WATER SUPPLY BANK LEASE CONTRACT No. 1216

This Lease Contract ("Lease") is between the Idaho Water Resource Board ("Board"), and

RECEIVED

LESSOR: JACOBA S ATKINS PO BOX 276 BRUNEAU, ID 83604

AUG 2 7 2020

DEPARTMENT OF WATER RESOURCES

RECITALS

- 1. The Board is authorized under chapter 17, title 42, Idaho Code to operate a water supply bank and to contract with lessors to act as an intermediary in facilitating the rental of water.
- 2. The Lessor has filed a completed application to lease water rights described below into the Water Supply Bank on forms supplied by the Idaho Department of Water Resources and received by the Department on May 21, 2020.
- 3. The Director of the Idaho Department of Water Resources has reviewed the application for compliance with the Water Supply Bank rules and has approved the Lease subject to conditions listed below.

NOW, THEREFORE, in consideration of the mutual covenants and contracts herein contained, and other good and valuable consideration, the receipt of which is hereby acknowledged, the parties hereto agree as follows:

1. **WATER RIGHTS**: The Lessor shall lease and the Board shall accept into the Bank the Applicant's water rights described as follows:

Water Right No.	Priority Date	Source	Diversion Rate (CFS)	Diversion Volume (AF)	Acres (AC)
2-7055	1/23/1970	SNAKE RIVER, tributary to COLUMBIA RIVER	3.47	880	176
2-7112A	2/22/1973	SNAKE RIVER, tributary to COLUMBIA RIVER	3.02	760	152
Combine	d Lease Tota	ls	6.49	1,640	328

Summary of Water Rights or Portions Leased to the Bank

2. **COMPENSATION**: The Lessor shall accept and the Board shall pay compensation determined by the amount of water rented under the following rental rate during such times as the water is rented from the Bank over the term of this Lease.

Minimum Payment Acceptable: Current Rental Rate

- 3. **TERM OF LEASE**: The term of this lease shall be January 1, 2020 to December 31, 2023. This Lease shall bind the parties and take effect when both parties have signed it.
- 4. WATER SUPPLY BANK CONDITIONS OF ACCEPTANCE: The Lessor shall abide by all terms and conditions contained in the Water Supply Bank Conditions of Acceptance, attached hereto as "Attachment A" and incorporated herein by this reference.

WATER SUPPLY BANK LEASE CONTRACT No. 1216

- 5. CHANGE OF WATER RIGHT: This lease specifies water right elements including but not limited to: diversion rates; diversion volumes; number of acres authorized to be irrigated; places of use; points of diversion; beneficial uses; and seasons of use. During the term of this lease, if a water right is administratively changed due to a water right split and renumbering, this lease may be reduced by an equal amount to reflect the water right elements as legally defined under the water right. If a lease contract cannot be reduced sufficient to reflect the legal definition of a water right as amended through a water right split and/or water right transfer, the Board may release the water right from the Water Supply Bank.
- 6. ASSIGNMENT OF CONTRACT: This lease is between the Board and the Lessor, who is the recognized owner or designated representative of the recognized owners of water rights described herein. Should ownership of any part of a water right herein described change during the term of this lease, either through a water right split, a water right transfer, sale of property to which the water right is appurtenant, or through any other recognized water right reassignment, the lease benefits and obligations to the conditions of acceptance for any such water rights will be assigned to the new owners.
- 7. **DUPLICATE ORIGINAL:** This Lease is executed in duplicate. Each of the documents with an original signature of each party shall be an original.

WATER SUPPLY BANK LEASE CONTRACT No. 1216

IN WITNESS WHEREOF, the parties have executed this Contract on the date following their respective signatures.

