



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 19, 2010

C. L. "BUTCH" OTTER
Governor

GARY SPACKMAN
Interim Director

DAN STEENSON
RINGERT LAW CHARTERED
455 S 3RD ST
PO BOX 2773
BOISE ID 83701

RE: Water Supply Bank Lease for 02-2209C

Dear Mr. Steenson:

This letter is to confirm elements of our conversation Monday. You expressed an interest, on behalf of your client, in being informed should a multi-year rental application match with your client's lease of 02-2209C to the Water Supply Bank.

First, I need to update you on the status of 02-2209C. 02-2209C was recommended to the SRBA court as disallowed, stating it had been recommended as 02-10208 in the name of your client, Cottonwood Mutual Canal Co ("Cottonwood"). Per change of ownership, 02-10208 was split into 02-10337 (Cottonwood) and 02-10338 (Hagerman Wings Farm LLC). Per another change of ownership, 02-10337 was split into 02-10433 (Cottonwood) and 02-10434 (Casa Del Norte LP). Per another change of ownership, 02-10433 was split into 02-10449 (Cottonwood) and 02-10450 (Idaho Power Co).

For the purposes of recordkeeping, currently 02-10449 is the right leased to the bank in the name of your client. In future correspondence, please refer to 02-10449 as the applicable right number. I will make sure our database is updated, as well.

We will continue processing one-year rentals as usual, but I will take steps to contact you or Mr. Honsinger of your firm should a multi-year rental be a good candidate for your client's lease. I will also place a copy of this letter in files 02-2209C, 02-10208, 02-10337, 02-10433 and 02-10449.

Please contact me at (208) 287-4907 or Monica.vanbussum@idwr.idaho.gov if you have any further questions.

Sincerely,

A handwritten signature in black ink, appearing to read "Monica Van Bussum", with a stylized flourish at the end.

Monica Van Bussum
Sr. Water Resource Agent