



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

July 17, 2012

EMERALD FOREST PRODUCTS INC
PO BOX 1539
THOMPSON FALLS MT 59873

RE: Change of Ownership for Water Right 65-7094 and 65-23507 (split portion of 65-586)

Dear Water Right Holder:

The department acknowledges receipt of correspondence changing ownership of the above referenced water right to you. The department has modified its records to reflect the change in ownership and has enclosed computer-generated reports for your records. Water Rights 65-585 and 65-587 were not processed due to non support of ownership in documents submitted the Department.

Please note, water rights 65-586 (split 65-23507) and 65-7094 was leased to the Water Supply Bank (bank) on January 9, 2004. In accordance with the bank lease acceptance, the lessor or current right holder (right holder) may not use the rights while it is in the bank, even if the right(s) is not rented from the bank. The right(s) will remain in the bank until "**Indefinitely**", unless released earlier by the Water Resource Board or upon request by the right holder. To reduce the term of the lease, the right holder must submit a written request to the department. The department will verify if the right is rented or available for release, and notify the right holder of the release date.

Updating the ownership record for a water right does not reconfirm the validity of the right. When processing an ownership change notice, the department does not review the history of water use to determine if the right has been forfeited through five years or more of non-use. To read more about water right forfeiture, including how to protect a water right from forfeiture, please see Sections 42-222 and 42-223, Idaho Code.

Also, please note that Section 42-248, Idaho Code, requires you or the owner of this water right to maintain current ownership and address records on file with the department. Forms to file a change of ownership of a water right and/or a change in the address of the water right owner are available from any department office, or at the department's website at: www.idwr.idaho.gov.

Please feel free to contact this office if you have any questions regarding this matter.

Sincerely,

A handwritten signature in black ink that reads "Danni M. Smith". The signature is written in a cursive, flowing style.

Danni M. Smith
Technical Specialist 2

Enclosure

cc: Shelley M. Davis, Barker Rosholt & Simpson LLP
Boise Cascade Corrugated Containers
Bruce M. Smith, Moore Smith Buxton & Turcke