DEPARTMENTOR WATERPESOURCES

WD/70 46

IAMES R. BENNETTS Attorney At Law

P.O. Box 36 Challis, Idaho 83226-0036 Telephone (208) 879-4488 Fax (208) 879-4248

April 23, 2007

IDAHO DEPARTMENT OF WATER RESOURCES ATTN: TIM LUKE PO BOX 83720 BOISE ID 83270-0098

> Re: Water Measuring Devices-Stanharrah, a Nevada Corporation

Dear Tim:

This letter is in response to your request for a status update concerning the above issue from all water users in the new Water District No. 170 prior to June 1, 2007.

Subsequent to the April 6th District 170 Workshop in Stanley, our maintenance supervisor, John Varadi, visited with the district water master, Nick Miller. Considering the fact that our rights are based on underground sources primarily used for domestic and commercial purposes, it was determined that we should gather as much data as we could in regard to pump sizes, power usage and the like in order that John and Nick might be able to sort through the available data for the purpose of arriving at a cost effective system of estimating or determining the gallon age used.

I believe that John and Nick are in communication regarding the follow up with this process.

Do not hesitate to contact me with any questions or concerns.

Very truly yours,

JRB:mlb

Nick Miller Cc:

Al Pagni for the Stanharrah Trustees

John Ballance John Varadi