Allen Derr

Attorney and Counselor at Law Imperial Plaza Suite 8 – 1st Floor 200 North 3rd Street P.O. Box 1006 Boise, Idaho 83701-1006 Telephone (208) 342-2674 1-800-813-5169 Fax (208) 342-2676

RECEIVED

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WATER RESOURCES WESTERN REGION

July 26, 1996

Water District 65 102 North Main Street Payette, Idaho 83661

Attention: Mr. Mark Limbaugh, Watermaster

Dear Mr. Limbaugh:

The officers of Sylvan Beach Mutual Corporation are having a very difficult time figuring out why you are even bothering to correspond with us.

We are not water users on the Payette River.

Our basic water rights are from Sylvan Creek and Wagon Wheel Creek in Valley County, both of which empty into the Big Payette Lake.

We do have a water right to pump water from the Payette Lake.

The only way you could say that we were in any way relying upon the Payette River would be North of Big Payette Lake, which feeds the lake, and which I doubt you have any thing to do with.

Sincerely

ALLEN R. DERR

ARD/aw

cc: Mr. Jimmy Donald

Mr. Carl Shaver