total quantity of water actually applied to that crop during one growing season.
12. "Total Quantity of Lost and Unaccounted for Water" is defined as the total quantity of water from any source, including effluent, withdrawn, diverted, or received by an irrigation district or private water company during a calendar year less the total deliveries of water from any source, including effluent, made by the irrigation district or private water company during the calendar year that are measured or estimated based on a generally accepted method of estimating water use.
13. "Water Duty Acres" is defined under A.R.S. § 45-461.

4-102. Base Agricultural Conservation Program Requirements

A. Unless the owner of a Certificate of Irrigation Grandfathered Right ("IGFR") has applied and been approved for regulation under the Historic Cropping Program described in section 4-103 or the Best Management Practices Program described in section 4-104, the IGFR owner and any person who is entitled to use groundwater pursuant to that IGFR shall comply with this section.

B. The IGFR owner and any person entitled to use groundwater pursuant to that IGFR shall comply with the irrigation water duty and maximum annual groundwater allotment assigned for the IGFR beginning with calendar year 2003, and during each calendar year thereafter until the first compliance date for any substitute conservation requirement established in the management plan for the fourth management period ("Fourth Management Plan"). The irrigation acres, water duty acres, assigned irrigation efficiency, irrigation water duty and maximum annual groundwater allotment for IGFR in the Pinal Active Management Area are set forth in the document entitled "Supplement I to the Third Management Plan for the Pinal Active Management Area", which is incorporated herein by reference and which is available for inspection and copying at the Arizona Department of Water Resources' office in Phoenix and Casa Grande, Arizona.

C. The IGFR owner and any person entitled to use groundwater pursuant to that IGFR may use the maximum annual groundwater allotment assigned for the right in Supplement I to irrigate only the irrigation acres to which the right is appurtenant.

The IGFR owner and any person entitled to use groundwater pursuant to that IGFR shall not use water for irrigation purposes during a calendar year in an amount which exceeds the maximum annual groundwater allotment assigned to the right in Supplement I, except as provided by the flexibility account provisions of A.R.S. §45-467 and any rules adopted by the director.

D. Pursuant to A.A.C. R12-15-1013, the IGFR owner and any person using groundwater pursuant that IGFR shall keep and maintain, for at least three calendar years following the filing of an annual report required by A.R.S. § 45-632, all records which may be necessary to verify the information and data contained in the annual report.

ARIZONA DEPARTMENT OF WATER RESOURCES

ANNUAL REPORT INSERT

Persons holding groundwater rights in Active Management Areas as of December 31 of each year are required to file an annual water withdrawal and use report (annual report) for that calendar year. This annual report must be filed no later than March 31 of the following year, and must account for water withdrawn and used for the entire calendar year. Persons with more than one right must file a separate annual report for each right. Annual report forms are made available via the Department's web site (www.azwater.gov), or mailed by the Department upon request. Failure to receive the proper forms does not relieve a person from the requirement to file.

If you own an Irrigation Grandfathered Right that obtains all water from an irrigation district, that district may file an annual report on your behalf. Check with your irrigation district to determine whether they intend to file on your behalf.

MEASURING DEVICES

All water pumped from non-exempt wells in Active Management Areas must be measured with a device approved by the Department. In general, the methods include: 1) installation of an in-line or "totalizing" meter (two discharge measurements must be taken annually but results need not be submitted unless the meter malfunctions); 2) a minimum of two well discharge rate measurements per year to be used in conjunction with energy consumption measurements (this method may not be used if the energy meter serves uses other than the well); and 3) a minimum of two discharge rate measurements per year to be used in conjunction with an approved hour meter. A copy of the measuring rules may be obtained upon request from the Department.

Devices must be installed and maintained to insure that measurement error does not exceed 10%. The pump and discharge system on a well must be so constructed to allow the Department, with its own devices, to check the accuracy of the installed device.

Persons withdrawing groundwater pursuant to an Irrigation Grandfathered Right and one or more Non-Irrigation Rights or Withdrawal Permits must use a sufficient number of devices to allow for the separate measurement of the amount withdrawn pursuant to the Irrigation Grandfathered Right.

If a device malfunctions for a period of more than 72 hours, the malfunction must be reported to the Department within seven days of discovery of the malfunction. Repair or replacement of the device must be made within 30 days or as soon as practicable. Measuring device malfunction reports may be obtained from the Department.

Exceptions to the measurement requirement are made only for persons holding Type 2 Non-Irrigation Grandfathered Rights or Groundwater Withdrawal Permits with aggregate allotments of ten acre-feet or less. Persons with such rights or permits may estimate annual withdrawals.

