



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

January 7, 2013

TELFORD LANDS LLC
1450 W HWY 24
PAUL ID 83347

RESPONSE DEADLINE
April 1, 2013

RE: ANNUAL RENTAL FEE DUE FOR RENTAL OF WATER RIGHT NOS. 34-2459 AND 34-2460

Dear Renter:

In accordance with the Water Supply Bank Rental Agreement signed by you in April, 2012, your annual rental payment for Water Right Nos. 34-2459 and 34-2460 is due on April 1, 2013. The total rental fee for this water right is **\$23,324.00**. Because you are both the lessor and the renter under this agreement, you are obligated to pay only the ten percent (10%) administrative fee equal to **\$2,332.40**

Please remit the amount listed above to the Idaho Department of Water Resources promptly if you intend to use this water right for the current rental period of April 1, 2013 to October 31, 2013.

The rental agreement authorizes diversion of water under Water Right Nos. 34-2459 and 34-2460 during the 2012 through 2013 irrigation seasons. Upon receipt of the 2013 rental fee, you will be authorized to divert water in accordance with the conditions of water use described in the agreement. The rental agreement will be void if the payment is not received by the due date.

Pursuant to the Water Supply Bank Rules, the rental fee will be retained by the Department to offset administrative costs.

If you have questions regarding this matter, please contact me at 287-4907.

Sincerely,

Monica Van Bussum
Sr. Water Resource Agent

cc: IDWR Front Desk
IDWR Eastern Regional Office
Roger Totten, Watermaster WD 34
Robert Harris, Holden Kidwell Hahn & Crapo