



State of Idaho

DEPARTMENT OF WATER RESOURCES

322 East Front Street, P.O. Box 83720, Boise, ID 83720-0098

Phone: (208) 287-4800 Fax: (208) 287-6700 Web Site: www.idwr.idaho.gov.

September 7, 2006

JAMES E. RISCH
Governor

KARL J. DREHER
Director

JR SIMPLOT COMPANY
PO BOX 27
BOISE ID 83707

RE: APPLICATION TO LEASE ALL OF WATER RIGHT NO(S). 61-2162, 61-2163, 61-2165, 61-7170 AND 61-12039 TO THE WATER SUPPLY BANK

Dear Lessor:

The Department of Water Resources ("department") has completed its review of the Application to Sell or Lease Water Right(s) to the Water Supply Bank ("bank"). The offered water right(s) is accepted into the bank in accordance with the attached Water Supply Bank Lease Acceptance.

The right(s) will remain in the bank for an "indefinite" lease term unless the right(s) are released earlier by the Board, or upon request by the lessor. To change the term of the lease or to release the right(s) from the bank, the lessor must submit a request in writing to the department.

Please review the conditions of acceptance listed on the Lease Acceptance, and feel free to contact me if you have questions.

Sincerely,

Noreen Vaughan
Water Allocation Bureau

Encl: 5

c: John Westra— IDWR Western Regional Office