LESSOR: **JACOBA S ATKINS**

PO BOX 276 BRUNEAU, ID 83604

Austre atkins

IDAHO WATER RESOURCE BOARD 322 East Front Street P.O. Box 83720 Boise, ID 83720-0098

By Brian Patton, Acting Administrator Idaho Water Resource Board

Date 08/31/70

Lease approved by IDWR

WATER SUPPLY BANK LEASE CONTRACT No. 1216

ATTACHMENT A WATER SUPPLY BANK CONDITIONS OF ACCEPTANCE

The water rights or portions thereof leased to the bank are described as follows:

Source and Location	of Point(s) of Dive	rsion for Wat	er Right No(s	;): 2-7055,	2-7112A
SNAKE RIVER	L 6NWSW	Sec. 31	Twp 05S	Rge 06E	OWYHEE County

		Seas	on of	Use	Diversion	Volume	
Water Right	Beneficial Use	From		То	Rate (CFS)	(AF)	
2-7055	IRRIGATION	03/01	to	12/01	3.47 cfs	880 AF	
2-7112A	IRRIGATION	03/15	to	11/15	3.02 cfs	760 AF	
				Totals:	6.49 cfs	1,640 AF	

PLACES OF USE TO BE IDLED UNDER THIS LEASE: IRRIGATION

Twp	Deg	Sec		N	E			N۱	N			SV	N			S	E		Totals
Twp	Rng	Sec	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	TULAIS
06S	05E	2											24	19			18		61
06S	05E	3	30 L1	27 L2	23	33									34	26		31	204
06S	05E	10	7.2																7.2
06S	05E	11		17			35	3.8											55.8

Total Acres: 328

ADDITIONAL CONDITIONS OF ACCEPTANCE

- 1. The water rights referenced above will be rented from the bank at the current rental rate.
- 2. There is no rental payment to the lessor of the water right if the right or a part thereof is not rented from the bank.
- 3. While a right is in the bank, the lessor may <u>not</u> use the right without approval of the Department even if the right is not rented from the bank. Any violation of the terms of this lease may result in enforcement procedures pursuant to Idaho Code § 42-351 for illegal diversion and use of water and may include civil penalties pursuant to Idaho Code § 42-1701B.
- 4. A right accepted into the bank stays in the bank until the Board releases it, or the lease term expires. A right may be released from the bank upon request, provided the Board approves the release. Unless approved by the Department, leased rights may not be immediately available for release.
- 5. While a water right is in the bank, forfeiture provisions are stayed pursuant to Idaho Code § 42-223(5).
- 6. Rental of water under this right is subject to the limitations and conditions of approval of the water right.
- 7. Failure of the right holder to comply with the conditions of acceptance is cause for the Director to rescind acceptance of the lease.

WATER SUPPLY BANK LEASE CONTRACT No. 1216

IN WITNESS WHEREOF, the parties have executed this Contract on the date following their respective signatures.

LESSOR: JACON

JACOBA S ATKINS PO BOX 276 BRUNEAU, ID 83604

Jacota atkins

IDAHO WATER RESOURCE BOARD 322 East Front Street P.O. Box 83720 Boise, ID 83720-0098

By Brian Patton, Acting Administrator Idaho Water Resource Board

Date 08/31/70

Lease approved by IDWR ____

WATER SUPPLY BANK LEASE CONTRACT No. 1216

- Acceptance of a right into the bank does not, in itself, confirm the validity of the right or any elements of the water right, or improve the status of the right including the notion of resumption of use. It does not preclude the opportunity for review of the validity of this water right in any other Department application process.
- In accordance with Idaho Code § 42-248 and § 42-1409(6), all owners of water rights are required to notify the Department of any changes in mailing address or change in ownership of all or part of a water right. Notice must be provided within 120 days of the change.
- 10. If a water right leased into the Water Supply Bank is sold or conveyed during the lease term, and if the leased right was rented, the rental proceeds will be disbursed in the following manner regardless of any arrangements between the buyer(s) and seller(s) to the contrary:
 - a. Rental payments will go to the lessor(s) of record at the beginning of the rental season, even if the Department processes a Notice of Change in Water Right Ownership during the rental season.
 - b. New lessor(s) of record will receive payment for any subsequent rental seasons.
- 11. The water right(s) is leased to the bank subject to all prior water rights and shall be administered in accordance with Idaho law and applicable rules of the Department of Water Resources.
- 12. This right when combined with all other rights shall provide no more than 0.02 cfs per acre nor more than 4.0 afa per acre at the field headgate for irrigation of the place of use.
- 13. The period of use for the irrigation described in this approval may be extended to a beginning date of 3/1 provided that beneficial use of the water can be shown and other elements of the right are not exceeded. The use of water before 3/15 is subordinate to all water rights having no subordinated early irrigation use and a priority date earlier than 9/12/2012.
- 14. The unleased portions of water rights 2-7055 & 2-7112A, when combined with water rights 2-2156, 2-2245A, 2-2245B, 2-2298, 2-2356, 2-2376, 2-7071, 2-7112B, 2-10317, 2-10318, 2-10519, 2-10549, 2-10550 and 2-10562 when combined shall not exceed a total diversion rate of 43.50 cfs
- 15. Rights 2-2156, 2-2245A, 2-2245B, 2-2298, 2-2356, 2-2376, 2-7055, 2-10317, 2-10318, 2-10519, 2-10549, 2-10550 and 2-10562 when combined shall not exceed a total diversion rate of 36.88 cfs.
- 16. Use of water under this right may be regulated by a watermaster with responsibility for the distribution of water among appropriators within a water district. At the time of this approval, this water right is within State Water District No. 02.
- 17. Pursuant to Idaho Code § 42-1412(6), this water right is subject to such general provisions necessary for the definition of the rights or for the efficient administration of water rights as determined by the Snake River Basin Adjudication court in the final unified decree entered 08/26/2014.

