RECEIVED

JUL 2 2 2020

WATER SUPPLY BANK RENTAL AGREEMENT No. 453

DEPARTMENT OF WATER RESOURCES

This is to certify that:

J R SIMPLOT CO 1099 W FRONT ST PO BOX 27 BOISE, ID 83707-0027

filed an application to rent water from the Water Supply Bank ("Bank"). The Idaho Water Resource Board ("Board"), being authorized to operate a Bank and to contract by and through the Director of the Idaho Department of Water Resources ("Director, Department") for rental of water from the Bank, agrees to rent water as follows:

Summary of Water Rights or Portions Rented from the Bank

| Water Right No. | Priority Date | Source | Diversion Rate (CFS) | Diversion Volume (AF) | Acres (AC) |
|--------------------|------------------|--------------|----------------------------|-----------------------------|---------------|
| 36-4179 | | GROUND WATER | 0.18 | 9.0 | 900 |
| Combined R | Rental Total | 5 | 0.18 | 9.0 | - |

Term of Rental:

This rental agreement shall take effect when all parties have signed it and shall continue in effect until December 31, 2021. Use of rental water shall be authorized as of either the date this rental agreement takes effect or the first day of the rental season of use, in 2020, whichever occurs last.

Annual Rental Fee:

2020 - 2021: \$18.00 annually

The full fee for the rental of the above-described right(s) is \$18.00 per year for years 2020 - 2021. The rental fee includes an administrative fee of \$18.00 per year for years 2020 - 2021. Note that the renter is obligated to pay only the administrative fees associated with the water right(s): 36-4179.

An annual payment shall be received by the Department on or before December 31 each year preceding the use of the rented water rights. The agreement will be void if payment is not received by the due date in a given year. Rental fees are non-refundable. To voluntarily terminate the agreement early, notify the Department in writing prior to the rental fee due date.

Total Water Use Authorized Under Rental Agreement

| Beneficial Use | Diversion Rate (CFS) | Diversion Volume (AF) | Acres (AC) |
|----------------|----------------------------|-----------------------------|---------------|
| COMMERCIAL | 0.18 | 3.6 | 12 |
| Combined Total | 0.18 | 3.6 | |

^{*} The authorized water usage reflects a reduction from the water right elements rented, to account for ESPA modeling requirements

Detailed water right conditions are attached.

WATER SUPPLY BANK RENTAL AGREEMENT No. 453

The undersigned renter agrees to use the water rented under this agreement in accordance with the Water Supply Bank rules and in compliance with the limitations and conditions of use described in this agreement:

| 3 | 7-20-2020 |
|--|---|
| Signature of Renter | Date |
| | |
| James B. Alderman | Senior Vice President and Secretary |
| Printed Name | Title |
| *Title required if signing on behalf of a company or organ | ization or with power of attorney |
| Having determined that this agreement satisfied the prov 37.02.03.030 (Water Supply Bank Rule 30), for the renta provided, and none other, I hereby execute this Rental A Board. | I and use of water under the terms and condition herein |
| By | Date |
| Rental approved by IDWR | Date 07/21/20 |

WATER SUPPLY BANK RENTAL AGREEMENT No. 453

WATER USE DETAILS

LOCATION OF POINT(S) OF DIVERSION

GROUND WATER

SWSE

Sec. 14, Twp 08S, Rge 16E,

JEROME County

BENEFICIAL USE

COMMERCIAL

DIVERSION RATE 0.18 CFS 3.6 AF

SEASON OF USE

From

To

1/1

12/31

RENTERS PLACE OF USE: INDUSTRIAL

| Twp | Pna | Sec | | N | Ę. | | | N۷ | ٧ | | | SV | N | | | SI | | | Totala |
|-----|-----|-----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|--------|
| TWP | Rng | 360 | NE | NW | SW | SE | NE | NW | SW | SE | NE | NW | SW | SE | NE | NW | SW | ŞE | Totals |
| 08S | 16E | 14 | | | | | | | | | Х | | | Х | | Х | Χ | | X |

RENTAL AGREEMENT CONDITIONS OF ACCEPTANCE

- 1. The use of water under this agreement shall be subject to the provisions of Idaho Code § 42-1766.
- Rental of the specified right from 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.
- 3. Use of water under this agreement does not constitute a dedication of the water to renter's place of use, and upon expiration of this agreement, the points of diversion and place of use of the water shall revert to those authorized under the water right and/or again be available to rent from the bank.
- 4. Use of water under this agreement shall not prejudice any action of the Department in its consideration of an application for transfer or permit filed by the applicant for this same use.
- 5. Renter agrees to comply with all applicable state and federal laws while using water under this agreement.
- 6. Renter agrees to hold the Board, the Director and the state of Idaho harmless from all liability on account of negligent acts of the renter while using water.
- 7. Renter acknowledges and agrees that the Director may terminate authorization for the use of a water right based on a water right's priority date.
- 8. Failure of the renter to comply with the conditions of this agreement is cause for the Director to rescind approval of the rental agreement.
- 9. 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. 130.
- 10. Prior to the diversion and use of water under this rental agreement the renter shall install and maintain acceptable measuring device(s) at the authorized point(s) of diversion in accordance with Department specifications, or shall obtain an approved variance from the Department to determine the amount of water diverted from power records or to maintain an existing measuring device.

