WATER SUPPLY BANK LEASE CONTRACT No. 1136

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

LESSOR: ROGER G YOUNG

PO BOX 430 MOUNTAIN HOME, ID 83647



AUG 2 1 2020 DEPARTMENT OF

RECEIVED

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 December 30, 2019.
- 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) |
|--------------------|------------------|---|-------------------------|-----------------------------|---------------|
| 2-10427 | 12/6/1974 | SNAKE RIVER, tributary to COLUMBIA RIVER | 0.78 | 196 | 39.2 |
| 2-10432 | 3/1/1976 | SNAKE RIVER, tributary to COLUMBIA RIVER | 0.19 | 61.5 | 12.3 |
| Combined L | ease Totals | | 0.78 | 258 | 51.5 |

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, 2024. 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. 1136

- 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. 1136

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

| LESSOR: | ROGER G YOUNG |
|---------|-------------------------|
| | PO BOX 430 |
| 6 | MOUNTAIN HOME, ID 83647 |
| By | reyer & Joring |
| Title | WNER J |
| Date | 8/18/2020 |
| | 1 1 |

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

Lease approved by IDWR _

By Brian Patton, Acting Administrator Idaho Water Resource Board

Date <u>08/24/20</u> Date <u>08/24/20</u>

WATER SUPPLY BANK LEASE CONTRACT No. 1136

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 Wate | er Right No(s |): 2-10432, | 2-10427 |
|---------------------|---------------------|----------------|---------------|-------------|----------------------|
| SNAKE RIVER | L 6NWNWSW | Sec. 31 | Twp 05S | Rge 06E | OWYHEE County |

| | | Seas | on of | Use | Diversion | Volume | |
|-------------|----------------|---------------------|-------|---------|---------------|---------|--|
| Water Right | Beneficial Use | Beneficial Use From | | То | Rate (CFS) | (AF) | |
| 2-10432 | IRRIGATION | 03/01 | to | 11/15 | 0.19 cfs | 61.5 AF | |
| 2-10427 | IRRIGATION | 03/01 | to | 11/15 | 0.78 cfs | 196 AF | |
| | | | | Totals: | 0.78 cfs | 258 AF | |

PLACES OF USE TO BE IDLED UNDER THIS LEASE: IRRIGATION

| Twp | Rng | Sec | | N | E | | | N\ | N | | | SV | N | | | S | | | Tatal |
|-----|-------|-----|----|-----|-----|----|----|----|----|----|----|----|----|----|----|-----|----|-----|--------|
| Twp | Tring | Jec | NE | NW | SW | SE | NE | NW | SW | SE | NE | NW | SW | SE | NE | NW | SW | SE | Totals |
| 05S | 05E | 36 | | 2.6 | 3.7 | | | | | | | | | | 21 | 4.0 | 15 | 5.2 | 51.5 |

Total Acres: 51.5

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.
- 8. 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.

WATER SUPPLY BANK LEASE CONTRACT No. 1136

- 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. Water right 2-10432 is subordinate to all water rights with a priority date earlier than April 12, 1994, that are not decreed as enlargements pursuant to Section 42-1426, Idaho Code. As between water rights decreed as enlargements pursuant to Section 42-1426, Idaho Code, the earlier priority right is the superior right.
- 13. Rights 2-2156, 2-2245A, 2-2245B, 2-2298, 2-2355, 2-2356, 2-2376, 2-7055, 2-7071, 2-7112A, 2-7112B, 2-7222, 2-10426 and 2-10432 are also diverted through point of diversion described above.
- 14. Use of this right with the rights listed below is limited to a total combined diversion rate of 43.5 cfs. Combined Right Nos.:2-2156, 2-2245A, 2-2245B, 2-2298, 2-2355, 2-2356, 2-2376, 2-7055, 2-7071, 2-7112A, 2-7112B, 2-10426 and 2-10432.
- 15. Right No. 2-10432 is an enlargement of Right No. 2-10427 pursuant to Section 42-1426, Idaho Code.
- 16. The unleased portions of rights 2-10427 and 2-10432 when combined shall not exceed a total diversion rate of 1.32 cfs and the irrigation of 86.5 acres.
- 17. The unleased portion of water right 2-10427 is limited to a total diversion rate of 1.32 cfs, a total annual maximum diversion volume of 329 af, and the irrigation of 65.8 acres.
- 18. The unleased portion of water right 2-4032 is limited to a total diversion rate of 0.31 cfs, a total annual maximum diversion volume of 103 af, and the irrigation of 125.7 acres.
- 19. 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.
- 20. 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.

