



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

May 16, 2011

C. L. "BUTCH" OTTER
Governor

GARY SPACKMAN
Interim Director

TELFORD LANDS LLC
1850 N 1450 W
PAUL ID 83347

RE: WATER SUPPLY BANK LEASE APPLICATIONS FOR WATER RIGHT NOS. 34-618, 34-2330B, 34-7077, 34-7080B, 34-7092, 34-7121A, 34-7121B, 34-7179, 34-12376, 34-13559, 34-13661, 34-13840 AND 34-13842

Dear Applicant:

On November 12, 2009, the Idaho Department of Water Resources (Department) received your application to lease portions of the above-mentioned water rights to the Water Supply Bank (Bank) for an indefinite period. On April 11, 2011, Dan Nelson of the Department sent a letter requesting the following information:

1. Clarification of the portion of the acres for each right being placed into the Bank
2. Clarification of the diversion rate and volume for each right being placed into the Bank
3. A map showing the acres proposed to be idled for the duration of the lease
4. A description of how the combined conditions of the water rights will be met and related to the water rights that will be placed in the Bank and those water rights that will continue to be used.

Additionally, the Water Supply Bank Rules (also known as IDAPA 37.02.03) provide criteria to be considered when determining whether to accept a water right into the Bank. We requested the additional information so we could ensure conformance with the Bank Rules. As of this date, we have received no return correspondence. Therefore, we are returning your applications unprocessed.

If you would still like to offer these rights for lease to the Bank, please submit new lease applications. Application forms and information about the Water Supply Bank are available from the Department's web site at: www.idwr.idaho.gov. Please contact me at (208) 287-4907 if you have any questions.

Sincerely,

Monica Van Bussum
Sr. Water Resource Agent

Enclosure(s): Lease Application(s)

C: Robert L. Harris – Holden Kidwell Hahn & Crapo PLLC