

State of Idaho

DEPARTMENT OF WATER RESOURCES

322 East Front Street, P.O. Box 83720, Boise, ID 83720-0098 Phone: (208) 287-4800 Fax: (208) 287-6700 Web Site: www.idwr.idaho.gov.

September 5, 2006

JAMES E. RISCH Governor KARL J. DREHER Director

J. Dee May May, Sudweeks & Browning, LLP 516 Hansen Street East P. O. Box 1846 Twin Falls, ID 83303

VIA EMAIL AND FIRST CLASS MAIL

Re: Distribution of Water to Water Rights Nos. 36-02551, 36-07694, and 36-15501

Dear Mr. May:

I have received your letter dated August 31, 2006, sent to me on behalf of Rangen, Inc. renewing Rangen's request for water rights administration in accordance with Idaho law. This letter is provided in response to your August 31 letter and to inform you that I am preparing to issue a third amended order regarding the distribution of water to Rangen's water rights. I intend to timely issue this order unless the Idaho Supreme Court grants a stay pending appeal of Judge Wood's order and judgment dated June 2 and June 30, 2006, respectively.

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Director

c: Wayne Courtney – Rangen, Inc.
Cindy Yenter – Water District No. 130 Watermaster
Ernie Carlson – Water District No. 120 Watermaster
Frank Irwin – Water District No. 36A Watermaster
Tim Luke – Idaho Dept. of Water Resources
Lynn Tominaga – Idaho Ground Water Appropriators, Inc.