WATER SUPPLY BANK RENTAL AGREEMENT No. 453

- 11. Upon specific notification of the Department, the renter shall install and maintain data loggers to record water usage information at the authorized point(s) of diversion in accordance with Department specifications.
- 12. This rental agreement does not authorize the construction of a well.
- 13. Prior to December 31 of each year, the Board may review this rental agreement to determine whether it is consistent with the management plan that may be approved for the Eastern Snake Plain Aquifer Ground Water Management Area ("ESPA GWMA Plan") pursuant to Idaho Code § 42-233b. The Board may cancel this rental agreement if the Board determines it is not consistent with the ESPA GWMA plan. If this rental agreement is canceled, the cancellation shall not take effect until December 31 of the year in which the rental agreement is canceled.
- 14. Pursuant to Section 42-1412(6), Idaho Code, 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.

Idaho Water Resource Board Attachment to Water Supply Bank Rental Agreement No. 453

Effective until December 31, 2021

This map depicts the **rental place of use** pursuant to the rental agreement and is attached to the agreement solely for illustrative purposes.





Form 42-1761-2 10/15

STATE OF IDAHO WATER RESOURCE BOARD

APPLICATION TO RENT WATER FROM THE BOARD'S WATER SUPPLY BANK

| Applicant Na | ame: _ | I. R. S | implot Company |
|--|---|--------------------------------------|---|
| Is this applic | cation co | being mpani | submitted with a lease application as a lease/rental package? Yes No violation water rights in Section 4 |
| application and | d must l | be incl | completed according to the minimum requirement checklist below. This checklist is part of the rental uded with the rental application. Applications that do not meet the minimum requirements will not be seen and may be returned until all minimum requirements have been met. |
| be processed as November 1 for in advance of applications man | s early or use in the pro ay be re | as Nov the ne oposed eturne | we submitted well in advance of the desired start date for the use of rental water. Rental applications may wember 1 of the year prior to the intended use of rental water. Any rental application received on or before ext year will be assigned a received date of November 1. Rental applications submitted more than one year a start date for the use of rental water will not be accepted and will be returned to applicants. Rental d to applicants if the desired start date for the use of rental water cannot be accommodated by the Water is will not be accepted once the rental season of use period has concluded. |
| for each unique | benefi | icial us | eneficial use of water. For multiple beneficial uses of water, separate rental requests should be submitted see of water. One rental application can be submitted if you propose to rent water from multiple sources. In completing a rental application, visit the Bank's website at http://idwr.idaho.gov/water_supply_bank . |
| | | | MINIMUM REQUIREMENT CHECKLIST |
| | | | Check All Items as Either Attached (Yes) or Not Applicable (N/A) |
| | | Yes | |
| | | V | Completed Application to Rent Water from the Board's Water Supply Bank |
| | | <u></u> | Confirmation that this form has been printed single sided, per requirement of the Water Supply Bank |
| Attachment | N/A | Yes | bank of the Water Supply Bank |
| 2 | | 7 | A map showing the proposed point(s) of diversion, place(s) of use, and water diversion and distribution systems proposed to be used with your rental request |
| 3A | | V | Detailed information on a proposed use of rental water |
| 3F | | | Authorization from the owner/operator of the rental point(s) of diversion |
| 3Н | 7 | | Water modeling to account for the impacts of the rental request |
| 3 J | V | | Documents justifying a rate of flow greater than 0.02 cfs/acre |
| 3K | \checkmark | | Authorization from the owner/operator of the property at the proposed rental place(s) of use |
| 4B | 7 | | Explanation of how the rental water will sufficiently accomplish your rental purposes |
| 4C | 7 | | Explanation of consumptive use amounts for water rights experiencing a change in nature of use |
| Dengrtmant Had | Only | Prop | osed Water Right(s) |
| 36-4179 | Only - | - 1 rop(| ised water Aight(s) |

Application to Rent Water (Continued)

| ٦. | CU | NIACI | IMP | UKI | MATION | ı |
|----|----|---------|-------|-----|--------|---|
| | A. | Applica | nt J. | R. | Simplo | t |

May 13, 2020

May 13, 2020

2.