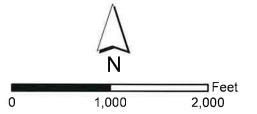
Idaho Water Resource Board Water Supply Bank Lease Contract No. 1136

2-10427 & 2-10432 Effective until December 31, 2024

This map depicts the **place of use to be idled** pursuant to the lease contract and is attached to the contract solely for illustrative purposes.



- Approved Lease Point of Diversion
 - Approved Lease Place of Use
 - Township/Range
 - Sections
 - QQ



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

RECEIVED JAN 08 2020

DEPARTMENT OF WATER RESOURCES

No 🔽

Yes 🗌

| Designated Applicant | ROGER G. YOUNG | Water Right No. | 2-10432 |
|----------------------|---|-----------------|-----------------------------------|
| | (Select one owner - see item 1A on the application) | 0 | (One water right per application) |

Is this application being submitted with a rental application as a lease/rental package?

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.

| | | 5 15945 | MIMUMUM REQUIREMENT CHECKLIST |
|---------------|---------|----------|--|
| | | All it | tems must be checked as either Attached (Yes) or Not Applicable (N/A) |
| | | Yes | |
| | | ~ | Completed Application to Sell or Lease a Water Right to the Water Supply Bank. |
| | | V | Application filing fee of \$250.00 per water right. If you are submitting more than one least 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 filing 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 | | ~ | Signatures and contact information for <i>all owners</i> of the water right to be leased or sold on this application. |
| 1 B | | ~ | An Internal Revenue Service (IRS) Form W-9 for the Designated Applicant. |
| 1 C | ~ | | Notice of Change in Water Right Ownership form (accessible from www.idwr.idaho.gov). |
| 1D | r | | Contact information for an authorized representative and documentary proof they are authorized to represent the Designated Applicant on this application. If the Designated Applicant is a business partnership, municipality, organization or association, include documents identifying officer authorized to sign or act on behalf of the entity. |
| 2 | | ~ | Description of a water right portion offered to the Water Supply Bank. |
| 3 | | 4 | A map that clearly outlines the specific location where irrigated acres will be dried up, or where a |
| | | | beneficial use of water will be suspended. You have the option of printing a map using the map too on IDWR's website at: <u>www.idwr.idaho.gov</u> . |
| 4A | ~ | | Written consent from irrigation district or water delivery company. |
| 4 G | | • | Evidence demonstrating the water right has not been forfeited pursuant to <u>Section 42-222(2)</u> , <u>Idaho</u> <u>Code</u> . |
| Department U | se Only | | |
| Fee Amount \$ | 250 " | 1 | Received By: KM Date Received: 1-7-2020 Receipt # C108206 |
| W-9 received? | Yes 🖸 | No 🗌 | |
| | | | |

