



State of Idaho

DEPARTMENT OF WATER RESOURCES

Western Region, 2735 Airport Way • Boise, Idaho 83705-5082

Phone: (208) 334-2190 • Fax: (208) 334-2348 • Web Site: www.idwr.idaho.gov

C. L. "BUTCH" OTTER
Governor

GARY SPACKMAN
Interim Director

June 26, 2012

JIM STOCKHAUSEN
NW BEND REAL ESTATE HOLDINGS TEN MILE CREEK LLC
4675 MACARTHUR CT STE 1550
NEWPORT BEACH CA 92660

RE: Notice of Security Interest for Water Right No's: 63-3242, 63-32040.

Dear Party Holding Security Interest:

The Department of Water Resources acknowledges receipt of correspondence adding security interest of the above referenced water rights to you. The department has modified its records to reflect the change in security interest and has enclosed a computer-generated report for your records.

We received two Notices of Security Interests with the correct fees. One notice shows Bank of the Cascades conveying its security interest to NW Bend LLC. The second notice shows NW Bend LLC conveying its security interest to NW Bend Real Estate Holdings Ten Mile Creek LLC. Since the Department will only be updating the records for the current security interest holder, we will request a refund in the amount of \$50.00.

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.

Please note that as of July 1, 1996, water right owners are required to report any change of water right ownership and any change of mailing address of the owner of a water right to the department. Notice of the change must be provided to the department within 120 days of the change. Change reporting forms are available from any office of the department or online at www.idwr.idaho.gov.

Thank you for your patience and cooperation. Please feel free to contact this office if you have any questions regarding this matter.

Sincerely,

A handwritten signature in black ink that reads "Rachel Sommer." The signature is written in a cursive style with a large initial 'R' and a trailing period.

Rachel Sommer
Office Specialist II
Western Region

Enclosures

Cc: Carole E Brock, Ball Janik.