



IN REPLY REFER TO:

United States Department of the Interior

BUREAU OF RECLAMATION

Upper Colorado Regional Office
125 South State Street, Room 6107
Salt Lake City, Utah 84138-1147



UC-452
LND-8.00

MAY 27 2009

Mr. Phil Lane, President
Pine River Irrigation District
13029 County Road 501
Bayfield, CO 81122

Subject: Letter of Extension for Contract No. 4-02-40-L4010 (Contract) Regarding the Development, Administration, Operation and Maintenance of Certain Vallecito Reservoir Lands for Water-Based Recreation Purposes, Pine River Project, Colorado

Dear Mr. Lane:

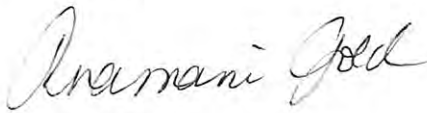
The term of the Contract will expire on June 11, 2009. Discussions between you and our Western Colorado Area Office staff indicate you would like to continue the Development, Administration, Operation and Maintenance of water-based recreation at Vallecito Reservoir under the current contract as written.

Pursuant to Article 1 of the Contract, Bureau of Reclamation and the Pine River Irrigation District elect to extend the Contract for a term of an additional 25 years with this letter. The Contract will terminate at the end of this additional 25 year period, unless terminated sooner, as provided in Article 2.

If you concur with the statements and terms of this letter, then please sign the concurrence line on the three original letters and return two to this office so that we may file it with our Contract.

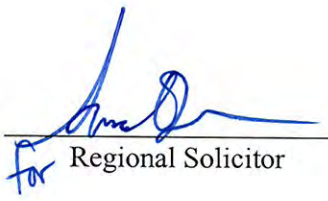
We appreciate your willingness to continue recreation management and pledge our assistance to help make it a successful endeavor. If you have any questions, please contact Ms. Kathleen Ozga in Grand Junction at 970-248-0649 or Mr. Mark Chiarito in Durango at 970-385-6577.

Sincerely,


Larry Walkoviak
Regional Director


(In Triplicate)

cc: Ms. Lena Atencio, Director
Department of Natural Resources
Southern Ute Indian Tribe
P.O. Box 737
Ignacio, CO 81137

Approved: 
for Regional Solicitor

Date: 5-27-09

PINE RIVER IRRIGATION DISTRICT

Concurrence: 
Pres President

Date: 5-29-09