



State of Idaho

DEPARTMENT OF WATER RESOURCES

2735 Airport Way • Boise, Idaho 83705-5082

Phone: (208) 334-2190 • Fax: (208) 334-2348 • Web Site: www.idwr.idaho.gov

WESTERN REGION

C. L. "BUTCH" OTTER
Governor

DAVID R. TUTHILL, JR.
Interim Director

March 7, 2007

SPF WATER ENGINEERING LLC
ATTN: SCOTT N KING PE
600 EAST RIVER PARK LANE SUITE 105
BOISE ID 83706

COPY

***RE: F & M CATTLE INC. APPLICATION FOR TRANSFER AND
AMENDMENT OF PERMIT APPLICATIONS***

Dear Mr. King:

I have started the review process for application for transfer on water right 57-7392 and the application for amendment of permit on water right 57-11630. During this review, a question arose concerning the wells that were drilled for these two water rights. It appears as though several well drilling firms have been involved in the drilling and abandonment of the wells discussed in these water rights. Our well drilling specialist would like verification that the feedlot is only using the three wells applied for in these applications. He would also like verification that there are no wells on the property that have not been properly abandoned or licensed.

Therefore, please send a written statement that verifies that there are only three wells connected to the feedlot's water system, and that all wells that are not connected to the system have been properly abandoned. We will continue to process these applications, but we will not forward them for final approval until this statement has been received. If there are more than three wells on the property, please describe what the wells are used for, and file the necessary amendments and/or applications to include these wells in the feedlot's water right portfolio.

Page 2
3/7/2007

When filing the amendment of permit form, you paid a \$175.00 fee for the amendment and well upgrades fees. It appears from our records that the well drilling upgrade fees were collected when during the permitting process for water right 57-11630. Therefore, I have requested that our state office staff issue a refund of \$125.00. This refund should be sent within the next few weeks under our state office letterhead.

If you have any questions or concerns please contact me at the above address.

Respectfully,

A handwritten signature in black ink, appearing to read "Daniel A. Nelson", followed by a horizontal line.

Daniel A. Nelson
Sr. Water Right Agent