



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

February 23, 2011

C. L. "BUTCH" OTTER
Governor

GARY SPACKMAN
Interim Director

RICHARD L FASSETT
73 E 300 N
RUPERT ID 83350

**RE: WATER SUPPLY BANK LEASE APPLICATION(S)
WATER RIGHT NO(S). 36-7264 and 36-8187**

Dear Applicant:

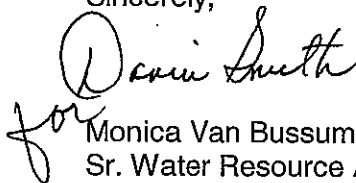
On June 12, 2009, and again on July 6, 2010, the Idaho Department of Water Resources (Department) received your application to lease a portion of the water rights mentioned above to the Water Supply Bank (Bank) for 2009 and 2010. The Department is returning your applications since they were not processed prior to the end of the proposed lease period.

Additionally, a change of ownership processed in November 2010 changed the ownership from you to Grant 4-D Farms. I have copied Grant 4-D Farms on this letter so they are informed of the Bank applications.

Please note the forfeiture period is not tolled unless a right is accepted into the Bank, or unless an exception or defense to forfeiture applies as described under Idaho Code § 42-223.

Please contact me at (208) 287-4907 if you have any questions.

Sincerely,


for Monica Van Bussum
Sr. Water Resource Agent

Enclosure(s): Lease Application(s)

C: Grant 4-D Farms – 706 E 600 N; Rupert ID 83350
Jim Speck – Speck & Aanestad; counsel for Grant 4-D Farms