3.

| | | miliplot Company | | | | |
|--------|--|---|-----------------------------------|--|---|---|
| ľ | Mailing Address | 1099 West Front S | Street | Boise | ID | 83702 |
| | 5 | Street c.conrad@simplot. | | City | State Phone Number 208- | Zip Code 780-7359 |
| | If yes, represents provide their info | atives (includes comp ormation below if they | any employe desire to be | ed representative on beha es if the applicant is a corp included on correspondence | poration, as well as legal co with the rental applicant. | |
| | | mes B. Alderman | | Profession | nal Title Sr. Vice Presid | lent and Secretary |
| (| Organization J. R | . Simplot Compan | у | Relations | hip to Applicant Officer | of Applicant |
| ľ | Mailing Address | Same as Applicant | t | | | |
| F | Email Address | | | | Phone Number | |
| MAP | | | | | | |
| applic | cation and label it | Attachment 2. | | oses, mark the number of | acres you desire to irriga | ne. Anach the map to this |
| a a | rrigation, describe additional sheets as | in detail how you d required and labe! | letermined t them Attac | e a detailed description o he amount of rental water hment 3A: lizer and crop protectio | r required. If the space be | low is insufficient, attacl |
| В. Е | | nd/or minimum rate | s of flow, v | olume, or irrigable acres i | requested for your rental | purposes: |
| | Desired Rate (Cubic Feet/Secon | | | Minimum Rate* (Cubic Feet/Second) | Minimum Volume* (Acre-Foot) | Desired Acres (if applicable) |
| L | 0.1 | 8 CFS | 9 af | 0.18 CFS | 9 AF | AC |
| * | Sometimes water | r rights provide an ex e of water sufficient f | cceptionally l for your prop | ow rate per acre and/or low osed water use. Please see q | volume per acre. This sect question 4B and complete i | ion is meant to establish ar necessary. |
| C. T | ven as the number | of years you would | d like to re | proposed start date and nt water. The latest possi benefit from utilizing ren | ible start is the latest nos | for using rental water a sible date by which you |
| w | | puj 101 a 10tital alia | | | | |

□ 5 ✓ Process application

as soon as possible

☐ Return application

to applicant

^{*} The number of years permissible for a rental is subject to the lease contract duration for the water right(s) being rented.

^{**} Per Idaho Code 42-201, it is unlawful to divert or use water without a valid water right. Water Supply Bank rental applicants are not authorized to utilize rental water prior to the execution of an approved rental agreement. Rental requests may be returned to applicants if no water is available from the Bank to fulfill a rental request.

Application to Rent Water (Continued)

| 3 | | | C.I. DOD | | | 1 |
|---|--|--|-----------------------------------|--|---|-----------------------------------|
| 1 | POD Description | water Source | n of the POD | | | |
| ł | Well | Groundwater | | Other Water Rights Dive | | |
| | 11011 | | | | | |
| | | | | | | |
| | If the POD(s) above are located but are serviced by water that authorization from all relevant consent to your diversion of wat | is delivered via a canal, canal companies, irrigati | lateral or di | tch, your rental request i | must include doci | umented |
| 1 | Has documented consent from al If yes, include documented con | l relevant water delivery en sent as Attachment 3F. | itities been ol | btained? | Yes | N/A ✓ |
| I | Do any POD(s) identified in Que Refer to the Water Modeling R | estion 3E divert from a water Requirements Information Sho | er source that eet to determin | may require water modeli ne if a rental POD may requi | ng? Yes 🗸 re water modeling. | No [|
| I | Has water modeling been provid- If yes, label modeling Attachm Rental applications that requin | ent 3 H. | | not provided. | Yes 🗸 | N/A |
| 5 | Specify the desired beneficial use | e of water and the requested | d season of us | se or number of acres requ | ired: | |
| | Irrigation(n | umber of acres) Duration: S | Subject to ID | WR standard seasons of us | е | |
| | Commercial from: | (mm/dd) to: | (mm/dd) | | | |
| | Stockwater from: | (mm/dd) to: | (mm/dd) | | | |
| | ✓ Industrial from:1/ | 1 (mm/dd) to: 12/31 | (mm/dd) | | | |
| | Other: | | | from: (mm/ | dd) to: | _ (mm/dd |
| F | For irrigation uses, do you proporting yes, justify the rate of flow a composition, conveyance losse irrigation of 5 acres or less. | nd attach any supporting doci s, crop type, irrigation syster | uments as Atta | achment 3.I. Justification ma | A Yes yinclude information 3 cfs/acre is permis | No [] on on soil ssible for |
| | Oo you own the land at the propo If no, attach documentation from | m the POU owner/operator con | nfirming your | | | |

Application to Rent Water (Continued)

