

**SPF**

Water Engineering, LLC
water resource consultants

May 5, 2007

Dan Nelson
Idaho Department of Water Resources
2735 Airport Way
Boise, ID 83705

Subject: Bonnie Laura Water Corporation – 65-7143

Dear Dan:

As a follow-up to our conversation in March regarding ownership of water right 65-7143, I have enclosed a copy of the Articles of Incorporation for Bonnie Laura Water Corporation. Article III describes the purposes of the corporation, which include owning water rights.

Please contact me if there is any additional information required to change the name of the water right owner from "Bonnie Laura Subdivision" to "Bonnie Laura Water Corporation".

Sincerely,

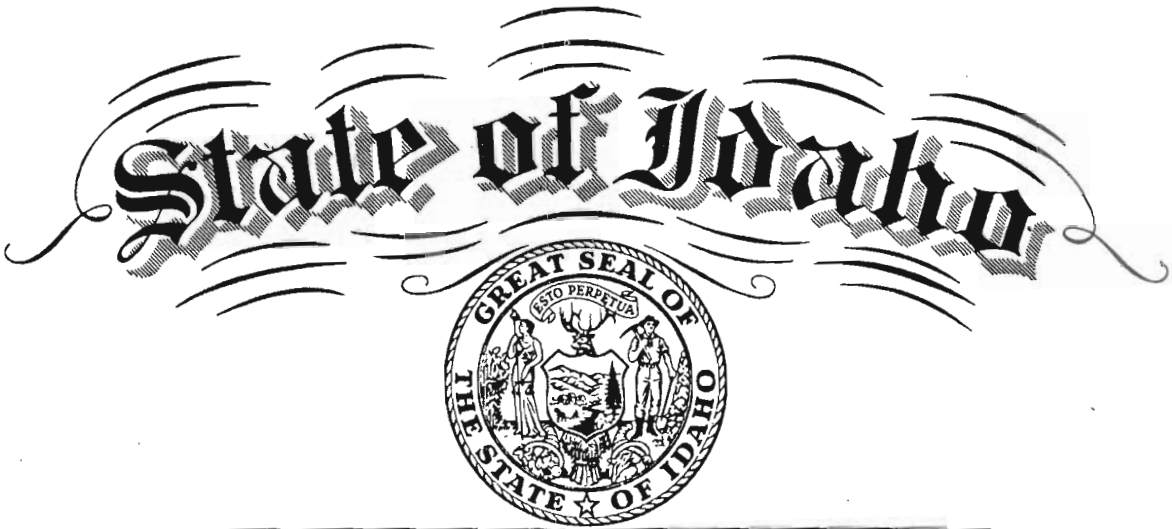
Terry M. Scanlan, P.E.

Cc: Charles McLaren – Water System Operator, Bonnie Laura Water Corporation

RECEIVED

MAY 08 2007

**WATER RESOURCES
WESTERN REGION**



Department of State.

CERTIFICATE OF INCORPORATION

I, PETE T. CENARRUSA, Secretary of State of the State of Idaho, and legal custodian of the corporation records of the State of Idaho, do hereby certify that the original of the articles of incorporation of

BONNIE LAURA WATER CORPORATION

was filed in the office of the Secretary of State on the 18th day of July A.D., One Thousand Nine Hundred seventy-five and duly recorded on ~~Film~~ microfilm of Record of Domestic Corporations, of the State of Idaho, and that the said articles contain the statement of facts required by Section 30-103, Idaho Code.

I FURTHER CERTIFY, That the persons executing the articles and their associates and successors are hereby constituted a corporation, by the name hereinbefore stated, for al Existence from the date hereof, with its registered office in this State located at Emmett, Idaho in the County of Gem

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the Great Seal of the State. Done at Boise City, the Capital of Idaho, this 18th day of July, A.D., 19 75.

Pete T. Cenarrusa
Secretary of State.

Corporation Clerk.

ARTICLES OF INCORPORATION

BONNIE LAURA WATER CORPORATION (Non-profit Corporation)

KNOWN ALL MEN BY THESE PRESENTS: That we, the undersigned persons, all of whom are citizens of the United States of America and of full age, have this day voluntarily associated ourselves together for the purpose of forming a non-profit corporation without capital stock, under the pursuant to Title 30, Section 30-117A of the laws of the State of Idaho, and that we do hereby make, acknowledge and declare the following to be our Articles of Incorporation.

ARTICLE I

The name of this corporation shall be Bonnie Laura Water Corporation.

ARTICLE II

This corporation is a non-profit corporation, and shall have no capital stock; and no dividends or pecuniary profits shall be declared to the members thereof.

ARTICLE III

The objects and purposes for which this corporation is formed are as follows:

1. To acquire and own real estate and personal property, including water rights, water lines, mains, easements, pumps, pumping fixtures and equipment, water licenses and permits, franchises, and any other property items or effect that may become instrumental for the purposes of which the corporation is organized.
2. To supervise, manage, distribute, control and supply water to the members of the corporation, and to acquire, maintain control, expand, improve and repair water sources and systems and conduct all business necessary or instrumental to the same.
3. To make assessments and charges to members for water and water system appurtenances furnished in connection therewith, and which assessments and charges shall be dispursed by the corporation only in payment for expenses of such water system and water system appurtenances.
4. To perform any lawful act necessary to the acquisition, ownership, maintenances, and expansion of water system or systems, and the distribution of water, and any other lawful act necessary or advisable in the furtherance of the corporation.

