

March 6, 2006

Racine Olson Nye Budge & Bailey
Randy Budge
PO Box 1391
Pocatello ID 83204-1391

RE: Transfer 71551

Dear Randy:

Thank you for the opportunity to work on your transfer application. Having gone through additional review with allocation staff, there were some issues that were recognized that require resolutions. They are listed below:

1. The location of the point of diversion for the King Creek Pipeline is different that what has been listed upon the transfer. Please change the QQQ to read "NWSWSE". (post it note showing which one)
2. Included is a map showing the points of diversion. We feel this is accurate but need you to review and verify.

For both items, if you would please review, change verify and initial your acceptance and return for final processing.

I apologize for the inconvenience and commit to timely addressing your matter personally. As always, feel free to call or stop if you have any questions.

Sincerely,

W Roger Warner
Water Right Supervisor – Eastern Region

Enclosure: Original front page of transfer application 71551 for changes and to be returned.

Aerial photo map showing location of proposed POD for review, verification and initial and to be returned.