



Rathdrum Power, LLC

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February 10, 2009

Keith Franklin
Senior Water Resources Agent
Idaho Department of Water Resources, Northern Region (IDWR)
7600 Mineral Drive, Suite 100
Coeur d'Alene, Idaho 83815

Re: License No. 95-8924

Dear Mr. Franklin:

We are in receipt of the subject license issued by IDWR on February 2, 2009 to Rathdrum Power LLC ("Rathdrum"). We have reviewed the subject license and have no objections. We appreciate IDWR's professionalism in working with Rathdrum to quantify an accurate annual diversion volume in the subject license that reflects actual power plant water use at the Rathdrum facility. We have instructed our legal counsel to work with IDWR's legal counsel to dismiss the lawsuit challenging the prior license issued in 2008. Thanks again for IDWR's efforts on this matter.

Sincerely

A handwritten signature in cursive script that reads "Gary D. Allard".

Gary Allard