RECORD KEEPING

Records of annual water withdrawal, delivery and use calculations must be maintained for at least three years. In the event that you are selected for a records audit, you will be asked to provide this information.

FEES

Withdrawal fees are assessed for each acre foot of water annually withdrawn from wells associated with groundwater rights. This fee is annually set by the Director of the Department each October for the following calendar year. These fees must be included with annual report filings.

Annual reports not filed by the March 31 deadline are subject to late filing penalties of \$25.00 for each month or portion of a month that the annual report has not been filed up to a maximum of \$150.00. In addition, late payment fees of 10% per month to a maximum of 60% are assessed for any withdrawal fees not paid by March 31.

CHANGES IN OWNERSHIP

The Department must be notified if the person named in the Certificate changes his or her mailing address, conveys ownership of all or a part of the land to another person or wishes to convert the irrigation rights to a non-irrigation right. If you have questions regarding the Certificate or conveyance procedures, please the Groundwater Permitting and Wells Section. Forms and information relative to these matters are available on the Department website at www.azwater.gov

ASSISTANCE

For further information, contact the Groundwater Permitting and Wells Section at 602-771-8500.

IMPORTANT NOTICE

VARIANCES AND ADMINISTRATIVE REVIEWS

The Arizona Department of Water Resources (Department) has found the conservation requirements to be equitable for most water users. However, if you believe you will be unable to comply with these requirements by the dates specified you may request a variance. A variance may be granted for up to five years if there are "compelling economic circumstances" preventing timely compliance with the annual allotment assigned to your irrigation right. An application for a variance must be filed with the Department within 95 days after the date of this notice.

No new applications for administrative review will be accepted at this time, except as allowed under A.R.S. §§ 45-571.01 and 45-575(B). Under A.R.S. § 45-571.01, you may file an application for administrative review to correct factual, technical or legal errors in the establishment of your requirements only if you have reacquired the land to which your right is appurtenant involuntarily, or voluntarily in lieu of foreclosure, and you did not previously have the right to request an administrative review of the requirements. Such an application must be filed within 95 days after the date of this notice. A.R.S § 45-575(B) allows for the filing of an application for administrative review at any time if extraordinary circumstances, which were not in existence as of the date the Department first gave notice of the Third Management Plan water duties and allotments to the owner of your land, make it unreasonable to require compliance with the water duties and allotments.

If you have questions regarding variances and administrative reviews, please contact the Groundwater Permitting and Wells Section at 602-771-8500.

Arizona Department of Water Resources

Groundwater Right/Facility Report

RIGHT #: 58-100508.0003

STATUS DATE: 2/6/2014

AMA: PINAL AMA

RIGHT/PERMIT/FACILITY TYPE: IRRIGATION USE

LAND OWNERSHIP : PRIVATE OR COMPANY

FILE STATUS: ACTIVE - FULL CONVEYANCE

2014 ALLOTMENT: 687.96

BMP Enrollee: N

RETIRED ACRES: 0.00

WATER DUTY ACRES: 147.00

IRRIGATION ACRES 152.00

WATER DUTY 4.68

IRRIGATION DISTRICT NAME: SAN CARLOS

MAWA: 4.53

NAME & ADDRESS

VERNON LESTER BARNES

TYPE: OWNER

PATRICIA BARNES

570 W. SHEDD ROAD

ELOY AZ 85131

PLACE OF USE

NE 26 T6.0S R5.0E

BOOK/MAP/PARCEL

Book: 503 **Map:** 26 **Parcel:** 020E **Part:**

Book: 503 **Map:** 26 **Parcel:** 020F **Part:**

WELL SERVING

*** NO DATA FOUND ***

RIGHT TO FACILITY RELATIONSHIPS

*** NO DATA FOUND ***

ARIZONA DEPARTMENT OF WATER RESOURCES
WATER MANAGEMENT DIVISION
3550 NORTH CENTRAL AVENUE, PHOENIX AZ 85012
P. O. BOX 36020 PHOENIX, AZ 85067-6020
PHONE: 602-771-8527

