



State of Idaho

DEPARTMENT OF WATER RESOURCES

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SOUTHERN REGION

DIRK KEMPTHORNE
Governor

KARL J. DREHER
Director

October 24, 2003

Hutchinson & Brown LLP
ATTN: Connie Bell
PO Box 207
Twin Falls, ID 83303-0207

RE: 2 Apps For Transfer Filed In The Name Of River Grove Farms Inc.

Dear Ms. Bell;

We have finally received documents showing IDSOS registration for River Grove, Inc. Registration actually occurred in August, but I was not able to find a record of it because River Grove Farms is still not registered to do business in Idaho as required by Sec. 53-504 I. C. River Grove Farms is the current owner of SRBA Decrees 36-106, 36-7314B, and 36-8099. It also holds Permit 36-7750A. 1998 warranty deeds in our files show that Rivergrove Farms, Inc. purchased Right 36-37A; Right 36-37B is owned by Peter Sturdivant.

If these transfers are approved, ownership of 36-37A & B, and 36-106, will pass to the applicant. But these transfers cannot even be processed until the APPLICANT is properly registered. So either River Grove Farms, Inc. can get registered, or the applicant name can be changed to River Grove, Inc. If the applicant name is changed, then we need a warranty deed or other documentation conveying these rights to River Grove, Inc.

Rights 36-7314B & 36-8099, and Permit 36-7750A, are not part of these transfer applications, so their ownership is not a problem at this time. But it would seem logical to have all of Mr. Thomas' holdings in the same name.

Let me know how you wish to proceed in this matter as soon as possible. If a resolution has not occurred by November 26, the applications will be returned to Brockway Engineering for lack of authority to file, or will be forwarded to our Boise office for denial without further processing.

Regards,

James E. Stanton
Sr. Water Resource Agent

Cc: Charles G. Brockway, P. E.