



State of Idaho

DEPARTMENT OF WATER RESOURCES

322 East Front Street • P.O. Box 83720 • Boise, Idaho 83720-0098

Phone: (208) 287-4800 • Fax: (208) 287-6700 • Website: www.idwr.idaho.gov

C.L. "BUTCH" OTTER
Governor

GARY SPACKMAN
Director

July 23, 2018

HAILEY II LLC
9533 W PICO BLVD 2ND FLOOR
LOS ANGELES CA 90035

RE: NOTIFICATION OF WATER SUPPLY BANK LEASE EXPIRATION FOR WATER RIGHTS: 37-22891, 37-22893, 37-22895, 37-22897

Dear Lessor:

Idaho Department of Water Resources (Department) records show that all or a portion of the above referenced water right(s) were leased to the Water Supply Bank (Bank) through December 31, 2018. **This letter is notice that the following right(s) will soon be released from the Bank:**

Lease Contract ID	Contracted Water Rights	Contract Start	Contract End
271	37-22891, 37-22893, 37-22895, 37-22897	01/01/2014	12/31/2018

If you would like to renew the lease of these right(s) to the Bank, a new Application to Sell or Lease a Water Right to the Water Supply Bank form is required. If you have not already done so, you can download and complete a new lease application form by visiting the Department's website at www.idwr.idaho.gov.

A water right is not protected from forfeiture unless it is accepted into the Bank or unless an exception or defense to forfeiture applies as described under Idaho Code § 42-223. The five-year period of nonuse related to forfeiture of a water right shall begin to accrue upon release of the right from the bank or shall continue to accrue if a period of nonuse occurred prior to the lease date of the right to the Bank.

If you have any questions regarding this matter, please contact me at (208) 287-4936.

Sincerely,

Mary Condon
Water Supply Bank Specialist

c: HAEMMERLE & HAEMMERLE PLLC