

Moffatt Thomas

MOFFATT THOMAS BARRETT ROCK & FIELDS, CHTD.

Eugene C. Thomas
John W. Barrett
R. B. Rock
Richard C. Fields
Robert E. Bakes
John S. Simko
John C. Ward
D. James Manning
Gary T. Dance
Larry C. Hunter
Randall A. Peterman
Mark S. Prusynski
Stephen R. Thomas
Glenna M. Christensen
Gerald T. Husch
Scott L. Campbell

Robert B. Burns
James C. Dale
Michael E. Thomas
Patricia M. Olsson
James C. deGlee
Bradley J. Williams
Lee Radford
Michael O. Roe
David S. Jensen
James L. Martin
C. Clayton Gill
David P. Gardner
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Angela Schaer Kaufmann
Michael W. McGreaham

Kimberly D. Evans Ross
Jon A. Stenquist
Eric M. Barzee
Valerie N. Charles
Bradley J. Dixon
Jason G. Murray
Mark C. Peterson
Andrew J. Waldera
Tyler J. Anderson
Russell G. Metcalf

Morgan W. Richards, *of counsel*

Willis C. Moffatt, 1907-1980
Kirk R. Helvie, 1956-2003

RECEIVED

MAY 17 2005

DEPARTMENT OF
WATER RESOURCES

Boise
Idaho Falls
Pocatello
Twin Falls

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May 13, 2005

Kari Lynn Townsend
Idaho Department of Water Resources
P.O. Box 83720
Boise, Idaho 83720-0098

Re: KeyBank/Young & Young - Perfection of Water Right Security Interest
MTBR&F File No. 18-794.105

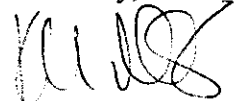
Dear Ms. Townsend:

As you recall, in the last several weeks we spoke about our client, KeyBank, perfecting its interest in 111 water rights held by Steve, Maria and Roy Young, as well as several of their business entities.

We have now obtained the fully executed mortgages and have enclosed those along with an executed Notice of Security Interest in a Water Right and list of rights subject to KeyBank's security interest. I am also enclosing a check in the amount of \$2775 as payment for the perfection of KeyBank's interest in the water rights. I trust that we will receive some acknowledgment of proper perfection of these water rights after you have been able to complete this process. If this is not the case, please let me know. I have requested that the Youngs work with your to file their notice of ownership changes impacting the names on certain water rights.

Thank you for your assistance in this matter. If you have any questions or concerns regarding this matter, please feel free to contact me.

Sincerely,



Keri A. Moody
Paralegal

/kad

Enclosures

cc: W. Lee Bean (w/o enclosures)