RECEIVED
DEC 17 2013

NOTIFICATION OF CHANGE OF OWNERSHIP OF AN IRRIGATION GRANDFATHERED RIGHT

INSTRUCTIONS AND REQUIRED ATTACHMENTS

- ENCLOSE A RECORDED DEED THAT EVIDENCES THIS CONVEYANCE. DEEDS ARE AVAILABLE FROM THE COUNTY RECORDER. A PHOTOCOPY IS ACCEPTABLE.
- THE FILING FEE FOR A NOTIFICATION OF CHANGE OF OWNERSHIP OF AN IRRIGATION GRANDFATHERED RIGHT IS \$ 500.00.
- THE FILING FEE FOR RE-ISSUANCE OF A CERTIFICATE TO REFLECT A CHANGE IN FAMILY CIRCUMSTANCE OR TRANSFER OF THE RIGHT TO OR FROM A TRUST IN WHICH THE RIGHTHOLDER IS A BENEFICIARY OR FROM A TRUST TO A BENEFICIARY OF THE TRUST IS \$120.00.
- THE FILING FEE FOR THE ISSUANCE OF A REVISED CERTIFICATE OF GRANDFATHERED RIGHT FOLLOWING PARTIAL EXTINGUISHMENT OF GRANDFATHERED RIGHT FOR ASSURED WATER SUPPLY EXTINGUISHMENT CREDITS IS \$120.00.
- PAYMENT MAY BE MADE BY CASH, CHECK, OR CREDIT CARD (IF YOU WISH TO PAY BY CREDIT CARD, PLEASE CONTACT THE GROUNDWATER PERMITTING AND WELLS PROGRAM AT 602-771-8527). CHECKS SHOULD BE MADE PAYABLE TO THE ARIZONA DEPARTMENT OF WATER RESOURCES. FAILURE TO ENCLOSE THE FILING FEE WILL CAUSE THE NOTIFICATION TO BE RETURNED. FEES FOR A NOTIFICATION OF CHANGE OF OWNERSHIP OF AN IRRIGATION GRANDFATHERED RIGHT ARE AUTHORIZED BY A.R.S. § 45-113 AND A.A.C. R12-15-104.

In accordance with A.R.S. § 45-482(B), the undersigned party hereby notifies the Arizona Department of Water Resources of the conveyance of this Irrigation Grandfathered Right:

1. Certificate of Grandfathered Groundwater Right number: 58- 100508 0002
2. Number of irrigation acres on certificate: 152
3. Number of irrigation acres to be conveyed: 152. If this number is 10 acres or less indicate whether the property will be part of a farming operation greater than 10 irrigation acres: yes no
4. Deed recording number: 2013-095574 Deed recording date: 12/13/13
5. Assessor's parcel number(s): 503-26-020 D-1 503-26-020 E
6. Please specify the effective date of this ownership change 12/13/13 and the quantity of water used between January 1 of that calendar year and the effective date: _____ acre-feet.
7. Wells serving this right (list by ADWR registration number, non-exempt production wells only):
Wells owned by or being conveyed to the buyer: 55 - _____ 55 - _____ 55 - _____
Non-owned, non-district wells: 55 - _____ 55 - _____ 55 - _____
8. Do you plan to retire or extinguish any portion of this right within the next 12 months? Retire _____ Extinguish _____

SELLER/GRANTOR
(Print or Type)

NAME

Monterey. Casa Grande
L.L.C.

ADDRESS

1043 E Los Arboles Dr.
Tempe AZ 85884

TELEPHONE () _____

BUYER/GRANTEE
(Print or Type)

NAME

Vernon Lester Barnes
Patricia Barnes

ADDRESS

570 W Shedd Rd
Eloy AZ 85131

TELEPHONE

520 705 0196

BUYER'S SIGNATURE

DATE

Patricia Barnes 12-11-13

GROUNDWATER RIGHTS

58-100508.0003



- Registered Well
- ⊕ Section Corners
- - - Section
- ┌ ┐ Township
- ▭ County
- ▭ AMA Boundary
- ▭ Irrigation Right
- ▭ Part Irrigation / Part Developed*
- ▭ Exempt Small Right
- ▭ Exempt Small Grouping
- ▭ Withdrawn from Irrigation
- ▭ Type 1 Right
- ▭ Inactive Developed
- ▭ Part Inactive Developed*
- ▭ Extinguished
- ▭ Part Extinguished or Part Consolidated*
- ▭ Non-Appurtenant Land
- ▭ Restored Irrigation Right
- ▭ Irrigation Districts
- ▭ Buckeye WLA
- ▭ Pinal Protection Zones
- ▭ No Right



