



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

December 15, 2013

KBC FARMS LLC
3062 S FRONTAGE RD
AMERICAN FALLS ID 83211

**RE: NOTIFICATION OF WATER SUPPLY BANK LEASE EXPIRATION FOR WATER
RIGHTS: 35-14040,**

Dear Lessor:

Idaho Department of Water Resources (Department) records show that all or a portion of the above referenced water right, currently leased to the Water Supply Bank (Bank), will expire December 31, 2013. This letter is notice that the right will be considered released from the Bank unless you submit a completed *Request to Extend Lease Term* application (enclosed) within thirty (30) days of the lease expiration date.

If you would like the right to remain leased to the Bank, please specify the date to which you want the lease extended. All leases expire as of December 31 unless otherwise specified in the lease agreement. You may also request the right remain leased to the Bank for an "indefinite" period. In this case, the right will remain in the Bank indefinitely unless released earlier by the Water Resource Board or until you submit a request to the Department in writing to release the right from the Bank.

Please consider that the five (5) 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 questions regarding this matter, feel free to contact me at (208) 287-4918.

Sincerely,

Remington Buyer
Water Supply Bank Coordinator

Enc: *Request to Extend Lease Term Application*

c: Lyle Swank – IDWR Eastern Regional Office