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MAY 2 1 2020

DEPARTMENT OF WATER RESOURCES

APPLICATION TO SELL OR LEASE A WATER RIGHT TO THE WATER SUPPLY BANK

Designated Applicant	Jacoba Atkins	Water Right No.	2-7055	
	(Select one owner - see item 1A on the application)	6	(One water	right per application)
Is this application being	g submitted with a rental application as a lease/rental pac	ckage?	Yes 🗌	No 🗹

This application must be prepared in accordance with the minimum requirement checklist below. Use this checklist to ensure all necessary documentation has been provided. This checklist is part of the lease application and must be included with the lease application. Applications that do not meet the minimum requirements will not be processed and may be returned or denied.

				IREMENT CHECKLIST		
		All it	ems must be checked as either	r Attached (Yes) or Not Applicable (N/A)		
		Yes				
		\checkmark	Completed Application to Sell or	Lease a Water Right to the Water Supply Bank.		
	Application filing fee of \$250.00 per water right. If you are submitting more than one lease application and the water rights have an overlapping, common place of use, or a common diversion rate or volume, the total fee for all water rights is \$500.00. For places of use, multiple water right must be used to irrigate the same lands in order to qualify for the joint filing fee. Individual filin fees are required for water rights that share a common permissible place of use but which cover separate acres within the permissible place of use.					
	Confirmation this form has been printed single sided, per requirement of the Water Supply Bank.					
Attachment	N/A	Yes				
1A		V	Signatures and contact informati application.	ion for all owners of the water right to be leased or sold on this		
1 B		\checkmark	An Internal Revenue Service (IRS) Form W-9 for the Designated Applicant.			
1 C	\checkmark		Notice of Change in Water Right	Ownership form (accessible from www.idwr.idaho.gov).		
1D			represent the Designated Application	prized representative and documentary proof they are authorized to ant on this application. If the Designated Applicant is a business, nization or association, include documents identifying officers f of the entity.		
2		\checkmark	Description of a water right portion	on offered to the Water Supply Bank.		
3		7		pecific location where irrigated acres will be dried up, or where a spended. You have the option of printing a map using the map tool		
			on IDWR's website at: www.idw	r.idaho.gov.		
4A	\checkmark		Written consent from irrigation di	istrict or water delivery company.		
4 G	4G Section 42-222(2), Idaho Code.					
Department U	se Only					
Fee Amount \$	500.	•	Received By:	Date Received: 5-21-2020 Receipt # C/08792		
W-9 received?		No 🗆	(Route W-9 to Fiscal)	Name on W-9: Aco Clum Atkins		

STATE OF IDAHO WATER RESOURCE BOARD

APPLICATION TO SELL OR LEASE A WATER RIGHT (Continued)

1. CONTACT INFORMATION

A. This application must be completed by a Designated Applicant who is a current owner of the water right being sold or leased to the Water Supply Bank. If there are additional current owners, those individuals must authorize the Designated Applicant to represent them on this application by completing and signing Attachment 1A of this application package.

