



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

December 30, 2008

C. L. "BUTCH" OTTER
Governor

DAVID R. TUTHILL, JR.
Director

BLUEWATER DEVELOPMENT LLC
PO BOX 2350
COEUR D ALENE ID 83816-2350

RE: APPLICATION TO LEASE WATER RIGHT NO. 95-2200 TO THE WATER SUPPLY
BANK AND LEASE TERM EXTENSION FOR WATER RIGHT NO. 95-2112

Dear Lessor:

The Department of Water Resources ("Department") has completed its review of the application to lease water right 95-2200 to the Idaho Water Resource Board's ("Board") Water Supply Bank ("Bank"). Water right 95-2200 is accepted into the Bank in accordance with the attached Water Supply Bank Lease Acceptance. If you do not agree with the conditions of the Lease Acceptance and would like to withdraw your water right from the Bank, you must contact the Department within thirty (30) days of receipt of this notification. The right will be automatically released from the Bank on **December 31, 2009**, unless the right is released earlier by the Board or upon request by the lessor.

Also, per your request dated December 17, 2008, the Department will retain water right 95-2112 in the Bank. The right will be automatically released from the Bank on **December 31, 2009**, unless the right is 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 prior to the release date.

Please review the conditions of acceptance listed on the Lease Acceptance and contact me if you have any questions at (208) 287-4943.

Sincerely,

Aaron Marshall
Water Allocation Bureau

Enclosure(s)

c: Bob Haynes – IDWR Northern Regional Office
John Marshall – Givens Pursley LLP
Chris Meyer – Givens Pursley LLP