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 | ROGER G. YOUNG | | | | |
|----|-----|---|--|-----------------------------------|---|--------------------------------|--|
| | | Mailing Address P | . O. Box 430 | Mountain I | Home | Idaho | 83647-0430 |
| | | Street | | City | | State | Zip Code |
| | | Email Address | rogery@aim.com | | Phone Number | r 208-845-2 | 108 208-599-4896 Cell |
| | | The Designated A | applicant is the sole owner of the v | vater right bei | ing sold or leased | to the Wate | r Supply Bank. |
| | | OR | | | | | |
| | | The Designated A | pplicant is representing additional | l water right h | olders who have | completed A | Attachment 1A. |
| | B. | Has the Designated Ap If no, complete the form | pplicant submitted an IRS Form W and attach to this application (Attach | 7-9 to this Dep ment 1B). | partment within t | he last 2 yea | rs? Yes 🗌 No 🗸 |
| | C. | Are all applicants on the If no , attach a <i>Notice of</i> of the Notice of the | his form listed in IDWR's records Change in Water Right Ownership for | as the current m along with th | t owners of the w he required docume | ater right? entation and fe | Yes 🖌 No 🗌 |
| | D. | If yes, representatives (in | ng completed by an authorized reprint includes employees of Designated Appi esent the Designated Applicant (Attack | licant companie | the Designated A es) must complete | Applicant? this section an | Yes No 🗹 d submit documentary proof |
| | | Name of Representativ | /e | Organiz | ation | | |
| | | | | | | | |
| | | Mailing Address | | | Phor | e Number | |
| | | Send all correspon | idence for this application to the re | epresentative a | and not to the De | signated Ap | blicant. |
| | | Send original corre | espondence to the Designated App | olicant and co | pies to the repres | entative. | |
| 2. | DES | SCRIPTION OF WAT | ER RIGHT OFFERED TO THE | BANK | | | |
| | | - | 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.

<u>River water is pumped into a closed pipeline system and transported to the point of use and applied using</u> sprinkler, furrow and flood irrigation.

- 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. <u>Water Right 2-10427</u>
- D. Are any of the water rights identified in Section 4C stacked with the water right proposed for lease?

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. <u>This portion of 2-10432 has been in the water bank (Contract No. 94) from January 1, 2015 to</u> December 31, 2019.
- 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. This portion of 2-10432 has been the water bank (Contract No. 94) from January 1, 2015 to December 31, 2019.
- 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 🖌

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 in or lease ?? $\frac{20}{(Y car)} to \frac{24}{(Y ear)}$ (maximum lease period 5 calendar years). If lease, specify the years when the use of water will be suspended:
- 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. Current rental 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.
- 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 2. 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