4. RENTAL REQUESTS FOR SPECIFIC WATER RIGHTS

| A. Are you requesting If yes, specify be | to rent specific wate | | ou are reque | sting to re | nt. If n o, c | ontinue to Questi | | ✓ No 🗆 |
|--|--|----------------------------------|----------------------------|--------------------------|--|--|--|-------------------------|
| Important Information: acre volume limits of the should review all water ri available to satisfy a renta | water right under le ight lease contracts | ase contract t and any activ | to the Wate e rental ag | r Supply reements | Bank. Pri to determ | or to completing the completion in the completio | ng this section | , applicants |
| Water rights identified be Rental requests for wat provided with the rental rate, volume or acre limits | ter rights not yet l request. For leased | leased to the rights featurin | Bank wil | l be retu d limits, r | rned if entals mu | companion least to consiste the consistent | ase application | ns are not |
| Water Right E | lements Leased to | Water Sup | oly Bank | | Leas | Water Supp | ly Bank Ren | tal Request |
| Water Right Number (leave blank if sub-total of combined limits) | Nature of Use | Diversion Rate (CFS) | Volume (AF) | Acres (AC) | Leased totals, minus water right elements involved in active rental agreements, equals water right elements available for rent | Diversion Rate (CFS) | Volume (AF) | Acres (AC) |
| 36-4179 | Industrial | 4.27 | 1,723.11 | NA | , minu lents, | 0.18 | 9 | |
| | | | | | is wa | | | |
| | | | | | ter rig | | | |
| | | | | | ht ele er rig | | | |
| | | | | | ht ek | | | |
| | | | | | ts inv | | | |
| | | | | | olvec ts ava | | | |
| | | | | | d in a | | | |
| | | | | | e for | | | |
| | | | | | rent | | | |
| Applicants must ensure do not exceed the rate | per acre and volu | per acre and ume per acr | l volume p | er acre water | TOTAL | 0.18 | 9 | |
| rights leased to the Water | er Supply Bank | | | | | CFS | AF | AC |
| | es of this page if space | | | | | | | |
| B. If water right condit | ions, combined limi | ts, or the sum | of all wat | er right e | lements b | eing requested | provide an ur | nconventional |
| duty of water (e.g., a sufficiently accompl | ish your intended pu | rposes. Attacl | h a separate | page if s | rigation u pace is in | se), explain ho sufficient and l | w your propos abel it Attach | ed rental will ment 4B; |
| | | | | | | | | |
| C. Doos vers | | | | | | | | |
| C. Does your rental requirement of the control of t | w the water right(s) wi | ill be converted | to new use: | s. Include | the historic | c. consumptive u | Yes se amounts for | the water right |
| being rented if you | u have it, as well as the age and label it Attach | e new consump | otive use amo | ount for yo | ur propose | d beneficial use. | If space below | is insufficient, |
| Water Right 36-417 | 79 is an industrial v | vater right ar | nd is availa | able for f | uli consu | mption. | | |

Application to Rent Water (Continued)

| 5. Al | ODITIONAL INFORMATION | | |
|---|---|---|--|
| Α. | If no, list previous rental requests/a | is being requested for this purpose at the rental place of agreements and explain why you have not secured a permanent the water supply bank for the same purpose in 2016 | water right for your needs: |
| | | | |
| В. | Have you or do you intend to submi If yes, describe: | t an application for permit or transfer proposing a similar | use as this rental? Yes ☐ No ☑ |
| C. | Was this rental application submitted If yes, describe the date and loc | d in response to a Notice of Violation (NOV) or a pending ation of the NOV. | g NOV? Yes No 🗸 |
| D. | Additional Information Water will be rented to cover the | curtailment of water right no. 36-8471 in accordance | e with the delivery of water |
| | right nos. 36-2551 and 36-7694 (| | |
| I hereb willful a underst all app approva | misrepresentations made in this apparant that if this rental application is licable state and federal laws. I under a law and | ined in this application is true to the best of my know plication may result in rejection of the application or is approved, it will be subject to the provisions of Sec inderstand that the submission of a rental application erstand that, per Idaho Code 42-201, it is unlawful to prized to utilize water as proposed in this application | cancellation of an approval. I ction 42-1766, Idaho Code and on provides no guarantee for a divert or use water without a |
| | 8 | James B. Alderman | 5-12-2020 |
| Signatur | e of Applicant | Printed Name of Applicant | Date |
| Signatur | e of Representative | Printed Name of Representative | Date |

Mail to:

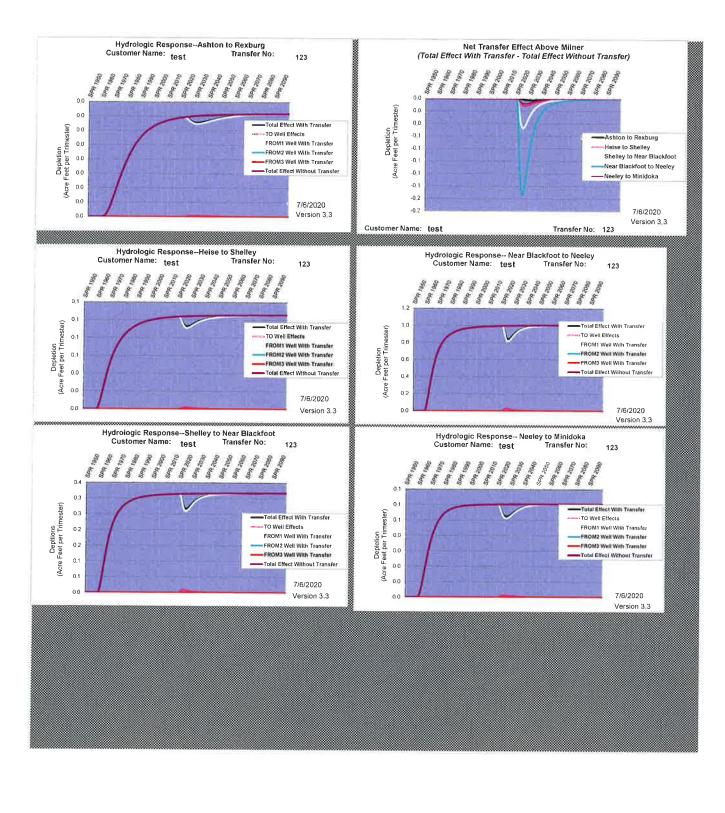
Idaho Department of Water Resources P.O. Box 83720 Boise, ID 83720-0098

