



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 21, 2011

C. L. "BUTCH" OTTER
Governor

GARY SPACKMAN
Interim Director

SPRING CREEK IDAHO RANCH LLC
PO BOX 4380
KETCHUM ID 83340

RE: APPLICATION TO LEASE AND RENT WATER THROUGH THE WATER SUPPLY BANK; WATER RIGHT NO(S). 37-231A AND 37-233

Dear Renter:

The Department of Water Resources has completed its review of your application to lease and rent the above-mentioned water right numbers through the Water Supply Bank.

The offered 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 right from the Bank, you must contact the Department within thirty (30) days of receipt of this notification. This is a retroactive lease and rental approval, so the right(s) will be considered released from the bank on **December 31, 2010**.

I have enclosed 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.

A rental fee of \$2,353.40 per year was calculated based on the current rental rate of \$14.00 per acre-foot times a combined diversion volume of 168.1 acre-feet. Since you are the lessor, you need to pay the 10% administrative fee of **\$235.34**.

Please send a check made payable to the Idaho Department of Water Resources, together with the signed rental agreement, to my attention within 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

Enclosure – Lease Acceptance and Rental Agreement

c: Allen Merritt – IDWR Southern Regional Office
Zach Latham – Brockway Engineering PLLC