



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

GARY SPACKMAN
Director

C.L. "BUTCH" OTTER
Governor

June 20, 2013

SCOTT MACGUFFIE
TYRA MACGUFFIE
PO BOX 6034
KETCHUM ID 83340

RE: WATER SUPPLY BANK LEASE CONTRACT FOR RIGHTS 37-22634, 37-22635, AND 37-22636

Dear Lessor:

Water Rights 37-22634, 37-22635, and 37-22636 were leased into the Water Supply Bank on May 16, 2013 in accordance with the executed original Lease Contract enclosed. Your water rights described on the Lease Contract are considered leased into the Bank, and should remain unused, until they are formally released from the Bank.

The rights will automatically be released from the Bank on **December 31, 2017**, unless the rights are released earlier by the Board, or upon your request. To change the term of the lease or to release the rights from the Bank, you must submit a request in writing, along with all applicable fees, to the Department prior to the release date. Please note your rights may not be available for immediate release if they have been rented to someone else.

Please review the conditions of acceptance listed on the Lease Contract, including #3 which says:

"While a right is in the bank, **the lessor may not use the right** without approval of the department even if the right is not rented from the bank. Any violation of the terms of this lease may result in enforcement procedures pursuant to Idaho Code § 42-351 for illegal diversion and use of water and may include civil penalties pursuant to Idaho Code § 42-1701B."

Contact me at (208) 287-4944 if you have any further questions

Sincerely,

A handwritten signature in black ink that reads "Cherie Palmer". The signature is fluid and cursive, with the first name "Cherie" and last name "Palmer" clearly distinguishable.

Cherie Palmer, Sr. Water Resource Agent
Water Allocation Bureau

Enclosure: Executed Lease Contract

C: James Speck, Speck & Aanestad w/ encl.
Allen Merritt- IDWR Southern Regional Manager w/o encl.
Kevin Lakey-Water District 37, Watermaster w/ encl.