Map with Application to Rent Water Right 36-4179 to Cover Use Under 36-8471 Due to Rangen Curtailment



Point of Diversion and Place of Use: T.8S R.16E B.M. Sec. 14 SW¼SE¼.

| WIN 2007 | 0 | 3 | 2 | | | | |
|----------------------|-----|---|---|---|---|---|---------------------------------|
| SPR 2008 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SUM 2008 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| WIN 2008 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SPR 2009 | 0 | | 3 | 0 | 0 | 0 | 0 |
| SUM 2009 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| WIN 2009 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SPR 2010 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SUM 2010 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| WIN 2010 | 0 | | 3 | 0 | 0 | 0 | 0 |
| SPR 2011 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SUM 2011 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| WIN 2011 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SPR 2012 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SUM 2012 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| WIN 2012 | | 3 | 3 | 0 | 0 | 0 | 0 |
| SPR 2013 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SUM 2013 | 0 | 3 | 3 | 0 | 0 | 0 | 0 0 0 0 0 0 0 |
| WIN 2013 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SPR 2014 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SUM 2014 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| WIN 2014 | 0 | 3 | 3 | 0 | 0 | 0 | |
| SPR 2015 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SUM 2015 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| WIN 2015 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SPR 2016 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SUM 2016 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| WIN 2016 | Ö | 3 | 3 | 0 | 0 | 0 | 0 |
| SPR 2017 | 0 | | 3 | 0 | 0 | 0 | 0 |
| SUM 2017 | Ö | 3 | 3 | 0 | 0 | 0 | 0 |
| WIN 2017 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SPR 2018 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SUM 2018 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| WIN 2018 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SPR 2019 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SUM 2019 | o o | 3 | 3 | 0 | 0 | 0 | 0 |
| WIN 2019 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SPR 2020 | | 3 | 3 | 0 | 0 | 0 | 0 |
| SUM 2020 | | 0 | 3 | 0 | 0 | 0 | |
| WIN 2020 | | 0 | 3 | 0 | 0 | 0 | 0 |
| SPR 2021 | 1 | 0 | 3 | 0 | 0 | 0 | 0 |
| SUM 2021 | 1 | 0 | 3 | 0 | 0 | 0 | 0 |
| WIN 2021 | 1 | 0 | 3 | 0 | 0 | 0 | 0 |
| SPR 2022 | | 0 | 3 | 0 | 0 | 0 | 0 |
| SUM 2022 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| WIN 2022 | | | | 0 | 0 | 0 | 0 |
| SPR 2023 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SUM 2023 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| WIN 2023 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SPR 2024 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| SPR 2024 SUM 2024 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| WIN 2024 | 0 | 3 | 3 | 0 | 0 | 0 | 0 |
| VVIIV 2024 | | 3 | 3 | 0 | 0 | 0 | 0 |





State of Idano 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

GARY SPACKMAN
Director

July 30, 2020

J R SIMPLOT CO 1099 W FRONT ST PO BOX 27 BOISE, ID 83707

RE: RENTAL OF WATER FROM THE WATER SUPPLY BANK WATER RIGHT NO(S). 36-4179, AGREEMENTS 451 & 453

Dear Renter:

Please find enclosed a receipt in the amount of \$149.60 and a copy of a fully executed Water Supply Bank Rental Agreement 451 for 65.8 acre-feet of water for irrigation of 14 acres and Rental Agreement 453 for 9.0 acre-feet of water for commercial use. Upon receipt of this fully executed agreement, you are authorized to divert water in compliance with the conditions of water use described in the agreement.

For Agreement 451, a rental fee of \$131.60 was calculated based on the current rental rate of \$20.00 per acre-foot times a diversion volume of 65.8 acre-feet. Since you are both the lessor and the renter of the right(s), you are only obligated to pay the 10% administrative fee or \$131.60.

For Agreement 453, a rental fee of \$18.00 was calculated based on the current rental rate of \$20.00 per acre-feet time a diversion volume of 9.0 acre-feet. Since you are both the lessor and the renter of the right, you are only obligated to pay the 10% administrative fee or \$18.00.

Pursuant to the Water Supply Bank Rules, the rental fee will be retained by the Department to offset administrative costs since you have a private agreement with the lessor of the right(s).

