



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

June 22, 2007

C. L. "BUTCH" OTTER
Governor

DAVID R. TUTHILL, JR.
Interim Director

J G SCHWARZ
6000 BIG WILLOW RD
PAYETTE ID 83661

RE: Water Right Permit 65-22979

Dear Mr. Schwarz:

I am writing to confirm our telephone conversation yesterday regarding the above referenced water right and your 06-09-2007 letter to Manual Rauhut of our Resource Protection Bureau, Dam Safety Section. Manual brought the letter to my attention because they don't have any pending applications requiring action for the reservoir facility associated with this water right permit.

The water right permit was approved 02-07-2006 authorizing the development of an additional 740.0 acre-feet of storage water to be used in connection with existing rights 65-7136 and 65-7603 for the irrigation of 840.0 acres.

The permit included a condition that required the commencement of project construction within one year. Your explanation regarding additional work necessary for the stability of the canal prior to working on the storage facility is sufficient explanation for delay, and can be considered work on the overall project. Proof of Beneficial Use is due on 02-01-2011. You will be contacted 60 days prior to that date and supplied the necessary forms to complete this step verifying the extent of project development.

Your letter will be placed in the water right file along with a copy of this letter to document our discussion. If you require additional information regarding this matter, please call me directly at (208) 287-4951, e-mail me at pam.skaggs@idwr.idaho.gov or contact me by mail, and I will be happy to assist you.

Sincerely,

Pamela S. Skaggs
Water Rights Supervisor