	Designated Applicant Jacoba Atkins				
	Mailing Address PO Box 276	Bruneau	ID	83604	
	Street	City	State	Zip Code	
	Email Address cranefallsjakie@gmail.com	Phone N	umber 208-845-2931		
	The Designated Applicant is the sole owner of the w			y Bank.	
	OR				
	The Designated Applicant is representing additional	water right holders who	have completed Attachm	ent 1A.	
B.	Has the Designated Applicant submitted an IRS Form W- If no, complete the form and attach to this application (Attachm	-9 to this Department w nent 1B).	ithin the last 2 years?	Yes 🗌	No 🗹
C.	Are all applicants on this form listed in IDWR's records a If no, attach a Notice of Change in Water Right Ownership form	as the current owners of n along with the required of	the water right? documentation and fee (Attac	Yes √ hment 1C).	No 🗌
D.	Is this application being completed by an authorized repre- If yes, representatives (includes employees of Designated Appli of their authority to represent the Designated Applicant (Attach	icant companies) must con	nated Applicant? nplete this section and submi	Yes 🔽 t documentar	No 🗌 y proof
	Name of Representative Lori Graves	Organization SPF	Water Engineering		
	Professional Title Water Rights Specialist	Email Address Igra	aves@spfwater.com		
	Mailing Address 300 E. Mallard Dr., Ste 350, Boise, I	2	Phone Number 208-383	-4140	
	Send all correspondence for this application to the rep	presentative and not to	the Designated Applicant.		
	OR				

Send original correspondence to the Designated Applicant and copies to the representative.

2. DESCRIPTION OF WATER RIGHT OFFERED TO THE BANK

- The full water right is being offered to the Bank.
 - OR
- A part of the water right is being offered to the Bank.

If a portion of the water right is being offered, complete Attachment 2.

3. MAP

Attach a map of the point(s) of diversion and place(s) of use proposed to be idled by this lease application. Make sure the idled place of use is outlined and annotated with legal land descriptions (Township, Range, Section and Quarter-Quarters) or with GPS coordinates. For irrigation purposes, mark the number of acres you desire to idle. If the water right proposed for lease is located within a permissible place of use (PPU) and portions of the PPU will continue to receive water from non-leased water rights, clearly outline on a map the acres within the PPU that will continue to be irrigated, as well as acres that will be idled during the lease term. Label the map Attachment 3.

APPLICATION TO SELL OR LEASE A WATER RIGHT

(Continued)

4. GENERAL INFORMATION

A. Is the diversion works or system owned or managed by an irrigation district or water delivery company? Yes No 🗹 If yes, provide written consent from the company, corporation or irrigation district authorizing the proposed sale or lease (Attachment 4A).

If your water right is delivered through a canal, lateral or ditch operated by a canal company, irrigation district, or similar delivery entity, your lease request must include written consent from the company, district, or similar entity for your removal of water from its system pursuant to <u>Section 42-108, Idaho Code</u> and <u>IDAPA WSB Rule 37.02.03.25.02e</u>.

- B. Please provide a description of the current water diversion and delivery system. pump station, pipeline, sprinklers
- C. Describe any other water rights used for the same purpose at the same place of use as the water right being offered to the Bank. see attached supplement
- D. Are any of the water rights identified in Section 4C stacked with the water right proposed for lease?

Yes 🗌 No 🗸

Stacked water rights are used together to achieve a common beneficial use, such as irrigation of the same lands. Stacked water rights cannot be separated and must be jointly leased to the Water Supply Bank. Stacked water rights qualify for the multiple fee payment of \$500.

E. Will the present place of use continue to receive water from any other source? Yes 🗌 No 🗸

If yes, explain the relationship between the different water sources and how enlargement of the authorized use will not occur if this water right is leased.

- F. Identify annual volumes and/or rates of water diverted in the last 5 years to accomplish the beneficial use authorized by this water right. all the water right was decreed in 2012 and protected from forfeiture in 2018 until 2023.
- G. Has any portion of this water right undergone a period of five or more consecutive years of non-use? Yes □ No ✓ If yes, describe the circumstances and attach evidence to demonstrate how the water right has not been lost through forfeiture (Attachment 4G). See Section 42-223, Idaho Code for exceptions to forfeiture. Your application may be denied if forfeiture concerns are not addressed._see attached supplement
- H. Is this water right involved in any other IDWR process, such as an application for transfer or a mitigation plan?
 If yes, describe.
 Yes No 🗸

APPLICATION TO SELL OR LEASE A WATER RIGHT

(Continued)

5. SALE/LEASE AGREEMENT

- A. Is the water right, or portion thereof, offered to the Idaho Water Resource Board (IWRB) for sale □ or lease ♥?
 If lease, specify the years when the use of water will be suspended: 2020 (Year) to 2023 (maximum lease period 5 calendar years).
- B. Show the minimum payment acceptable to the seller/lessor. The minimum payment may be shown as the "current rental rate" as established by the IWRB. Include the method of determining the minimum payment if other than the current rental rate. standard rate

I hereby assert that the information contained in this application is true to the best of my knowledge, and that I have the authorities necessary to offer this water right for sale or lease to the Idaho Water Resource Board.