0 0.05 0.1 0.15 0.2 0.25 Miles

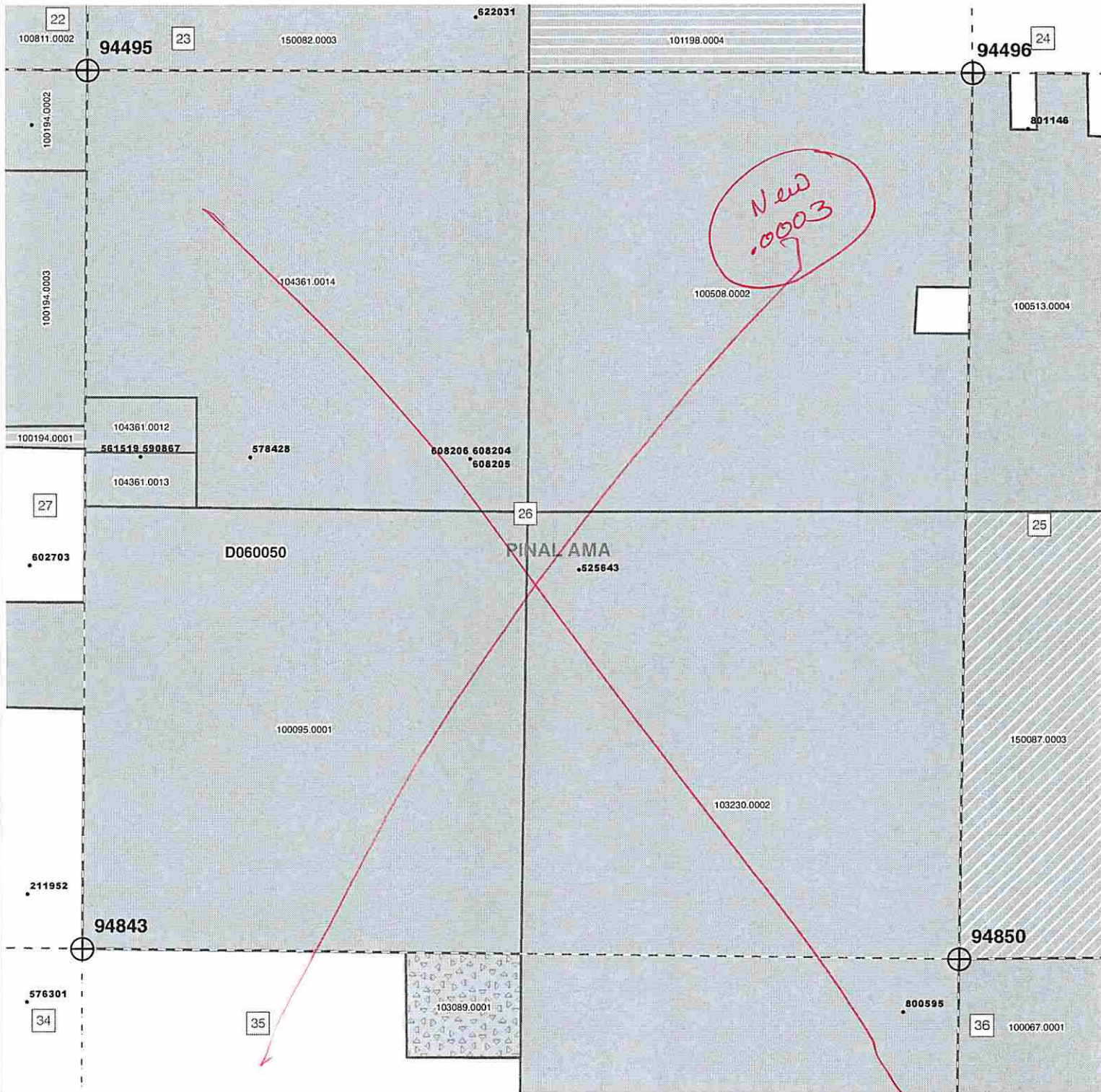
Map Scale 1:9,000

* See Plat in File

Map Printed: 2/7/2014 10:25:56 AM

GROUNDWATER RIGHTS

58-100508.0002



- | | | | |
|-------------------|-----------------------------------|---|------------------------|
| • Registered Well | Irrigation Right | Inactive Developed | Irrigation Districts |
| ⊕ Section Corners | Part Irrigation / Part Developed* | Part Inactive Developed* | Buckeye WLA |
| Section | Exempt Small Right | Extinguished | Pinal Protection Zones |
| Township | Exempt Small Grouping | Part Extinguished or Part Consolidated* | |
| County | Withdrawn from Irrigation | Non-Appurtenant Land | No Right |
| AMA Boundary | Type 1 Right | Restored Irrigation Right | |



0 0.05 0.1 0.15 0.2 0.25 Miles

Map Scale 1:10 000

* See Plat in File

Map Printed: 2/6/2014 11:44:44 AM

SEC. 26 TN.6S RG.5E

SEE MAP 503-45
HWY 84

THIS MAP IS FOR TAX PURPOSES ONLY.
THIS OFFICE WILL NOT ASSUME LIABILITY FOR
REPRESENTATIONAL MEASUREMENTS OR ACRAGE
SURVEYS & BOUNDARY PLATS ARE ON FILE
WITH THE PINAL COUNTY RECORDERS OFFICE



