



State of Idaho

DEPARTMENT OF WATER RESOURCES

1301 North Orchard Street, Boise, ID 83706 - P.O. Box 83720, Boise, ID 83720-0098
Phone: (208) 327-7900 Fax: (208) 327-7866 Web Site: www.idwr.state.id.us

August 31, 2004

DIRK KEMPTHORNE
Governor

KARL J. DREHER
Director

STERLING LANDSCAPE COMPANY
1081 N MITCHELL ST
BOISE, ID 83704

**RE: LEASE OF WATER RIGHT NO(S). 63-10029 TO THE WATER SUPPLY
BANK. SUBMITTAL OF IRS W-9 FORM.**

Dear Mr. Sterling:

The department received your letter, dated, August 20, 2004, requesting that the lease term be changed to an indefinite period of time. In accordance with your request, the Department will retain the water right number(s) referenced above in Water Supply Bank for an "indefinite" lease term unless the rights are released earlier by the Water Resource 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.

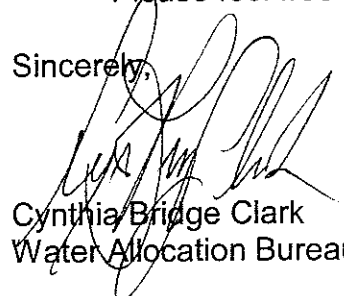
As we discussed over the telephone on August 19, 2004, a portion of the right referenced above is rented from the bank until November 1, 2005 based on your recognition that the right will remain leased to the bank through 2005. This letter is notice that the rented portion cannot be removed from the bank until the rental agreement has expired.

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 to 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 feel free to contact me if you have any questions.

Sincerely,



Cynthia Bridge Clark
Water Allocation Bureau

Encl: 1

c: IDWR Regional Office