



State Water Resources Control Board **SURNAME FILES**



Linda S. Adams
Secretary for
Environmental Protection

Division of Water Rights
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Arnold Schwarzenegger
Governor

July 2, 2008

In Reply Refer to:
CEN:262.0(31-18-02)

Rod Baydaline
Baydaline and Jacobsen LLP
895 University Avenue
Sacramento, CA 95825

Dear Mr. Baydaline:

WATER RIGHT COMPLAINT REGARDING ALLEGED WASTE AND UNREASONABLE USE OF STORED WATER AT THE HIDDEN LAKES SUBDIVISION IN PLACER COUNTY

This is in response to your letter dated June 3, 2008 in which you provided comments to my letter of March 13, 2008. These comments are based on the results of additional investigations of seepage at the north dam conducted by Paragon Geotechnical and contained in their report dated May 5, 2008. As in your letter dated April 15, 2008, you again conclude that there is not an unreasonable loss of seepage at Hidden Lakes and thus no misuse of water. However, after reviewing the May 5 technical report, neither Complaint Unit Staff nor I see any new information that would cause me to change my conclusions as stated in my March 13 and May 11, 2008 letters.

The Hidden Lakes Homeowners Association will have an opportunity at the State Water Resources Control Board hearing on this matter to present evidence and make arguments to demonstrate that the extra seepage from the North Lake Dam does not cause damage and is not an unreasonable amount of water loss. I am open to meet with you on this issue any time before a hearing is scheduled.

If you have any questions concerning this matter, please contact Charles NeSmith at (916) 341-5313, or his supervisor Charles Rich at (916) 341-5377.

Sincerely,

James W. Kassel
Assistant Division Chief

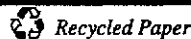
cc: Tony and Donna Wood
Ted and Cheri Allegra
7884 Jon Way
Granite Bay, CA 95746

Shauna Lorange, General Manager
San Juan Water District
P.O. Box 2157
Granite Bay, CA 95746

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California Environmental Protection Agency



JB

Kassel
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Victoria A. Whitney, Chief
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Karen Sutherland
Hidden Lakes Homeowners Association
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Citrus Heights, CA 95610

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