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

Sincerely,

Water Supply Bank

Enclosures: Receipt No. C109046

Rental Agreement (copy)

Johns-Veilell

c: Sascha Marston – Fiscal IDWR Southern Regional Office State Water District No. 130



J.R. Simplot Company P.O. Box 27, Boise, Idaho B3707 0027

1099 West Front Street Boise, Idaho 83702

Vic.conrad@simplot.com 208 780 7359 Business 208 780 7333 Fax

RECEIVED

JUL 2 2 2020

DEPARTMENT OF WATER RESOURCES

July 20, 2020

Amanda Johnson-Vabell Water Supply Bank State of Idaho Department of Water Resources 322 E. Front Street, Suite 648 Boise, ID 83720-0098

Re: Water Supply Bank Rental Agreements 451 and 453.

Dear Amanda:

Enclosed are the above referenced partially executed rental agreements together with a check in the amount of \$149.60 to cover the rental fee for 2020. Please arrange for the signature of the Idaho Water Resource Board and IDWR, then return fully executed copies of each Agreement to me.

Sincerely,

Vic Conrad

Land, Water & Asset Recovery

Enclosure



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

GARY SPACKMAN Director

July 9, 2020

JR SIMPLOT CO PO BOX 27 BOISE ID 83707-0027

RE: APPLICATION TO RENT WATER FROM THE WATER SUPPLY BANK

WATER RIGHT NO(S). 36-4179, AGREEMENTS 451 & 453

TIME SENSITIVE RESPONSE REQUIRED

Dear Applicant:

The Department of Water Resources acknowledges receipt of your application to rent water from the Water Supply Bank. I have enclosed two Water Supply Bank Rental Agreement for your review and signature. Upon signature and return of the original agreement, together with the rental fee described below, the Department will also sign the original agreement and return an executed copy to you. Execution of the agreement and compliance with the conditions of approval authorize diversion and use of water as provided in the agreement.

For Agreement 451, a rental fee of \$131.60 was calculated based on the current rental rate of \$20.00 per acre-foot times a diversion volume of 65.8 acre-feet. Since you are both the lessor and the renter of the right(s), you are only obligated to pay the 10% administrative fee or \$131.60.

For Agreement 453, a rental fee of \$18.00 was calculated based on the current rental rate of \$20.00 per acre-feet time a diversion volume of 9.0 acre-feet. Since you are both the lessor and the renter of the right, you are only obligated to pay the 10% administrative fee or \$18.00.

An annual payment shall be received by the Department prior to the execution of this agreement and prior to January 1 in all subsequent years for the duration of the rental period. The agreement will be void if payment is not received prior to the due date in a given year. If you would like to terminate the agreement prior to the end of the rental period, you must submit written notice of your intent to the Department at least 30 days prior to the rental fee due date.

Please send a check for \$149.60 for both agreements made payable to the Idaho Department of Water Resources, together with the signed rental agreement, within 14 days so the Department can complete processing.

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

Sincerely

Johnson - Vahell Water Supply Bank

Enclosure(s)

c: IDWR Front Desk

Memorandum

To: Water Right 36-4179

From: Justin Ferguson

Date: May 21, 2020

Re: Water Supply Bank Rental Application 1726

Purpose/Narrative: This application was prepared and submitted electronically to the Department on May 12, 2020 on behalf of J R Simplot (Simplot). The applicant has requested to use their existing water right to provide water for rights being curtailed, in this case water right 45-2746, through the most recent Rangen ground water call.

Per the order, water right holders are required to either become members of their relevant groundwater district or provide mitigation to the district to avoid curtailment. The order applies to "users of ground water holding consumptive water rights bearing priority dates junior to July 13, 1962" and specifically, "shall apply to all consumptive ground water rights, including agricultural, commercial, industrial, and municipal uses, but excluding ground water rights used for de minimis [...] purposes". In this situation the applicants have decided not to become members and will idle water right 45-2746 as mitigation.

This application is seeking to replace an existing agreement, number 139, to offset the curtailment of water right 45-2746.

Authority to File: The applications were signed and submitted on behalf of Simplot by Vic Conrad, no concerns at this time.

Water Right Validity/Forfeiture Evaluation: The leased water right is in the Bank and available to be rented. No concerns about its validity.

Injury Evaluation: No injury is apparent as the applicant intends to comply with the ground water call while using a more senior water right to continue commercial practices. The applicant also provided Eastern Snake River Plane (ESPA) modeling for the movement of the water right to the rental place of use. The information was verified using the most current version of the ETRAN program and, with the excess being rented, no further mitigation is required. No concerns at this time.

Enlargement of Use: None anticipated. Water allocated for fully-consumptive industrial use will continue to be used for the same purpose.

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

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

Department/Watermaster Comments: Watermaster and IDWR Southern Region comments were requested May 21, 2020

Water Supply Bank Evaluation: Bank staff recommend the approval of this rental for Simplot through 2021.

Parker, Cody

From:

Skinner, Corey

Sent:

Thursday, May 21, 2020 4:40 PM

To: Cc:

Ferguson, Justin Erickson, Nathan

Subject:

RE: WSB Rentals - Simplot

I'm good if Nathan is good.

