

Block, Darla

From: Ed Squires [ed@hydrologicinc.net]
Sent: Saturday, April 16, 2011 4:28 PM
To: Block, Darla
Cc: charlie.kouba@iib.net
Subject: 4-16-2011 Water Right Permit No. 63-32259
Attachments: _0416162520_001.pdf

Importance: High

Hydro Logic, Inc.

1002 W. Franklin St. Boise, ID 83702 (208) 342-8369 Fax: (208) 342-3100 Cell: (208) 631-6781

April 16, 2011

Ms. Darla Block
Technical Records Specialist
Water Allocation Bureau
Idaho Department of Water Resources
322 E. Front Street
Boise, ID 83720

Re: Water Right Permit No. 63-32259 in the Name of Hendershot Construction, Inc.

Dear Darla,

I am in receipt of your letter dated March 31, 2011 with reference to water right permit No. 63-32259 (attached above). Thank you for noticing me on the needed actions to maintain the water right as viable.

I developed and filed the water right Application for Permit for Hendershot Construction, Inc. in 2006 and still have my file for that water right. Hydro Logic, Inc. (HLI) also did a significant amount of work for Hendershot Construction, Inc. (HCI) in the development of this water right and the associated point of diversion (well). However, we were not paid for our last two invoices (at least a couple of years ago now) and our unconfirmed understanding is that HCI declared bankruptcy and the development property was foreclosed on by Idaho Independent Bank (IIB). HLI was in contact with IIB a few months ago when it needed help securing the ability to sell lots. I indicated to Mr. Charlie Kouba (copied on this transmission) that there were a number of "loose ends" to tie up with respect to the regulatory and water right approvals with various agencies and offered HLI's services because of our familiarity with the project and original filings. IIB has not hired HLI to provide consultation services.

Please know that neither Ed Squires nor HLI are engaged to provide any consulting assistance to the Southshore II Subdivision, Hendershot Construction, Inc., and/or Idaho Independent Bank as concerns water right No. 63-32259. Therefore, do not expect a response, other than this e-mail, from us to your letter. I am concerned that the water right will be allowed to lapse if the notice is sent only to HCI and HLI so I am taking the time to forward this to the only other contact I am aware of in hopes IIB will follow up by contacting IDWR and provide the necessary filings to prove up on the water right. It would be a real shame if the right is allowed to lapse after all of that work by HLI and the Department. Best wishes with this

Sincerely,

Ed Squires
Hydro Logic, Inc.
Certified Water Right Examiner No, 125-11

c: Charles Kouba, Idaho Independent Bank