The Designated Applicant acknowledges the following:

- 1. Payment to the Designated Applicant is contingent upon the sale or rental of the water right from the Bank.
- 2. While a water right is in the Bank, the seller/lessor of the water right may not use the water right, even if the water right is not rented from the Bank.
- 3. A water right accepted into the Bank stays in the Bank until the Designated Applicant receives written confirmation from the Board or Water Supply Bank that the water right has been released from the Bank.
- 4. While a water right is in the Bank, forfeiture is stayed.
- 5. Acceptance of a water right into the Bank does not, in itself, confirm the validity of the water right or any element of the water right.

Signature of Designated Applicant

Jacoba Atkins

Printed Name

118/2020

Date

Signature of Authorized Representative

Printed Name

Date

Mail to: Idaho Department of Water Resources P.O. Box 83720 Boise, ID 83720-0098

ATTACHMENT 1A

Additional Water Right Holders Party to the Lease Application

For the water right on this application, list all owners (individuals or business entities) of the right or the property to which it is appurtenant. All water right holders must sign a Water Supply Bank Lease Application. However, only the Designated Applicant needs to provide a completed IRS Form W-9 (Attachment 1B). All correspondence and any financial payment associated with the rental of this water right will be directed to the Designated Applicant. If additional space is needed to list any other water right holders, attach a second copy of Attachment 1A.

If submitting multiple applications, it is only necessary to complete one Attachment 1A for the group of applications. List each water right below.

Water Right No(s). 2-7055

	Designated Applicant	Applicant #2	Applicant #3
Name	Jacoba Atkins	A. Clay Atkins	
Mailing Address	PO Box 276 Bruneau, ID 83604	PO Box 276 Bruneau, ID 83604	
Phone Number	208-845-2931	208-845-2931	
Email Address			
Applicant Declaration	As Designated Applicant, I submit this lease application on behalf of all other water right holders.	I authorize the Designated Applicant to submit this application on my behalf.	I authorize the Designated Applicant to submit this application on my behalf.
Signature	Jantelokin	ACEMBER	

		P	
	Applicant #4	Applicant #5	Applicant #6
Name			
Mailing Address			
Phone Number			
Email Address			
Applicant Declaration	I authorize the Designated Applicant to submit this application on my behalf.	I authorize the Designated Applicant to submit this application on my behalf.	I authorize the Designated Applicant to submit this application on my behalf.
Signature			

Water Bank Lease Item 4A.

Water rights 2-10318, 2-10562, 2-2156, 2-2245A, 2-7055 and 2-7112A, when combined, allow irrigation of 1278 acres within a 1338-acre permissible place of use per transfer no. 82917 approved August 21, 2019. The irrigation place of use has changed over time due to the installation of pivots resulting in a more efficient irrigation system and less acres irrigated. Applicant's plan to only irrigate 950 acres during the requested three year lease period resulting in 328 remaining acres that they want to protect from forfeiture. As a result, they wish to lease all of right 2-7112A (152 acres) and 176 acres of water right 2-7055 to the bank.

Water Bank Lease Item 4G.

All the combined water rights (except 2-10318) were decreed in 2012. Water right 2-10318 was decreed in 2009 and was granted an approved *Extension of Time to Avoid Forfeiture* in 2016, protecting the right until 7/1/2020. The remaining rights, including 2-7112A and 2-7055, were granted approved *Extensions of Time to Avoid Forfeiture* in 2018, protecting them until 12/31/2023.

Complete Attachment 2 if only a portion of the water right is offered to the Bank.

