



March 30, 2006

Dear Customer:

On March 22, 2006, the LCRA Board of Directors approved implementation guidelines for the House Bill 1437 (HB 1437) Agriculture Water Conservation Program, and as a customer of the irrigation district you may eligible to participate in this innovative way to conserve water, maintain productivity, and save money.


The HB 1437 program is a water conservation program that provides grants to eligible producers to build pre-approved, on-farm, surface water conservation projects such as irrigation land leveling, multiple inlets, and tail water recovery systems. Under the program, eligible producers may receive up to 30 percent of the project cost.

Enclosed is a fact sheet describing the program; application guidelines and eligibility requirements; application form; and cost sharing agreement.

The 2006 application and award schedule is:

- **April 15, 2006** – LCRA begins accepting applications. A copy of the application form is included in the guidelines; an electronic version is available at the program website: www.hb1437.com
- **May 15, 2006** – Last day to submit application to local LCRA irrigation district office.
- **June 20, 2006** - Last day for LCRA to award contracts.

If you have any questions or need help getting your application in, please contact you local district office or contact John McLeod at 1.800.776.5272 or john.mcleod@lcra.org. We look forward to working with you on this program.

Sincerely,

Kyle Jensen
Manager, River Operations