503-26_2

AREA
CODE
0426

SPECIAL
DISTRICTS
16601

LOCATION MAP

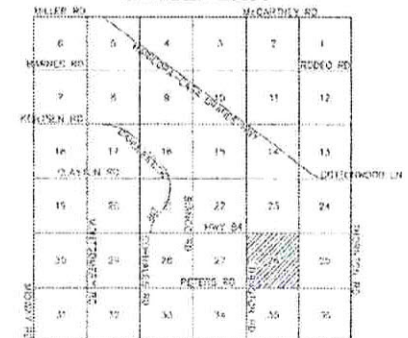


SCALE: 1" = 600'

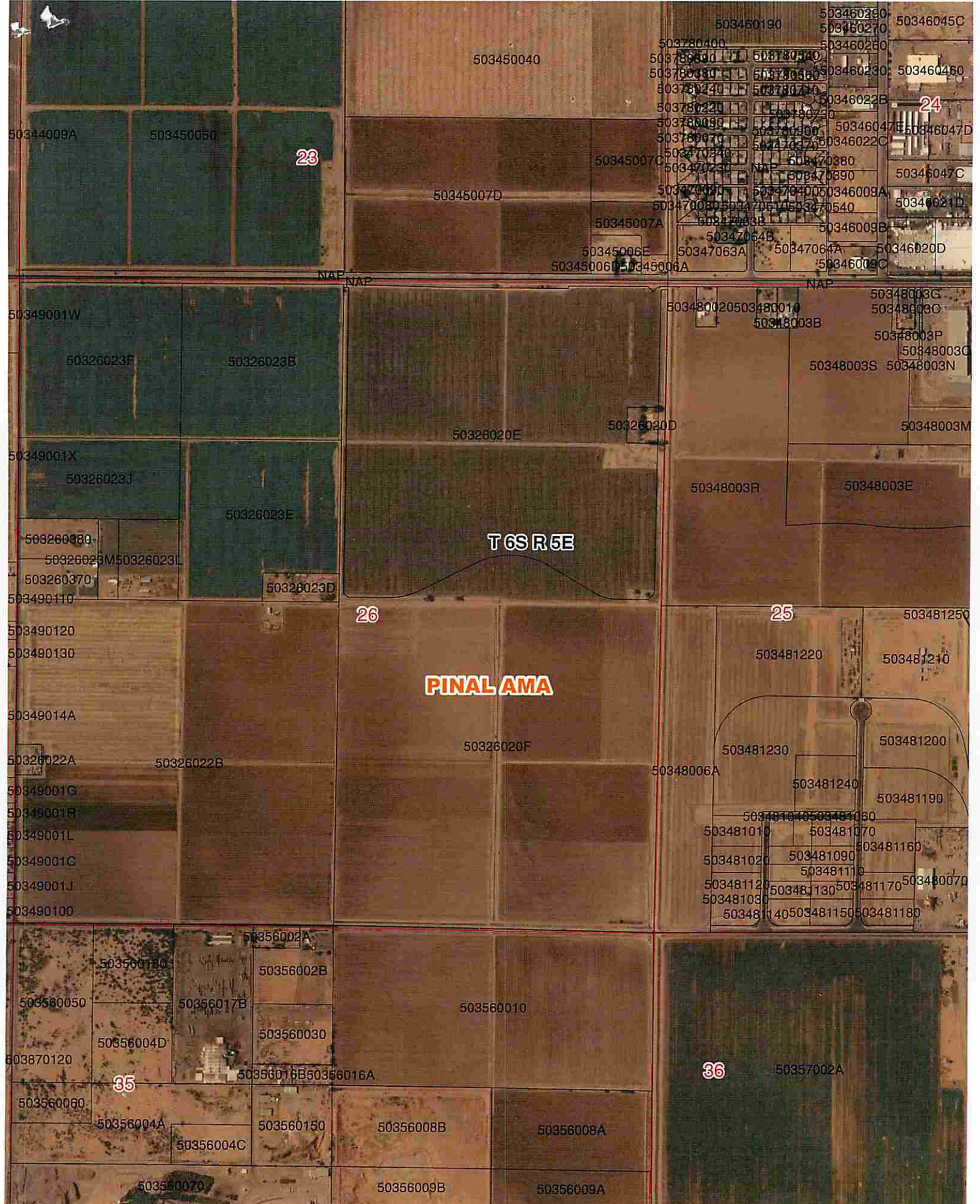


09-22-2006

VICINITY MAP



PINAL COUNTY ASSESSORS MAP





OFFICIAL RECORDS OF
PINAL COUNTY RECORDER
VIRGINIA ROSS

RECORDING REQUESTED BY:
Title Security Agency of Arizona
AND WHEN RECORDED MAIL TO:
Vernon Lester Barnes and Patricia
Barnes
570 W. Shedd Road
Eloy, AZ 85231