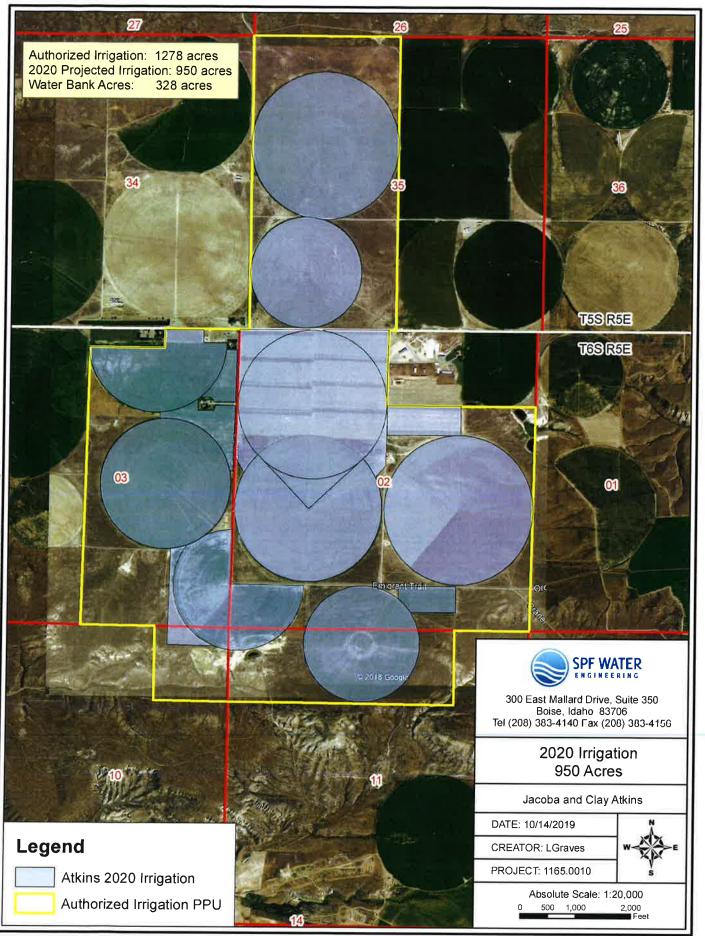
ATTACHMENT 2

DESCRIPTION OF A WATER RIGHT PORTION OFFERED TO THE WATER SUPPLY BANK

1.	Water Right Number	Nature of Use	Leased Rate (cfs)	Leased Volume (af)	Leased Acres
	2-7055	Irrigation	3.47 cfs	880 afa	(ac) 176
		Total Amounts:	3.47 cfs	880 afa	176
2.	Source of water	Snake River	tributary to	Columbia f	River

3. Point(s) of diversion:

Twp	Rge	Sec	Lot	1/4	1/4	1/4	County
5S	6E	31	6		NW	SW	Owyhee





State of Id?" DEPARTIMENT OF WATER RESOURCES 322 E Front Street, Suite 648 • PO Box 83720 • Boise ID 83720-0098 Phone: (208) 287-4800 • Fax: (208) 287-6700 Website: idwr.idaho.gov • Email: idwrinfo@idwr.idaho.gov

BRAD LITTLE Governor September 1, 2020

GARY SPACKMAN Director

JACOBA S ATKINS PO BOX 276 BRUNEAU, ID 83604

RE: WATER SUPPLY BANK LEASE CONTRACT 1216 FOR WATER RIGHTS 2-7055 & 2-7112A

Dear Lessor:

Water rights 2-7055 & 2-7112A was leased into the Water Supply Bank (Bank) as of January 1, 2020, in accordance with the enclosed executed lease contract. Your water rights, as described on the lease contract, are considered leased into the Bank and should remain <u>unused</u> until they are formally released from the Bank. More information and further restrictions placed on your water rights while leased can be found in conditions of acceptance of the lease contract. Read the conditions of acceptance carefully.

The rights will automatically be released from the Bank on **December 31, 2023**, unless the rights are released earlier by the Water Resource Board (Board). On behalf of the Board, the Department of Water Resources (Department) can evaluate an early release of the lease contract upon your request. To release the water rights from the Bank prior to the release date, submit a written request on the *Request to Release a Water Right from the Bank* form. This form is available on our public website at www.idwr.idaho.gov. Please note your water rights may not be available for immediate release if they have been rented or are being considered for a future rental. Furthermore, it is at the discretion of the Department whether or not a water right can be released early from a lease contract.