Roger G. Young Printed Name

January 6, 2020

Date

Signature of Authorized Representative

Printed Name

Date

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

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

ATTACHMENT 2

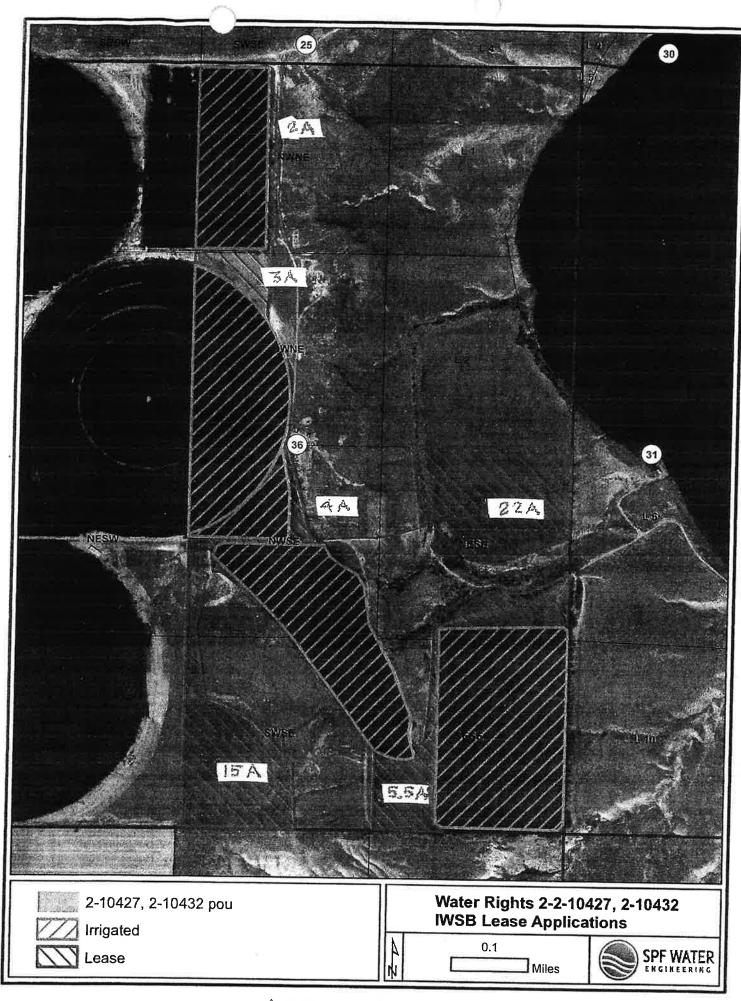
DESCRIPTION OF A WATER RIGHT PORTION OFFERED TO THE WATER SUPPLY BANK

| 1. | Water Right Number | Nature of Use | Leased Rate (cfs) | Leased Volume (af) | Leased Acres (ac) |
|----|--------------------|----------------|----------------------|-----------------------|-------------------|
| | 2-10432 | Irrigation | 0.19 | 61.6 | 51.5 |
| | | | | | |
| | | Total Amounts: | 0.19 | 61.6 | 51.5 |

2. Source of water ______ tributary to _____

3. Point(s) of diversion:

| Тwp | Rge | Sec | Lot | 1/4 | 1/4 | 1/4 | County |
|-----|-----|-----|-----|-----|-----|-----|--------|
| 5 S | 5 E | 31 | 6 | | | | Owyhee |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |



ATTACHMENT 3



State of Id: DEPARTMENT 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 August 25, 2020

GARY SPACKMAN Director

ROGER G YOUNG PO BOX 430 MOUNTAIN HOME ID 83647-0430

RE: WATER SUPPLY BANK LEASE CONTRACT 1136 FOR WATER RIGHTS 2-10427 & 2-10432

Dear Lessor:

Water rights 2-10427 & 2-10432 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**, 2020, 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 <u>www.idwr.idaho.gov</u>. 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. dura- Veibell

/Water Supply Bank

Enclosure: Executed Lease Contract

c: IDWR- WESTERN REGION WATER DISTRICT NO. 02



State of Ida **DEPARTMENT 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 August 21, 2020 **GARY SPACKMAN** Director

ROGER G YOUNG PO BOX 430 MOUNTAIN HOME, ID 83647-4030

REQUEST FOR RETURN OF SIGNED WATER SUPPLY BANK LEASE CONTRACT 1136 RE: FOR WATER RIGHTS 2-10427 & 2-10432

TIME SENSITIVE RESPONSE REQUIRED

Dear Applicant,

The Department of Water Resources (Department) mailed two original Water Supply Bank Lease Contracts for your review and signature on August 6, 2020. The signed contracts have not been returned to the Department.

Please sign both original Lease Contracts and return them to the Department within ten (10) days of this letter to complete processing. The Lease Contract is not considered final until both you and the Department have signed.

If the signed lease contracts are not received by the Department within the 10-day period, the lease application will be returned, and the application fee will not be refunded. You can reapply to lease the water right in the future by submitting new application form along with applicable fees.

Please note the forfeiture period is not tolled unless a right is accepted into the Bank, or unless an exception or defense to forfeiture applies as described under Idaho Code § 42-223. If forfeiture is a concern, you may consider filing an Application for Extension of Time to Avoid Forfeiture of a Water Right form. This and other water right forms are available from the Department's web site at www.idwr.idaho.gov.

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

Sincerely.