DATE/TIME: 12/13/2013 1334
FEE: \$14.00
PAGES: 8
FEE NUMBER: 2013-095574



ESCROW NO.: 500-19272-TS
500-19272-TS

SPACE ABOVE THIS LINE FOR RECORDER'S USE

SPECIAL WARRANTY DEED

For the consideration of Ten Dollars, and other valuable considerations, I or we,

Monterey-Casa Grande, L.L.C., an Arizona Limited Liability Company

do/does hereby convey to

Vernon Lester Barnes, an unmarried man and Patricia G. Barnes, a married woman, as joint
tenants with right of survivorship
the following real property situated in Pinal County, Arizona:

See Exhibit "A" attached hereto and made a part hereof.

SUBJECT TO: Current taxes and other assessments, reservations in patents and all easements, rights of way, encumbrances, liens, covenants, conditions, restrictions, obligations, and liabilities as may appear of record.

And the Grantor hereby binds itself and its successors to warrant and defend the title, against all acts of the Grantor herein, and no other, subject to the matters set forth.

Dated: December 3, 2013

Accepted and approved:

Grantee(s):


Vernon Lester Barnes

SIGNED IN COUNTERPART

Patricia G. Barnes

Grantor(s):

Monterey-Casa Grande, L.L.C.,
an Arizona limited liability company

By: Weber-Davi Management, LLC, an
Arizona limited liability company, its Manager

SIGNED IN COUNTERPART

BY: _____
John G. Davi, Manager

Escrow No.: 500-19272-TS

State of Arizona }ss:
County of Pinal

On this ____ day of _____, 2013, before me,
The Undersigned
a Notary Public in and for said County and State, personally
appeared

FOR NOTARY SEAL OR STAMP

personally known to me (or proved to me on the basis of
satisfactory evidence) to be the person(s) whose name(s) is/are
subscribed to the within instrument and acknowledged to me that
he/she/they executed the same in his/her/their authorized
capacity(ies), and that by his/her/their signature(s) on the
instrument the person(s), or the entity upon behalf of which the
person(s) acted, executed the instrument
WITNESS my hand and official seal.

Notary Public: _____

My Commission Expires: _____

State of Arizona }ss:
County of Pinal

On this 14th day of December, 2013, before me,
The Undersigned
a Notary Public in and for said County and State, personally
appeared

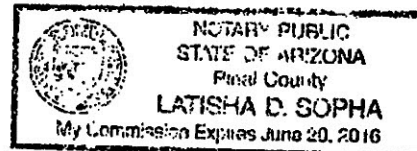
FOR NOTARY SEAL OR STAMP

Vernon Lester Barnes

personally known to me (or proved to me on the basis of
satisfactory evidence) to be the person(s) whose name(s) is/are
subscribed to the within instrument and acknowledged to me that
he/she/they executed the same in his/her/their authorized
capacity(ies), and that by his/her/their signature(s) on the
instrument the person(s), or the entity upon behalf of which the
person(s) acted, executed the instrument
WITNESS my hand and official seal.

Notary Public: _____

My Commission Expires: _____



CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

State of California

County of

MONTEREY

On

12-6-13

Date

before me,

LORI L. AIELLO, Notary Public

Here Insert Name and Title of the Officer

personally appeared

JOHN G. DAVIS

Name(s) of Signer(s)

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.



I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature

Signature of Notary Public

Place Notary Seal Above

OPTIONAL

Though the information below is not required by law, it may prove valuable to persons relying on the document and could prevent fraudulent removal and reattachment of this form to another document.