If you have questions regarding this matter, please contact this office at <u>bank@idwr.idaho.gov</u> or 208-287-4800.

Sincerely,

ohos Debra Supply Bank

Enclosure: Executed Lease Contract

c: IDWR- Western Region Water District No. 02 Lori Graves – SPF Water Engineering



August 25, 2020

RECEIVED

AUG 2 7 2020 DEPARTMENT OF WATER RESOURCES

Justin Ferguson IDWR State Office PO Box 83720 Boise, ID 83720-0098

Subject: Water Bank Lease Contract 1216

Dear Justin,

Enclosed is water bank lease contract 1216 with two signed signature pages. Please note, signature and date lines for the applicant were not included on the contract document.

As clarified in your email, the applicant understands irrigation can still continue on the designated lease acres using the unleased portions of the water rights as long as the combined conditions and any applicable contract conditions are observed.

Thanks for your assistance in this matter Justin.

Sincerely,

Cor Graves

Lori Graves Water Rights Specialist

Cc: Jacoba & Clay Atkins

Enclosures

SPF file number: 1165.0010



State of Id

322 E Front Street, Suite 648 • PO Box 83720 • Boise ID 83720-0098 Phone: (208) 287-4800 • Fax: (208) 287-6700 Website: idwr.idaho.gov • Email: idwrinfo@idwr.idaho.gov

BRAD LITTLE Governor

August 21, 2020

GARY SPACKMAN Director

JACOBA S ATKINS PO BOX 276 BRUNEAU, ID 83604

RE: APPLICATION TO LEASE WATER RIGHT 2-7055 & 2-7112A TO THE WATER SUPPLY BANK CONTRACT 1216

****TIME SENSITIVE RESPONSE REQUIRED***

Dear Applicant:

The Department of Water Resources has completed its review of your application to lease the abovementioned water right to the Water Supply Bank. I have enclosed two original Water Supply Bank Lease Contracts for your review and signature. Please sign and return ALL Lease Contracts within 14 days. Upon signature and return of the contracts, the Department will also sign the original contracts and return an executed copy to you. The Lease Contract is not considered final until you and the Department have both signed.

The right will automatically be released from the Bank on **December 31, 2023**, unless the right is released earlier by the Board, or upon your request. To release the right from the Bank prior to the release date, submit a written request on the <u>Request to Release a Water Right from the Bank</u> form. To propose a new lease period, submit a new <u>Application to Sell or Lease a Water Right to the Water Supply Bank</u> form along with applicable fees to the Department. These forms are available from any IDWR office or from our public website at <u>http://www.idwr.idaho.gov</u>. Please note your right may not be available for immediate release if it has been rented.

Please review the conditions of acceptance listed on the Lease Contract, including #3 which says: "While a right is in the bank, **the lessor may <u>not</u> use the right** without approval of the department even if the right is not rented from the bank. Any violation of the terms of this lease may result in enforcement procedures pursuant to Idaho Code § 42-351 for illegal diversion and use of water and may include civil penalties pursuant to Idaho Code § 42-1701B."

If you have questions regarding this matter, please contact this office at <u>bank@idwr.idaho.gov</u> or 208-287-4800.

Sincerely, www-1)ehel ater Supply Bank

Enclosures: Proposed Lease Contracts

Memorandum

To: Water Rights 2-7055 & 2-7112A
From: Justin Ferguson
Date: June 4, 2020
Re: Water Supply Bank Lease Application 1737

Purpose/Narrative: An application was received on behalf of Mr. and Ms. Atkins on May 21, 2020, offering a portion of water rights 2-7055 & 2-7112A for lease to the Bank through 2023. A prior application was received by the Department however, it was determined at that time, the rights were currently protected by an extension of time to avoid forfeiture already issued to the Atkinsons, effective through the end of 2023.

Authority to File: Review of IDWR records indicate that Mr. and Ms. Atkins are the current water right holders. No concerns at this time.

Water Right Validity/Forfeiture Evaluation: These water rights are currently being protected from forfeiture under an extension of time to prevent forfeiture until 2023. Prior to the extension, it appears the applicant's had taken action in the sixth year to prevent forfeiture as the rights were decreed in 2012 and the extension filed in 2018. Unlike a Water Supply Bank lease, where possession is taken of the right, no action is required by the Department other than administrative processing. As such the water rights remain valid and available for lease.

