

CENTERVILLE WATER SYSTEM, INC.

P. O. BOX 182, IDAHO CITY, IDAHO 83631

April 7, 2004

Lori Graves
IDWR Western Region
2735 Airport Way
Boise, ID 83705

Re: Transfer for Water Right No. 63-15227

Dear Ms. Graves:

Pursuant to your request, the following is provided to inform you as to how Centerville Water System, Inc. ("Centerville") operates its water system to ensure that its decreed allotment of 79.5 irrigated acres under water right no. 63-15227 is not exceeded. Centerville issues shares for use of its water right. Each share is equivalent to one-half acre of irrigated land. The shares issued by Centerville under this water right, therefore, will not exceed 159 shares. After the above-referenced transfer is approved by IDWR, the Board of Director's for Centerville will be in a position to evaluate and approve transfers of shares within its generally described place of use. Because each share represents a right to irrigate only one-half acre of land, the transfer of shares within the generally described place of use will not cause an enlargement of the number of irrigated acres authorized to be irrigated under water right no. 63-15227. The transfer of shares will simply provide an effective means by which the Board can trace the location of irrigated acres within its generally described place of use.

Sincerely,
CENTERVILLE WATER SYSTEM, INC.

Lorraine SEVERNS

Lorraine Severns
President

SCANNED
MAY 11 2004