



ERO Resources Corp.
3314 Grace Street
Boise, ID 83703-5836
(208) 373-7983
Fax: 373-7985
Denver • Boise • Durango
www.eroresources.com
eroboise@eroresources.com

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WATER RESOURCES
WESTERN REGION

February 21, 2006

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

RE: Application for Transfer

Dear Mr. Lester,

Enclosed, please find an Application for Transfer in the name of Broken Arrow Farms Inc. The Application for Transfer seeks a new Point of Diversion for a farm in south Elmore County.

The applicant is seeking a drilling permit as quickly as possible to be prepared for the upcoming irrigation season. To facilitate obtaining a drilling permit, Rob Whitney and I have worked up a strategy to help the applicant as best possible. One of the limitations to obtaining a drilling permit is the processing of the Transfer. The idea that Mr. Whitney and I have discussed is quite elaborate, but is feasible. However, the new language for 42-222 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 can be advertised at the Director's discretion. If this transfer could be processed under this new streamlined approach, the strategy that Mr. Whitney and I discussed may be avoided.

Please consider this Application for Transfer under the new legislation. A filing fee of \$530 is included. Please call if you have any questions or comments.

Also, the Application for Drilling Permit is included, along with the \$200 filing fee.

Regards,

Steven Hannula