



State of Idaho

DEPARTMENT OF WATER RESOURCES

1341 Fillmore Street, Suite 200, Twin Falls, ID 83301-3380

Phone: (208) 736-3033 FAX: (208) 736-3037

SOUTHERN REGION

DIRK KEMPTHORNE
GOVERNOR

KARL J. DREHER
DIRECTOR

August 14, 2001

ATTN TERRY HUDDLESTON
CLEAR SPRINGS FOODS INC
PO BOX 712
BUHL ID 83316

RE: Transfer No. 69185 filed in the name of the Church of Latter-Day Saints
Transfer No. 69125 filed in the name of Sawtooth Dairy
Transfer No. 69120 filed in the name of UR Farms
Transfer No. 69053 filed in the name of Dan Willie
Transfer No. 69127 filed in the name of Larry Gulick

Dear Mr. Huddleston:

Your protest against the approval of the above referenced applications have been received and a copy has been sent to the applicant with the suggestion that he contact you directly to determine the exact nature of the protest and, if possible, to resolve the matter without action by the Department. In our experience, informal discussion between the parties prior to initiation of formal proceedings often leads to resolution of the protest.

Please note that the applications are considered as contested cases and subject to the Rules of Procedure adopted by the Department.

If you need a copy of these rules, please contact this office. The Rules of Procedure are also available on the Internet by using the IDWR Homepage at the following electronic address:

<http://www.idwr.state.id.us/apa/idapa37/0101.htm>

The attachment to this letter describes the issues which the Department must consider in taking action on an application. It also gives a brief description of the conference and hearing procedure followed by the Department in resolving protested applications.

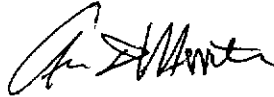
If the protest cannot be resolved informally, the matter will be scheduled for conference and/or hearing. The following are criteria the Department must consider in either approving or denying the application (Section 42-222, Idaho Code).

1. Will other water rights be injured by the proposed transfer?
2. Will the proposed change constitute an enlargement in the use of the original Right(s)?
3. Will the proposed change conflict with the local public interest?
4. Will the proposed change be contrary to the conservation of water resources within the State of Idaho?

You will be notified at a later date of the time and place for the conference and/or hearing. Please contact this office if you have any questions regarding this procedure.

If you have any questions or if this office can be of further assistance, please feel free to contact us.

Very truly yours,

A handwritten signature in black ink, appearing to read "Allen D. Merritt", is written above the printed name.

Allen D. Merritt, P.E.
Southern Region Manager

AM:MB

Enclosure(s)