

FOR OFFICE USE ONLY
Amt. of Fee \$: 50.00
Receipt No. N018076
Date Received: 12/18/06

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES

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IDWR/North

PROOF OF BENEFICIAL USE

The Idaho Department of Water Resources considers this form a statement that the permit holder(s) has/have completed all development that will occur under this permit and that water has been applied according to the provisions of the permit for the beneficial use(s) described below. This form must be accompanied by a license examination fee, when necessary, or be accompanied by a completed field examination report prepared by a certified water right examiner.

1. Permit No. 96-09072 Telephone No. (208) 263-9806
2. Name of Permit Holder(s): Spines Water Co.
3. Mailing Address: 206 N. 4th Ave. Suite 177
City Sandpoint State ID Zip 83864
4. Source of Water: Groundwater If **GROUNDWATER** (well), Date Drilled: mo. August / yr. 2002
Well Driller: United Drilling Inc. Drilling Permit Number: 783922
5. Use(s) (as authorized by the water right permit):

Domestic (No. of households): _____ Stockwater (No. and type of stock): _____

Irrigation (No. of acres): _____ Other: Municipal

6. Total rate of diversion and/or volume for which proof is submitted: 0.09 cfs OR _____ acre-feet

7. Measuring Device Requirement: (refer to the approval conditions on your permit and respond accordingly)
(This question is not optional. Please check either yes or no. Proofs returned not checked accordingly, will be considered incomplete)

Measuring Device: Is a measuring device required?

Yes X or No _____

Has the measuring device been installed?

Yes X or No _____

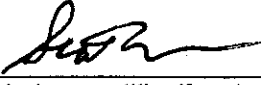
8. Fee Enclosed: \$ 50.00 (See Fee Schedule on back of the instructions for filing proof of beneficial use)

9. Person to contact to accompany the Department representative during field examination of the water system.

Name: Bob Hansen Telephone Number: (208) 265-4270

Address: 67 Wild Horse Trail, Sandpoint, ID 83864

10. The information given on this form is my true statement of the extent to which the above numbered permit has been developed and water has been diverted. I agree to relinquish any undeveloped portion of the permit to the State of Idaho.

Signature of permit holder:  Date: 12/1/06
(include your title, if on behalf of company or organization)

Scott G. McNee, Project Engineer
Toothman-Orton Engineering
a.b.o. Spines Water Co.