



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

March 22, 2012

C. L. "BUTCH" OTTER
Governor

SNAKE RIVER DAIRIES LLC
15188 S CAN ADA RD
MELBA ID 83641

GARY SPACKMAN
Interim Director

RE: APPLICATIONS TO LEASE AND RENT WATER RIGHT NO. 63-7270B FROM THE
WATER SUPPLY BANK

Dear Applicants:

The Department of Water Resources received your applications to lease and rent the above-mentioned water right. The offered water right is accepted into the Bank in accordance with the attached Water Supply Bank Lease Acceptance. If you do not agree with the conditions of the Lease Acceptance and would like to withdraw your water right from the Bank, you must contact the Department within thirty (30) days of receipt of this notification. The right will automatically be released on **December 31, 2016**, unless the right is released earlier by the Board, or upon request by the lessor. To change the term of the lease or to release the right from the Bank, submit a written request to the Department prior to the release date.

Enclosed is a Water Supply Bank Rental Agreement for your review and signature. Upon signature and **return** of the original agreement, together with the rental fee, the Department will also sign the original agreement and return an executed copy to you. Execution of the agreement and compliance with the conditions of approval authorize diversion and use of water as provided in the agreement.

The rental fee of \$8,818.60 was calculated based on the current rental rate of \$14.00 per acre-foot times a diversion volume of 629.9 acre-feet. Since you are the lessor and the renter under this agreement, the Department requires that you submit only the 10% administrative fee. Therefore, a rental fee of **\$881.86** must be paid in accordance with the rental agreement. Please send a check made payable to the Idaho Department of Water Resources together with the signed rental agreement, within fourteen (14) days so I can complete the processing. If you would like to terminate the agreement prior to the end of the rental period, you must submit written notice to the Department at least 30 days prior to the fee due date. If you have any questions, please contact me at (208) 287-4907.

Sincerely,

Monica Van Bussum
Sr. Water Resource Agent

Enclosure: Lease Acceptance (copy)
Rental Agreement (original)

c: John Westra – IDWR Western Regional Office
Dylan Lawrence – Moffatt Thomas