

South Elmore Irrigation Co., Inc.

P.O. BOX 396
MTN. HOME, ID. 83647

Phone 208-587-9640 Chris
Fax 208-587-3460

September 13, 2002

RECEIVED

SEP 16 2002

Department of Water Resources

State of Idaho
Department of Water Resources
Attn: Cynthia Bridget Clark
PO Box 83720
Boise, Id. 83720

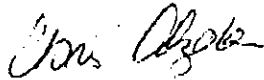
Re: Payment schedule for rental water

Dear Cynthia,

This is to notify you of South Elmore Irrigation Co., Inc. decision of payment schedule option for rental of water from the water supply bank. The president and secretary for South Elmore have voted to accept option #2 of payment options outlined in your letter dated 9-5-02. Preferred payments would be 75% as soon as possible/ no later than December 31, 2002 and remaining 25% payment to be made January 1, 2003.

If you have any questions, please call me.

Thank You,



Chris Alzola
Bkpr. for South Elmore Irrigation

P.S. If you need original sent to you, let me know.

Thank,

Chris

580-3581 work