



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

August 12, 2011

C. L. "BUTCH" OTTER
Governor

GARY SPACKMAN
Interim Director

TELFORD LANDS LLC
1450 HWY 24
PAUL ID 83347

RE: APPLICATIONS TO LEASE AND RENT WATER RIGHT NO. 36-2416, 36-7002B AND
36-15985 FROM THE WATER SUPPLY BANK

Dear Mr. Telford:

The Department of Water Resources ("Department") received your applications to lease and rent the above-mentioned water rights. The offered water rights are 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 rights from the Bank, you must contact the Department within thirty (30) days of receipt of this notification. The rights will automatically be released on **December 31, 2014**, unless the rights are released earlier by the Board, or upon request. 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 described below, 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 total rental fee of \$683.20 was calculated based on the current rental rate of \$14.00 per acre-foot times a diversion volume of 48.8 acre-feet. Since you are the lessor and the renter under this agreement, the Department requires that you submit only the portion of the total payment to be retained for administrative fees. Therefore, a rental fee of **\$68.32** 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 have any questions, please contact me at (208) 287-4907.

Sincerely,

Monica Van Bussum
Sr. Water Resource Agent

Enclosures: Lease Acceptance (copy) and Rental Agreement (original)

c: Allen Merritt – IDWR Southern Regional Office
Lyle Swank – IDWR Eastern Regional Office
Cindy Yenter – Watermaster, Water District 130
Roger Totten – Watermaster, Water District 34
Robert L. Harris – Holden Kidwell Hahn & Crapo PLLC