



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

April 3, 2007

C. L. "BUTCH" OTTER
Governor

DAVID R. TUTHILL, JR.
Interim Director

HEATHER HORTON FLYNN
PO BOX 72
HAILEY ID 83333

**RE: APPLICATION TO LEASE ALL OR PART OF WATER RIGHT NO(S).
34-13860 AND 34-13862 TO THE WATER SUPPLY BANK**

Dear Ms Flynn:

The Department of Water Resources ("department") has completed its review of the Application to Sell or Lease A Water Right to the Water Supply Bank ("bank"). The offered water right(s) are accepted into the bank in accordance with the attached Water Supply Bank Lease Acceptances.

The right(s) will remain in the bank for an "indefinite" lease term, unless the right(s) are 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.

Please review the conditions of acceptance listed on the Lease Acceptances, and feel free to contact me if you have questions.

Sincerely,

Diana L. Ball
Water Allocation Bureau

Encl: 2

c: Lyle Swank – IDWR Eastern Regional Office
Bob Schafer – Watermaster
Jim Speck – Speck & Aanestad