



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 • Web Site: www.idwr.idaho.gov

C.L. "BUTCH" OTTER

Governor

GARY SPACKMAN

Director

December 12, 2013

GRINDSTONE BUTTE MUTUAL CANAL CO
PO BOX 2673
BOISE ID 83701

**RE: RENTAL OF WATER RIGHT(S) LEASED TO THE WATER SUPPLY BANK.
NOTICE OF WATER SUPPLY BANK LEASE EXPIRATION.
WATER RIGHT NO(S) 2-2262.**

Dear Lessor:

The Department of Water Resources is enclosing a state warrant in the amount of \$10,055.16 as payment to you for the rental of 657.2 acre-feet of the above referenced water right from the Water Supply Bank managed by the Idaho Water Resource Board.

In accordance with Water Supply Bank rule 35.01, *IDAPA 37.02.03*, return for the rental is ninety percent (90%) of the gross amount received at a rental rate of \$17.00 per acre-foot of water.

Please note, our records show that all or a portion of the above referenced water right(s) leased to the Water Supply Bank (Bank) will expire December 31, 2013 and will be considered released from the Bank unless you advise the department that you want to extend the period of the lease. Notice should be submitted to the Department in writing on a Request to Extend Lease Term form along with applicable filing fees prior to the release date.

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 a written request is not received the right(s) will be released from the bank as of December 31, 2013. You can reapply to lease the water right(s) in the future by submitting new application form(s) from the Department's website at www.idwr.idaho.gov along with applicable fees.

If you have questions regarding this matter, please contact me at (208) 287-4944.

Sincerely,

Cherie Palmer

Senior Water Resource Agent, WSB Process Point of Contact

Receipt Number: C096973

Warrant Number: 126397203