



State of Idaho

DEPARTMENT OF WATER RESOURCES

Western Region, 2735 Airport Way, Boise, Idaho 83705-5082

PHONE: (208) 334-2190 FAX: (208) 334-2348 www.idwr.idaho.gov

C.L. "BUTCH" OTTER, Governor
DAVID R. TUTHILL, JR., Director

July 26, 2007

KCM ENTERPRISES LP
2098 W CHAMPAGNE CT
EAGLE ID 83616

Re: Application for Permit 65-23097

Dear Mr. Mayhew:

Following your visit on June 27th I had submitted this application for advertising and was then advised that we need additional information before we can proceed. I am sorry for this delay since I had indicated that the application would be advertised soon.

In order to clarify the changes made on the application when you were in my office we request that you sign the enclosed computer generated form. I have prepared this form based on the form originally submitted. I have copied the original form so you can be assured that the computer form correctly identifies the proposed development. I have also adjusted the total quantity to be appropriated to 4.87 cfs since the changes made to the uses of water does not currently equal the 4.92 cfs originally filed upon.

Your application for permit regarding ground water for irrigation purposes is being processed. To assist this office in completing the initial processing steps, please submit additional information required by Idaho Code, Section 42-203A(5)(a-e) for "large diversion projects." This requirement includes the following items discussed in Water Appropriation Rule 40, Rule Subsections 040.05c through 040.05g:

1. effect on existing water rights
2. sufficiency of water supply
3. good faith, delay or speculative purposes
4. financial resources
5. local public interest.

You have already submitted sufficient information for items 3 and 4 listed above. However, we need additional information for items 1, 2 and 5.

In regard to item 1, we need to know if there could be interference with the springs located within Sec. 7, Twp. 6N, Rge. 1E; and if the well impacts the springs, how you intend to resolve the problem.

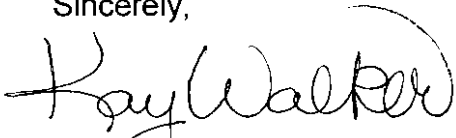
For item 2, you may want to contact a well driller or consultant regarding the stability of the water-bearing zone in the area of your proposed wells.

For item 5 you should write to the county commissioners involved and ask them for comments, in writing, on your proposed use of water. Send a copy of your letter to this office to confirm completion of this step, and then provide any county comments to this office.

Please submit the requested information to allow final evaluation of your application to be completed. You may seek additional time to provide the information by making a written request to interrupt processing for up to six months. Your response or a request for more time to seek the information must be received within the next ninety (90) days. The application will be voided without a timely written reply.

IDWR rules, forms and other information are available on the Internet at www.idwr.idaho.gov. Please contact me at 208-334-2190 if you need more information. Thank you for your attention to these matters.

Sincerely,

A handwritten signature in black ink, appearing to read "Kay Walker", with a large, sweeping loop at the end.

KAY WALKER
Sr. Water Resource Agent
Adjudication Bureau

P/D's in Sec. 7, T6N, R1E

- only rights within 1/2 mile radius
of proposed wells.

7/24/2007

Basin	Sequence	Basis	Priority Date	Rate(cfs)	Volume(af)	Source	Water Use(s)
65	9469	Decreed	6/1/1950	0.23	14	SPRINGS	STOCKWATER
65	13166	License	2/14/1990	0.04	4.6	SPRINGS	STOCKWATER, STOCKWATER STORAGE
~~Yours~~ 65	~~23097~~		9/18/2006	4.87		GROUND WATER	DOMESTIC, IRRIGATION, STOCKWATER