From: Ferguson, Justin

Sent: Thursday, May 21, 2020 4:14 PM

To: Erickson, Nathan < Nathan. Erickson@idwr.idaho.gov >; Skinner, Corey < Corey. Skinner@idwr.idaho.gov >

Subject: RE: WSB Rentals - Simplot

Not a problem! I just heard back from Vic, he's outlined the 14 acres they intend to irrigate. I am adjusting down the rate and volume being rented to match so there isn't any overuse/enlargement

From: Erickson, Nathan

Sent: Thursday, May 21, 2020 4:12 PM

To: Ferguson, Justin < Justin.Ferguson@idwr.idaho.gov >; Skinner, Corey < Corey.Skinner@idwr.idaho.gov >

Subject: RE: WSB Rentals - Simplot

Looks good. Thanks!

From: Ferguson, Justin

Sent: Thursday, May 21, 2020 3:31 PM

To: Skinner, Corey < Corey. Skinner@idwr.idaho.gov >; Erickson, Nathan < Nathan. Erickson@idwr.idaho.gov >

Subject: WSB Rentals - Simplot

Corey, Nathan,

Attached are the draft lease, memo, and map for the two Simplot rentals offsetting their curtailed water right. Please let me know if you have any comments or concerns. We did receive the concerns that they had requested 14 acres instead of the 16 and have adjusted the agreement up to 16. Vic has been contacted to verify that 16 is correct or provide further information.

Thanks!

Justin

[Warning: External Email]

Vic,

I am working on the review for the two Simplot rentals and wanted to touch base, on the application for the Rupert Facility it looks like you requested 14 acres rather than the 16 previously covered by 36-8469. We can move forward with the rental using the 16 acres or, if you can provide a map outlining the specific acreage, can adjust it down to 14. Please let me know as soon as possible, once I hear back we should be able to complete the processing.

Thanks!
Justin

From: Conrad, Vic [mailto:Vic.Conrad@simplot.com]

Sent: Tuesday, May 12, 2020 4:35 PM

To: Bank < Bank@idwr.idaho.gov >; Buyer, Remington < Remington.Buyer@idwr.idaho.gov >

Subject: Water Bank Rental Applications; 36-4179; Rangen Water Right Call.

Remington:

Simplot's Rupert Facility (aka Min-Cassia SGS Unit):

Attached is an application to rent 0.49 cfs and 65.8 acre feet from the Water Supply Bank under water right 36-4179 each year during 2020 and 2021 to cover the water use at Simplot's Mini-Cassia SGS Unit due to the curtailment of water rights 36-7636 and 36-8469. Also attached are the related results of the ESPA groundwater model to support the amount contained in the attached application for the Mini-Cassia Unit.

Simplot's Jerome Facility (aka Jerome SGS Unit).

Attached is an application to rent 0.18 cfs and 9 acre feet from the Water Supply Bank under water right 36-4179 each year during 2020 and 2021 to cover the water use at Simplot's Jerome SGS Unit due to the curtailment of water right 36-8471. Also attached are the results of the ESPA groundwater model to support the amount contained on the application for the Jerome Unit.

Thank you for your help and assistance with this under the urgent circumstances. Please let me know if I can answer any questions and the amount we owe the Water Supply Bank for the rent.

Parker, Cody

From:

Conrad, Vic < Vic.Conrad@simplot.com>

Sent:

Tuesday, May 12, 2020 4:35 PM

To:

Bank; Buyer, Remington

Subject:

Water Bank Rental Applications; 36-4179; Rangen Water Right Call.

Attachments:

Application to Rent 36-4179 to cover 36-7636 and 36-8469.pdf; ESPA GW Modeling for the Heyburn Facility.zip; Water Bank Rental Application for 36-4179 to cover 36-8471

May-12-2020.pdf; Jerome Facility Rental GW Modeling.zip

Remington:

Simplot's Rupert Facility (aka Min-Cassia SGS Unit):

Attached is an application to rent 0.49 cfs and 65.8 acre feet from the Water Supply Bank under water right 36-4179 each year during 2020 and 2021 to cover the water use at Simplot's Mini-Cassia SGS Unit due to the curtailment of water rights 36-7636 and 36-8469. Also attached are the related results of the ESPA groundwater model to support the amount contained in the attached application for the Mini-Cassia Unit.

Simplot's Jerome Facility (aka Jerome SGS Unit):

Attached is an application to rent 0.18 cfs and 9 acre feet from the Water Supply Bank under water right 36-4179 each year during 2020 and 2021 to cover the water use at Simplot's Jerome SGS Unit due to the curtailment of water right 36-8471. Also attached are the results of the ESPA groundwater model to support the amount contained on the application for the Jerome Unit.

Thank you for your help and assistance with this under the urgent circumstances. Please let me know if I can answer any questions and the amount we owe the Water Supply Bank for the rent.

