

WA
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RECEIVED
DEC 19 2008
DEPARTMENT OF
WATER RESOURCES

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Martin C. Hendrickson	Judson B. Montgomery	Raymond D. Givens (1917-2008)

December 17, 2008

Aaron Marshall
Water Allocation Bureau
Idaho Department of Water Resources
322 East Front Street
P.O. Box 83720
Boise, ID 83720-0098

Re: *Water Supply Bank Request to Extend Term of Lease - Water Right No. 95-2112*

Dear Aaron:

Enclosed is Bluewater Development, LLC's *Water Supply Bank Request to Extend the Term of Lease* for water right no. 95-2112. Also enclosed for ease of reference is a copy of the *Special Power of Attorney for Water Rights* from Bluewater Development appointing Givens Pursley LLP as its lawful attorneys for the purpose of signing this form.

Please feel free to contact me if you have any questions.

Sincerely,



Christopher H. Meyer

Encl: Board's Water Supply Bank Request to Release or Lease Term Extension Form
cc: John F. Magunson
Erica Buckley

CHM:ch

S:\CLIENTS\8925\1\CHM Ltr to A Marshall re Water Bank Ext.DOC

DEC 19 2008

DEPARTMENT OF
WATER RESOURCES

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES

**BOARD'S WATER SUPPLY BANK
REQUEST TO RELEASE OR LEASE TERM EXTENSION FORM**

The Idaho Department of Water Resources considers this form a statement that the lessor requests a change in the status of a Water Supply Bank ("bank") lease for the water right identified below. Please note, a right will remain in the bank for the accepted lease period unless released earlier by the Water Resources Board or until the lessor submits a request to the department in writing to release the right from the bank. If a water right is currently being rented, the right, or portion thereof, must remain in the bank for the duration of the rental agreement.

Water Right No. 95-2112 Telephone No. 208-667-0100

Name(s) of Lessor: Bluewater Development, LLC

Mailing Address: P.O. Box 230

City: Coeur d'Alene State: Idaho Zip: 83816-2350

REQUEST TO RELEASE A WATER RIGHT FROM THE BANK:

Requested Release Date: _____

Release all or part of the leased portion of the water right: All _____ Part _____

*If releasing only a part of leased portion of the right, please attach a clear description of the portion remaining in the bank.

I (we), the lessor(s) request that the above water right be released from the Water Supply Bank.

Signature of Lessor(s): _____ Title: _____

Date: _____ Title: _____

REQUEST TO EXTEND THE TERM OF LEASE:

Current Expiration Date: 12-31-2008

Requested Expiration Date 12-31-2009

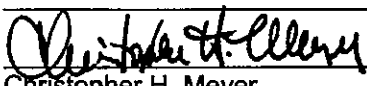
Extend lease term for all or part of the leased portion of the water right:

All X Part _____

*If extending the lease term for only a part of leased portion of the right, please attach a clear description of the portion remaining in the bank.

I (we), the lessor(s) request that the above water right be extended through the date referenced above.

Signature of Lessor(s): _____ Title: _____

Date: 12-17-2008  Title: Via Power of Attorney for Right Holder

Christopher H. Meyer
Givens Pursley LLP

SPECIAL POWER OF ATTORNEY FOR WATER RIGHTS

Bluewater Development, LLC, an Idaho Limited Liability Company, hereby appoints the attorneys of Givens Pursley LLP, 601 West Bannock Street, P.O. Box 2720, Boise, Idaho, 83701 as its true and lawful attorneys for the purpose of signing on its behalf the following forms for submission to the Idaho Department of Water Resources and/or any Idaho court adjudicating these rights:

1. Notice of Claim to a Water Right;
2. Application for Amendment of Permit to Appropriate the Waters of the State of Idaho;
3. Notice of Change of Water Right Ownership;
4. Request for Extension of Time to Provide Additional Time in Which to Submit Proof of Beneficial Use for a Water Right Permit;
5. Notice of Protest;
6. Application for Transfer of a Water Right;
7. Proof of Beneficial Use;
8. Application for Exchange of Water;
9. Application for Extension of Time to Avoid Forfeiture of a Water Right;
10. Application to Sell or Lease a Water Right to the Water Supply Bank;
11. Application for Temporary Approval of a Water Application;
12. Application for Permit to Appropriate the Waters of the State of Idaho;
13. Pleadings submitted to any Idaho court adjudicating the water rights of Bluewater Development, LLC; and
14. Any other document in support or furtherance of any of the above.

In addition, Givens Pursley LLP is hereby given authority to request and obtain aerial photographs, crop records, ownership and financial information, and related information from the U.S. Department of Agriculture Farm Service Agency related to property irrigated by water rights owned by Bluewater Development, LLC.

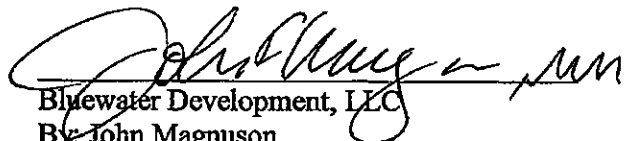
All may rely on such authority. This Special Power of Attorney shall be effective until revoked in writing by Bluewater Development, LLC.

For purposes of the exercise of the powers herein granted, the facsimile signature of said attorneys shall be lawful and binding and any person may rely upon such facsimile signature as if it were an original.

[End of text]

IN WITNESS WHEREOF, Bluewater Development, LLC has executed this Special Power of Attorney effective as of the date noted.

Dated: 11-28-07


Bluewater Development, LLC
By: John Magnuson
Its: Managing Member

ACKNOWLEDGMENT

STATE OF Idaho
County of Kootenai) ss.

On this 28th day of November, 2007, before me, a Notary Public in and for the State of Idaho, personally appeared John F. Magnuson, known or identified to me to be the member of the limited liability company that executed the instrument or the person who executed the instrument on behalf of said limited liability company, and acknowledged to me that such limited liability company executed the same.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal the day and year in this certificate first above written.



Stephanie Belden
Notary Public for Idaho
Residing at Coeur d'Alene
My Commission expires 3/8/2010