SUPERIOR COURT OF ARIZONA MARICOPA COUNTY

05/20/2004

CLERK OF THE COURT FORM V000

T. A. Pavia

GEORGE A. SCHADE, JR., SPECIAL MASTER

CONTESTED CASE NO. W1-103

FILED: May 27, 2004

IN RE THE GENERAL ADJUDICATION OF ALL RIGHTS TO USE WATER IN THE GILA RIVER SYSTEM AND SOURCE

IN RE: SUBFLOW TECHNICAL REPORT, SAN PEDRO RIVER WATERSHED

This is the time set for oral argument on all 9:00 a.m. the proposed procedures to delineate the subflow zone. Present is Janet L. Ronald for Arizona Department of Water Resources, R. Lee Leininger and F. Patrick Barry for U.S. Department of Justice, John T. Hestand, Rodney Lewis and Tim Pierson for Gila River Indian Community, Mark McGinnis, M. Byron Lewis, and Fred Beeson for Salt River Project, M. James Callahan for City of Phoenix, L. William Staudenmaier for Phelps Dodge Corporation, Arizona Public Service Company and Roosevelt Water Conservation District, Cynthia Chandley for Phelps Dodge Corporation, Joseph P. Sparks, Susan B. Montgomery and John H. Ryley for San Carlos Apache Tribe, Tonto Apache Tribe and Yavapai-Apache Nation, L. Anthony Fines for Gila Valley Irrigation District and Verde Valley Communities, David Lujan for Sierra Vista parties (Bella Vista Water Company, Pueblo del Sol Water Company and City of Sierra Vista), William H. Anger for Cities of Chandler, Glendale, Mesa and Scottsdale, Cynthia Haglin for City of Chandler, Thomas Shedden for Arizona Attorney General, Lauren J.

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Caster for Arizona Water Company, ASARCO Incorporated and Tucson Electric Power Company, Charlotte Benson for City of Tempe, Marilyn D. Cage for City of Goodyear, Stanley Lutz for BHP Copper, Steven L. Wene for City of Safford, Paloma Irrigation and Drainage District, and Rio Rico Properties, Inc., Paul Orme for Central Arizona Irrigation District and Maricopa Stanfield Irrigation District, and David A. Brown for Franklin Irrigation District, Gila Valley Irrigation District, City of Casa Grande, and Verde Valley Communities. Kathy Dolge of the Special Master's office is also present.

Court Reporter, Patty Connolly, is present.

Oral argument is presented by surface water users Mark McGinnis for Salt River Project; John T. Hestand for Gila River Indian Community; Patrick Barry and Lee Leininger for the United States; and Joseph P. Sparks for the Apache Tribes.

Oral argument is presented by groundwater users L. William Staudenmaier for Arizona Public Service Company, Phelps Dodge Corporation and Roosevelt Water Conservation District; William H. Anger for Valley Cities; Stanley Lutz for BHP Copper; Thomas Shedden for State Agencies; David Lujan for Sierra Vista parties waives their time; Anthony Fines for Upper Valley/Verde Valley parties.

Rebuttal argument is presented by Mark McGinnis for SRP; John Hestand for GRIC; Patrick Barry and Lee Leininger for the U.S.; and Joseph Sparks for Apache Tribes.

The Special Master advised the parties that he would submit his report by the first two weeks in July, the period for filing objections will go through October, and Judge Ballinger should be ready to consider the report by November.

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11:25 a.m. Matter concludes.

The foregoing was delivered to the Distribution Center for copying and mailing to those parties who appear on the Court-approved mailing list for Case No. W-1, W-2, W-3 and W-4 (Consolidated) dated October 6, 2003.