ARTICLE IV

The location and post office address of the registered office and principal place of business of said corporation shall be Rt. 2 Box 266-6 Emmett, Gem County, Idaho.

ARTICLE V

The duration of this corporation shall be perpetual.

ARTICLE VI

Each owner of an improved property in any residential subdivision which shall be served by the water system or systems of the corporation shall be eligible for membership in the corporation. Such membership shall at all times be identified with the owner of the improved property or improved properties and no membership shall be subject or conditioned upon approval of the Board of Directors or other members. There shall be one voting right for each improved property served by the system and owned by the members, whether owned in community, jointly or separately. Voting rights and membership and continuation thereof shall be dependent upon the ownership of an improved property served by a water system of the corporation and there can be no expulsion of a member or cancellation of voting rights of such member so long as he is so qualified.

Voting may be by proxy in writing, dated and signed by a member; provided, however, no such proxy shall be valid beyond eleven (11) months after its execution, nor binding upon a transferee of an improved property from the person executing such proxy.

ARTICLE VII

Assessments and charges of the corporation shall be made as to each improved property owned by a member and in the event of the failure of a member to pay assessments and charges, the corporation may suspend water service to such improved property during the time any assessment or charge is unpaid following due date thereof. Upon payment of any delinquent assessment or charge, together with a reasonable charge for termination and restoring service, water service must be promptly restored.

Unpaid assessments or charges, including reasonable charges for terminating and restoring service if service has been terminated, must be paid by a transferee of a membership or a member acquiring another improved property, and unless so paid, service may be suspended or if suspended, such suspension shall continue as above provided.

ARTICLE VIII

Nothing in these Articles shall be construed as restricting the ownership of improved properties and no provision shall be made in the Bylaws of the corporation which shall so restrict ownership.

ARTICLE IX

The corporation shall not lease any real or personal property from other person.

ARTICLE X

The foregoing Articles of this corporation and this Article, being Articles number I through X inclusive, cannot be changed prior to three years from the date of incorporation without the approval of the Federal Housing Administration and thereafter the same may be changed only by an affirmative vote with two-thirds (2/3) of all eligible votes.

ARTICLE XI

Bylaws not inconsistent with the Articles of Incorporation may be adopted, altered, amended or repealed at any regular meeting of the members, or at any special meeting of the members of the corporation called for that purpose, by the affirmative vote of two-thirds (2/3) of the members present at such meeting; provided, however, a quorum, which shall be a majority of the eligible votes, shall be present through members and proxy.

ARTICLE XII

The business of this Association shall be managed by a Board of Directors of not less than three nor more than nine directors, the number, qualification, terms of office, manner of election, powers and duties of such directors shall be such as may be prescribed by law, these articles and such bylaws as may from time to time be in force.

ARTICLE XIII

The following named persons shall serve as a Board of Directors until their successors are duly elected and qualified, to-wit:

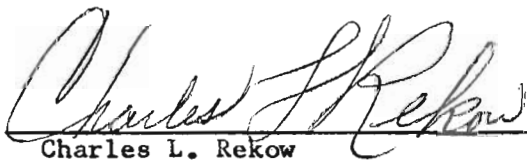
Charles L. Rekow Rt. 2 Box 266-6 Emmett, Idaho

Kim Hartnett Rt. 2 Emmett, Idaho

Mike Cooper Rt. 2 Emmett, Idaho

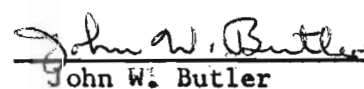
John W. Butler Rt. 2 Box 266-11 Emmett, Idaho

IN WITNESS WHEREOF, the undersigned set their hands and seals
this 16th day of July, 1975.


Charles L. Rekow


Kim Hartnett


Mike Cooper


John W. Butler

ENTERED

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CERTIFICATE OF APPOINTMENT
OF REGISTERED AGENT

RECEIVED

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KNOW ALL MEN BY THESE PRESENTS:

That Bonnie Laura Water Corporation SECRETARY OF
(Name of Corporation) STATE

an Idaho corporation, pursuant to section 30-1-12, **Idaho Code**, and by authority of its Board of Directors, does

hereby appoint Charles L. Rekow
(Name of Registered Agent)

of 1029 Lilac Lane Emmett, Idaho as its
(street address) (city)

Registered Agent in the State of Idaho, upon whom process issued by authority of or under any law of the State of Idaho may be served.

IN WITNESS WHEREOF the corporation has caused this certificate to be executed and verified by its
President (or Vice-President) on this 27th day of June, 1979.

Bonnie Laura Water Corporation
(Name of Corporation)

By Charles L. Rekow
(President or Vice-President)

President
(Title)

STATE OF Idaho }
County of Gem } ss.

Subscribed and sworn to before me this 27th day of June, 1979.

IN WITNESS WHEREOF, I have hereunto set my hand and
~~affixed my seal.~~

Sam H. Gorman
Notary Public Idaho
(Title)