Juse-Veibel

Water Supply Bank



State of Idaho DEPARTMENT 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

August 6, 2020

GARY SPACKMAN Director

ROGER G YOUNG PO BOX 430 MOUNTAIN HOME ID 83647-0430

RE: APPLICATION TO LEASE WATER RIGHT 2-10427 & 2-10432 TO THE WATER SUPPLY BANK CONTRACT 1136

****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, 2024**, 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,

Joluson-Viibell

, Water Supply Bank

Enclosures: Proposed Lease Contracts

Memorandum

To: Water Rights 2-10427 & 2-10432

From: Justin Ferguson

Date: January 21, 2020

Re: Water Supply Bank Lease Application 1609

Purpose/Narrative: An application was received from Mr. Roger Young on December 30, 2019 offering portions of water rights 2-10427 & 2-10432 for lease to the Bank. From a review of the previous lease application it appears Mr. Young has submitted the same information as a renewal package of the same portions through the end of 2024. The rights are surface water rights from the Snake River and appear to be rented often, most recently by Owyhee Farming.

Authority to File: The applications were signed and submitted by Mr. Young, current owner of the two water rights. No concerns at this time.

Water Right Validity/Forfeiture Evaluation: The rights were initially decreed through the SRBA in 2010 and placed into the Bank in 2016. This would mean that, while a five year period did elapse, per the "Multiple Programs Memo No. 2 – Forfeiture Review Period" the applicant took action in the sixth year such that forfeiture is prevented.

It is important to note the forfeiture period is only tolled, not reset, when a right is taken into the Bank. This would mean that, upon the expiration of the contract, the applicant would have to take immediate action or continue to lease the right to the Bank to toll or prevent forfeiture.

Injury Evaluation: No injury is apparent through the lease, proper rental review should protect against injury.

Enlargement of Use: No enlargement is apparent through the lease alone, conditions will be added to the contract to limit the extent of the unleased portions of the two rights.

Local Public Interest: Staff are unaware of any local public interests that are averse to the lease.

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

Department/Watermaster Comments: Watermaster and IDWR Western Region comments were requested January 29, 2020, no (enceins were requested.

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

Ferguson, Justin

| From: | Ferguson, Justin |
|--------------|---|
| Sent: | Wednesday, January 29, 2020 1:41 PM |
| То: | Whitney, Rob; Miller, Nick; Erling, Jes |
| Subject: | WSB Lease Application - Roger Young/State of Idaho |
| Attachments: | Lease Review Memo.docx; Draft Lease Contract Roger Young 2-10427 & 2-10432.docx; Lease Map Young 2-10427 & 2-10432.pdf; Lease Review Memo.docx; Draft Lease Roger Young 2-10426.docx; Lease Map Young 2-10426.pdf |

Afternoon!

Attached are the draft rental maps, memos, and agreements for Roger Young & the State of Idaho. Please let me know if you have any comments or concerns, IDWR will assume you do not object to this application if a timely response is not received.

Thank you!





Hersley, Jean

From: Sent: To: Subject: Attachments: Hersley, Jean Tuesday, December 31, 2019 12:23 PM 'rogery@aim.com' WSB Lease applications WSB-lease-application.pdf

December 31, 2019

ROGER YOUNG PO BOX 430 MOUNTAIN HOME ID 83647-0430

RE: APPLICATION(S) TO SELL LEASE A WATER RIGHT TO THE WATER SUPPLY BANK FOR WATER RIGHT NO(S). 2-10427

****TIME SENSITIVE RESPONSE REQUIRED***

Dear Lessor:

The Department of Water Resources received an application to Lease Water Right 2-10427 from you on December 30, 2019. There is an enlargement right, **2-10432**, that will need to be leased to the Bank also. Please fill out the attached application and return to the Department with a \$250 filing fee.

Because the Department cannot process the Application to lease water right 2-10427 without the information requested, we will hold any action on your application pending receipt of the necessary information. If we do not receive the necessary information within **30 days** this application will be denied because it cannot be processed without the requested information.

If you have any questions, please contact me at (208) 287-4800.

Sincerely,

Jean Hersley Idaho Dept Water Resources Technical Records Specialist II 208-287-4942