



State of Idaho

DEPARTMENT OF WATER RESOURCES

322 East Front Street, P.O. Box 83720, Boise, ID 83720-0098

Phone: (208) 287-4800 Fax: (208) 287-6700 Web Site: www.idwr.idaho.gov

MAY 19, 2006

DIRK KEMPTHORNE
Governor

KARL J. DREHER
Director

HERB AND MARY ALLEN
734 GOLF COURSE ROAD
JEROME ID 83338

**RE: APPLICATION TO LEASE ALL OR PART OF WATER RIGHT NO(S).
36-8523 TO THE WATER SUPPLY BANK**

Dear Lessor:

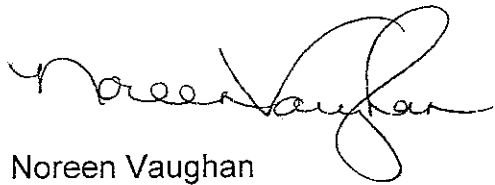
The Department of Water Resources ("department") has completed its review of the Application to Sell or Lease Water Right(s) to the Water Supply Bank ("bank"). The offered water right(s) is accepted into the bank in accordance with the attached Water Supply Bank Lease Acceptance.

In accordance with your request to extend the term of the lease, received May 12, 2006, the right(s) will automatically be released from the bank on **December 31, 2006**, 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 prior to the release date.

Enclosed is a copy of the Internal Revenue Service Request for Taxpayer Identification and Certification, Form W-9. The department is required to file an information return with the Internal Revenue Service ("IRS") for all payments issued for water rented from the bank. Payments for the rental of a water right or a part thereof cannot be issued to the lessor unless the department has received a completed IRS W-9 form.

Additionally, documentation of authority to receive payment must be submitted if the name provided on the W-9 form does not match the name of the lessor. The address associated with the water right leased to the bank will be updated in the department database to the address provided on the W-9 form unless otherwise requested by the lessor. If you no longer have an interest in the water right, please contact the department. Return this form and any additional documentation to my attention.

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

A handwritten signature in black ink, appearing to read "Noreen Vaughan". The signature is fluid and cursive, with a large loop at the end.

Noreen Vaughan
Water Allocation Bureau

Encl: 2

c: Allen Merritt – IDWR Southern Regional Office
Cindy Yenter – Watermaster