



MAY 06 2005

DEPARTMENT OF
WATER RESOURCES

May 3, 2005

Cynthia Bridge-Clark
Idaho Department of Water Resources
1301 North Orchard Street
Boise, ID 83706

Subject: Application to Rent Water from the State Water Supply Bank

Dear Cynthia:

On behalf of Sorrento Lactalis, Inc., I am pleased to submit the enclosed application to rent 250 acre feet of Basin 63 groundwater from the State Water Supply Bank. The application proposes leasing the water during the 2005 calendar year at the current rental rate.

The rental for 2005 will cover potential water use prior to approval of a pending water right permit by Sorrento.

We will deliver a check for the water rental as soon as the rental application is approved. In the meantime, please contact me with any questions.

Sincerely,

Terry M. Scanlan, P.E., P.G.

Cc: Dusty Galliher
Mike Creamer