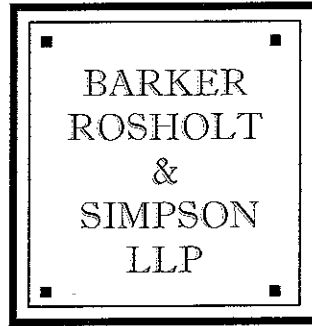


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May 10, 2007

Ms. Diana Ball
Idaho Department of Water Resources
P.O. Box 83720
Boise, Idaho 83720-0098

uA
RECEIVED

MAY 11 2007

**DEPARTMENT OF
WATER RESOURCES**

**Re: 2007 Water Bank Lease Rental Agreement / 2008-21012 Applications
Blue Lakes Country Club (BLCC)**

Dear Ms. Ball:

Please find enclosed the following documents that have been executed by Blue Lakes Country Club's President, Shawna Obenchain:

- 1) 2007 Water Supply Bank Rental Agreement
- 2) Application to Lease a Water Right to the Water Supply Bank (2008-2012)
- 3) Application to Rent Water from the Water Supply Bank (2008-2012)

I have also enclosed a check for the administrative fee (\$61.60) for this year's rental agreement. As for the applications regarding the proposed lease for 2008-2012 it is my understanding that Board approval will be required. Please advise as to the next steps in processing. If you need any additional information from BLCC or have any questions, please call me at 733-0700.

Sincerely,

BARKER ROSHOLT & SIMPSON LLP

Travis L. Thompson

Enc.

cc: Michael Collins, General Manager (BLCC)