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Department of Water Resources
Eastern Region

January 17, 2012

James Cefalo
Water Resources Program Manager
IDWR-Eastern Region
900 North Skyline Drive Suite A
Idaho Falls, ID 83402-1718

RE: Transfer applications 74658 (13-681A), 74659 (13-679)
Withdrawal of Protest

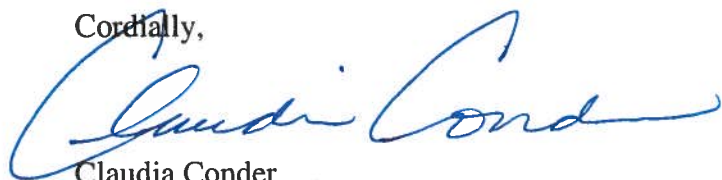
Dear Mr. Cefalo,

PacifiCorp appreciates the opportunity to discuss further the above referenced transfer applications with you and the applicants' representative. It has been important to PacifiCorp to more fully understand the applications and verify what each is trying to accomplish. Both you and T.J. Budge have provided additional information beyond what was in the submissions that were important in this effort.

PacifiCorp agrees to withdraw its protest of the transfers conditioned upon the department placing limitations on each one as you have stated in your earlier correspondence. Specifically, that #74658 (13-681A) be limited to 95 acres of irrigation and that #74659 (13-679) be limited to 80 acres of irrigation within their respective permissible place(s) of use. Also, since Mr. Smith is no longer the owner of either of these water rights, I would encourage the ownership records be updated for the state's records and thusly for the public records.

Thank you for your help in this matter. If you have any questions, please contact me at 801-220-2252 or by e-mail at Claudia.Conder@PacifiCorp.com

Cordially,



Claudia Conder
Water Rights Administrator

CC: T.J. Budge, Racine OlsonNye Budge & Bailey