Injury Evaluation: No injury is apparent through a lease of these water rights. Taking into account the associated combined limits with these rights it appears there will not be any rate available for rent for the duration of the lease.

Enlargement of Use: No enlargement is evident through the lease, based on the combined limits associated with the water rights, it appears there will not be any rate available for rent. Because the Atkins' do not own all the rights associated with the combined limits, the unowned water rights must be taken out, at full, prior to determining what is available to Mr. and Ms. Atkins. The Bank cannot restrict water rights not held to the Bank and, as the Atkins' do not own the additional rights, cannot lease them or restrict their usage.

	Sequence	Suffix	Diversion Rate	Basin	Sequence	Suffix	Diversion Rate	Basin	Sequence	Suffix	Diversion Rate
2	2156		5.790	2	2245	В	0.640	2	2156		5.790
2	2245	A	0.700	2	2298		3.660	2			0.700
2	2245	В	0.640	2			5.060	2	7055		5.830
2	2298		3.660	_	7071			2		Α	3.020
2	2356		5.060	2			6.400	2	10318		5.550
				2	7112	В	1.600	2	10562		3.400
2	7055		5.830	2	10317		0.300			Total:	24.290
2	7071		6.400	2	10519		0.170			Limit:	4,200
2	7112	A	3.020							Difference	e -20.090
2	7112	в	1.600	2	10550		2.170				
2	10317	-	0.300	- 2	10579		19.300	Figu	ıre C. −Re	emainir	ng balance
_						Total:	39.300	available to Mr. and Ms. Atkins			
2	10318		5.550			Limit:	43,500	available to wir. and wis. Atkins			
2	10519		0.170								
2	10550		2.170			Difference	4.200				
2	10562		3.400								
2	10579		19.300								

Figure B. –Removing, in full, all water rights not held by Mr. and Ms. Atkins

Figure A. – Total combined limit, water rights held by Mr. and Ms. Atkins highlighted in green

Total:

Limit:

Difference

63.590 43.500

-20.090

Further, the acreage being one ed for lease will not continue to receive water under rights held by the Atkins'. Provided the water rights are not rented there are no concerns of enlargement.

Local Public Interest: Sustainable ground water management is within the local public interest.

Beneficial Use/Conservation of Water Resources: The lease appears consistent with the conservation of water resources in Idaho.

Department/Watermaster Comments: Comments from Western Regional manager were requested 88/7/2020, no concerns were received.

Water Supply Bank Evaluation: Based on the information presented by the applicant, staff recommends the application be approved.



RECEIVED

MAY 2 1 2028

DEPARTMENT OF WATER RESOURCES

May 20, 2020

Justin Ferguson IDWR State Office PO Box 83720 Boise, ID 83720-0098

Subject: Water Bank Lease Applications, Water Rights 2-7112A (all), 2-7055 (part)

Dear Justin,

Enclosed are two water bank lease applications for Jacoba and Clay Atkins. The Atkins wish to lease all of water right 2-7112A and part of water right 2-7055 to the bank for the three years. Both rights are part of a group of rights that when combined allow irrigation of 1278 acres within a 1338-acre permissible place of use (per recently approved transfer no. 82917).

The irrigation place of use has changed over time due to the installation of pivots resulting in a more efficient irrigation system and less acres irrigated. As shown on the attached aerial photo map, applicant's plan to irrigate 950 acres of the authorized 1278 acres during the 2020 irrigation season resulting in 328 unused acres that they want to protect from forfeiture. GIS shape files for the 950 acres shown in the aerial photo map can be provided upon request.

Because water rights 2-7112A and 2-7055 are the most junior in priority, they were the rights chosen to bank. The enclosed map for the lease applications identifies the 950 acres within the authorized permissible place of use that are planned for irrigation during the requested lease period.

As you recall, these applications were previously submitted in October, 2019, then retuned since the subject rights were protected from forfeiture through 2023. However, for peace of mind, the applicants would like the acres leased and protected in the Idaho Water Supply Bank.

Check no. 14285 is enclosed for \$500 filing fee. Please let me know if there are any questions. Thanks Justin.

Sincerely,

or (shave

Lori Graves Water Rights Specialist

Cc: Jacoba & Clay Atkins

Enclosures SPF file number: 1165.0010