Description of Attached Document

Title or Type of Document:

SPECIAL WARRANTY DEED

Document Date:

DEC 3, 2013

Number of Pages:

Signer(s) Other Than Named Above:

Capacity(ies) Claimed by Signer(s)

Signer's Name:

☐ Individual

☐ Corporate Officer — Title(s):

☐ Partner — ☐ Limited ☐ General

☐ Attorney in Fact

☐ Trustee

☐ Guardian or Conservator

☐ Other:

Signer Is Representing:

Signer's Name:

☐ Individual

☐ Corporate Officer — Title(s):

☐ Partner — ☐ Limited ☐ General

☐ Attorney in Fact

☐ Trustee

☐ Guardian or Conservator

☐ Other:

Signer Is Representing:

RIGHT THUMBPRINT
OF SIGNER
Top of thumb here

RIGHT THUMBPRINT
OF SIGNER
Top of thumb here

EXHIBIT "A"

Parcel No. 1:

That part of the Northeast quarter of Section 26, Township 6 South, Range 5 East of the Gila and Salt River Meridian, Pinal County, Arizona described as follows:

COMMENCING at the East quarter corner of said Section 26;

Thence North 0 degrees 30 minutes East along the Section line, a distance of 1,334.00 feet to the TRUE POINT OF BEGINNING;

Thence continue North 0 degrees 30 minutes East along the Section line, a distance of 295.00 feet;

Thence North 89 degrees 30 minutes West, a distance of 313.00 feet;

Thence South 0 degrees 30 minutes West, a distance of 295.00 feet;

Thence South 89 degrees 30 minutes East, a distance of 313.00 feet to the TRUE POINT OF BEGINNING.

Parcel No. 2:

The Northeast quarter of Section 26, Township 6 South, Range 5 East of the Gila and Salt River Meridian, Pinal County, Arizona;

EXCEPT therefrom that portion conveyed to the State of Arizona by Deed recorded in Book 54 of Deeds, Page 146; and

EXCEPT those portions described as follows:

BEGINNING at a point whence the corner common to Sections 23, 24, 25 and 26 bears North 30 degrees 41 minutes 50 seconds East, a distance of 58.31 feet;

Thence South 89 degrees 44 minutes West, a distance of 2,634.00 feet;

Thence North 0 degrees 00 minutes, a distance of 17.00 feet;

Thence North 89 degrees 44 minutes East, a distance of 2,634.00 feet;

Thence South 0 degrees 00 minutes, a distance of 17.00 feet to the TRUE POINT OF BEGINNING; and

EXCEPT COMMENCING at the East quarter corner of said Section 26;

Thence North 0 degrees 30 minutes East along the Section line, a distance of 1,334.00 feet to the TRUE POINT OF BEGINNING;

Thence continue North 0 degrees 30 minutes East along the Section line, a distance of 295.00 feet;

Thence North 89 degrees 30 minutes West, a distance of 313.00 feet;

Thence South 0 degrees 30 minutes West, a distance of 295.00 feet;

Thence South 89 degrees 30 minutes East, a distance of 313.00 feet to the TRUE POINT OF BEGINNING; and

EXCEPT that portion of said Section 26 which lies between the South right-of-way line of State Route 84 (Casa

Escrow No.: 500-19272-TS

Grande-Gila Bend Highway) and the following described line;

COMMENCING at the North quarter corner of said Section 26;

Thence along the North line of said Section 26, North 89 degrees 48 minutes 12 seconds East 3.31 feet;

Thence South 0 degrees 11 minutes 48 seconds East 50.00 feet to the point of beginning in the aforesaid South right-of-way line;

Thence South 89 degrees 59 minutes 26 seconds East, 950.21 feet;

Thence North 89 degrees 48 minutes 12 seconds East, 900.00 feet;

Thence North 0 degrees 11 minutes 48 seconds West, 20.00 feet to the true point of ending on the aforesaid South right-of-way line; and

EXCEPT that portion of the Northeast quarter of the Northeast quarter of said Section 26, which lies between the South right-of-way line of State Route 84. (Casa Grande-Gila Bend Highway) and the following described property;

COMMENCING at the Northwest corner of Section 25, said Township and Range;

Thence along the North line of said Section 25, North 89 degrees 31 minutes 32 seconds East 64.17 feet;

Thence South 0 degrees 28 minutes 28 seconds East 50.00 feet to the point of beginning on said right-of-way line of State Route 84;

Thence continuing South 89 degrees 31 minutes 32 seconds West 32.00 feet;

Thence South 89 degrees 31 minutes 32 seconds West 32.00 feet;

Thence South 32 degrees 34 minutes 03 seconds West 35.78 feet;

Thence South 89 degrees 33 minutes 32 seconds West 14.00 feet;

Thence North 0 degrees 29 minutes 22 seconds East 6.00 feet;

Thence North 43 degrees 59 minutes 18 seconds West 47.10 feet to the point of ending on said South right-of-way line; and

EXCEPTING THEREFROM that portion conveyed to HLC Land & Development, LLC, a Georgia Limited Liability Company by Special Warranty Deed recorded in Document No. 2005-140403 and re-recorded in Document No. 2006-093164.