Parker, Cody

From: Conrad, Vic <Vic.Conrad@simplot.com>

Sent: Friday, May 8, 2020 4:17 PM

To: Buyer, Remington

Cc: Bank

Subject: RE: [EXTERNAL] Rental for 2020

Remington:

Thank you. I was just about to reach out and see if you had an opportunity to check into this. I will do my best to answer your question – and please let m know if I miss anything.

For the Heyburn/Rupert facility 0.49 cfs and 65.8 af will be more than plenty. For the Jerome facility, 0.23 cfs and 3.6 af will be plenty.

I will prepare and send to your attention the rental applications for each site based on the amounts you show below as necessary for each site using the above rates and volumes.

We received the curtailment notice for 45-2746 and will comply.

Now for a stupid question.....out of curiosity, how is it possible that one would need to mitigate 92.8 acre feet in Jerome with 650 acre feet?

From: Buyer, Remington < Remington. Buyer@idwr.idaho.gov>

Sent: Friday, May 8, 2020 3:52 PM

To: Conrad, Vic < Vic.Conrad@simplot.com>

Cc: Bank <Bank@idwr.idaho.gov>

Subject: RE: [EXTERNAL] Rental for 2020

Vic,

I took a look today at these two rentals today and need to get a few answers from you to nail down the particulars.

It appears that these two rentals are to offset curtailed water use under water rights 36-7636 and 36-8469 (at the Heyburn/Rupert facility) and 36-8471 (at the Jerome Facility).

What is the required maximum diversion rate and/or volume required at either facility? Is it to mirror the curtailed water rights themselves, or something else? If the rentals are to mirror what is being curtailed under the junior water rights at the facilities, it would seem that 0.49 cfs and 65.8 af might be required at the Heyburn/Rupert facility, while 0.18 cfs and 3.6 af might be required at the Jerome facility. However, past rental agreements have authorized diversions of 0.23 cfs and 92.8 af under rentals at both facilities. Please confirm what the max diversion rate and volume will be at either facility under a rental during 2020, so we can consider what might suffice for a rental from the Bank to accommodate Simplot's needs.

If Simplot will require a diversion volume of 92.8 af at the Jerome facility, then it will not be possible to rent water right 36-4179 to provide for this volume. Although 598.3 af remains available for rental from this water right, due to the

distance between the lease and rental locations, ESPA modeling indicates a rental of as much as 650 af/year would be required to authorize a rental diversion volume of 92.8 af under 36-4179 at the Jerome facility. Since this is more than what is available for rental under 36-4179, it is advisable that Simplot rent alternative water rights as the basis for such a large rental at the Jerome facility. However, if a diversion volume of 3.6 af is what is desired, similar to water right 36-8471, then it seems a rental of as little as 9 af from 36-4179 may suffice, as this volume would provide sufficient mitigation for depletions to the Snake River. **Please confirm the diversion rate and volume needs for the Jerome facility.**

If Simplot will require a diversion volume of 65.8 af at the Heyburn/Rupert facility, a rental of 65.8 af can come directly from water right 36-4179 without any ground water mitigation. Please confirm the desired diversion rate and volume needs for the Heyburn/Rupert facility.

Will Simplot be obtaining mitigation from a ground water district for diversions under water right 45-2746? This water right has been identified for curtailment by May 13th, 2020, unless mitigation is obtained. There are presently two active rentals of this water right from the Bank (one being to Simplot itself at the Jerome facility). If water right 45-2746 will be curtailed, the Water Supply Bank will need to address Simplot's rental of this water right, along with the other rental against this water right. Your confirmation as to whether this rental will or will not be curtailed during 2020 is appreciated.

Thanks for your responses to the above Vic. Once we hear back from you, we can move forward with getting WSB rental applications prepared.

Remington

From: Conrad, Vic [mailto:Vic.Conrad@simplot.com]

Sent: Wednesday, May 6, 2020 10:50 AM

To: Buyer, Remington < Remington. Buyer@idwr.idaho.gov>

Cc: Bank <Bank@idwr.idaho.gov>

Subject: RE: [EXTERNAL] Rental for 2020

Remington:

Thank you. Yes, these are the two rental contracts we will be mirroring in the new applications. Please let me know if we will need to re-do the ESPA GW modeling again.

From: Buyer, Remington < Remington. Buyer@idwr.idaho.gov>

Sent: Tuesday, May 5, 2020 4:10 PM

To: Conrad, Vic < Vic.Conrad@simplot.com>

Cc: Bank < Bank@idwr.idaho.gov > Subject: [EXTERNAL] Rental for 2020

[Warning: External Email]

Vic,

As we spoke of on the phone today, it appears 1.48 cfs and 598.3 af of water right 36-4179 is available for rental by Simplot during 2020. To which location and for what purposes will Simplot be renting this water right in 2020? You mentioned it might be similar to a rental proposed back in 2016. I've attached the two rentals of this water right by Simplot in 2016. If you can confirm whether the 2020 rental will be similar to either of the these two prior 2016 rentals, I can provide you with a preliminary analysis of any required ESPA GW modeling that might be required for a 2020 rental.

Regards,

Remington