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*Rec'd this date
w/ transfer appl. →*

February 22, 2006

Mr. Steve Lester
Idaho Department of Water Resources
2735 Airport Way
Boise, Idaho 83705-5082

RE: Application for Transfer and Drilling Permit

Dear Mr. Lester,

Enclosed, please find an Application for Transfer in the name of Charles and/or Janice DeGroot. The Application for Transfer seeks a new Point of Diversion for an existing dairy in Canyon County and rearranges the place of use for stockwater and irrigation.

The applicant included \$570 for the transfer filing fee. The applicant is also seeking a drilling permit and that \$200 filing fee is also included.

Please note that I will be working with Rob Whitney to obtain a drilling permit for the DeGroot's that will likely be conditioned on the approval of this transfer along with some other limits.

Once the SRBA completes Canyon County and transfer processing resumes, this particular transfer may fall within the scope of the new 42-222 language. The new language offers that for applications that propose a change in Point of Diversion or Place of Use in a manner that does not change the effect on the source or affect other water users, it can be advertised at the Director's discretion. If this transfer fits this criteria, I would like to request that this transfer be processed under this new streamlined approach.

Please call if you have any questions or comments.

Regards,

Steven R. Hannula