TITLE SECURITY
Agency of Arizona

**421 E. COTTONWOOD LANE
CASA GRANDE, AZ 85122
(520)426-4600
FAX (520)426-4699**

December 14, 2013

Arizona Department of Water Resources
P.O. Box 36020
Phoenix, AZ 85067-602

Escrow No.: 500-19272-TS

Re: SWC Burris Road and Highway 84
Casa Grande, AZ 85122

In connection with the above escrow, we enclose the following papers indicated with a •.

- Check in the amount of \$500.00
- Transfer Forms

Thank you for the opportunity to serve you in this transaction. If we can be of any further assistance to you, please contact us.

Sincerely,

Angel Young
Closing Specialist

JANICE K. BREWER
Governor



SANDY FABRITZ-WHITNEY
Director

ARIZONA DEPARTMENT of WATER RESOURCES
3550 North Central Avenue, Second Floor
Phoenix, Arizona 85012-2105
602.771.8500
azwater.gov

December 19, 2013

Vernon Lester Barnes
Patricia Barnes
570 West Shedd Road
Eloy, AZ 85131

RE: Irrigation Grandfathered Right No. 58-100508.0002
T6S R5E Sec 26 Parcel 503-26-020E; 503-26-020D

Dear Rightholder:

The Department of Water Resources recently received a Notification of Change of Ownership of An Irrigation Grandfathered Right request from Title Security Agency of Arizona on your behalf. I have a question regarding the conveyance, but I could not reach you at the phone number provided on your form. The message stated your mailbox was full, so it wouldn't allow me to leave a message.

I did speak with the Title Company and they did not have any other way (email) of contacting you. Please call me at 602-771-8613 at your convenience. I will be out of the office until January 2, 2014.

Sincerely,

A handwritten signature in black ink, appearing to read "Gloria Tapia", written over a horizontal line.

Gloria Tapia
Groundwater Permitting and Wells

Enclosure

Arizona Department of Water Resources

3550 N Central Ave.

Phoenix AZ 85012

Customer:

TITLE SECURITY AGENCY OF
ARIZONA
421 E. COTTONWOOD LANE
CASA GRANDE, AZ 85122

Receipt #: 14-31486
Office: MAIN OFFICE
Receipt Date: 12/17/2013
Sale Type: IN_PERSON
Cashier: WRAGT

Item No.	Index	AOBJ	Description	Ref ID	Qty	Unit Price	Ext Price
67508	15239	4339-TT	Conveyance of certificate of grandfathered right	58-100508.0002	1	500.00	500.00
RECEIPT TOTAL:							500.00

Payment type: CHECK

Amount Paid: \$500.00

Payment Received Date: 12/17/2013

Check #	68027
---------	-------

Notes: FROM METER

68027

Borrower: Vernon Lester Barnes and Patricia Barnes

Seller: Monterey-Casa Grande, L.L.C.

Property: SWC Burris Road and Highway 84/Casa Grande

Tax Parcel ID: 503-26-020E, 503-26-020D

Check Amount: \$ 500.00

Order Number: 500-19272/123

Pay To: Arizona Department of Water Resources

Memo:

For: Water Right Transfer

Water Right Transfer (1308) \$500.00

Arizona State Department of Water Resources

PINAL AMA



2012 Flex Account Statement for Irrigation Grandfathered Right Number: 58-100508.0002

Irrigation District: SAN CARLOS

Allotment: 687.96

Pumped Groundwater:	0.00
ID Groundwater:	0.00
Other GW Received:	0.00
GW Delivered:	0.00
Total Groundwater:	0.00

In-Lieu Water: 0.00

Total Water Used:	115.99
Total Water Debited:	115.99

D&A Surface Water Available:	65.54
D&A Surface Water Used:	115.99
D&A Surface Water Unused:	0.00
Normal Flow:	0.00
Spill Water:	0.00
CAP Water:	0.00
Effluent:	0.00
Tailwater:	0.00
Other Surface Water:	0.00
Total Non-GW Used:	115.99
Total Non-GW Debited:	115.99

Available for Sale: 571.97
 Previous Flex Balance: 10,692.54
 Flex Amount Credited: 571.97

Variance: 1,637.38 %
Current Flex Balance: 11,264.51

PINAL AMA

CERTIFICATE TRACKING FORM

GFR #: 58-100508.0000
 Debb+ Gladys/Stephens

#ACRES 152 TYPE: IGR

GENERATION

1 ^{152AC} ^{IGR}
58-100508.0001
 Midway LLC 10/99

2 58-100508.0002
IGR 152 AC
58-100508.0003
IGR 152 Acres

3

4

5