WATER SUPPLY BANK LEASE CONTRACT No. 1153

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

LESSOR: EDWARD RAY MONTIERTH

825 HEARTLAND DR NAMPA, ID 83686-8156

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.
- 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 January 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:

Summary of Water Rights or Portions Leased to the Bank

Water Right No.	Priority Date	Source	Diversion Rate (CFS)	Diversion Volume (AF)	Acres (AC)
63-32691	3/22/1967	GROUND WATER	0.70	237.0	158.0
Lease Totals			0.70	237.0	158.0

Summary of Water Rights Elements Rentable From the Bank

Water Right	Diversion Rate (CFS)	Diversion Volume (AF)	Acres (Limited) (AC)	Rate Per Acre (CFS/AC)	Volume Per Acre (AF/AC)
63-32691	0.70	237.0	52.7	0.013	4.50
Combined Limit Totals	0.70	237.0	52.7	0.013	4.50

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.

WATER SUPPLY BANK LEASE CONTRACT No. 1153

- 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.
- 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. 1153

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

LESSOR:	EDWARD RAY MONTIERTH		
	825 HEARTLAND DR		
By Elizabeth Title Date 2	NAMPA ID 83686-8156		
322 East Front P.O. Box 8372 Boise, ID 8372	20		
	Acting Administrator	Date _	02/8/20
Idaho Water R	esource Board		
Lease approve	ed by IDWR	Date _	02/85/20

WATER SUPPLY BANK LEASE CONTRACT No. 1153

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 Diversion for Water Right No(s): 63-32691

GROUND WATER NWSW Sec. 11 Twp 02N Rge 03W CANYON County GROUND WATER SESW Sec. 14 Twp 02N Rge 03W CANYON County

		Seas	on of	Use	Diversion	Volume	
Water Right	Beneficial Use	From	То		Rate (CFS)	(AF)	
63-32691	IRRIGATION	03/15	to	11/15	0.70 cfs	237.0 AF	
				Totals:	0.70 cfs	237.0 AF	

PLACES OF USE TO BE IDLED UNDER THIS LEASE: IRRIGATION

Twp	Rng	Sec		N	Ę			N۱	Ν			SV	٧			SI			Totals
Twp	Kilg	Sec	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	Totals
02N	03W	14					39.0	39.0	40.0	40.0									158.0

Total Acres: 158.0 Acre Limit: 52.7

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. 1153

- 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.
- 9. 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:
 - 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 is limited to the irrigation of 52.7 acres within the place of use described above in a single irrigation season.
- 13. The use of water for irrigation under this right may begin as early as March 1, provided other elements of the right are not exceeded. The use of water before March 15 under this remark is subordinate to all water rights having no subordinated early or late irrigation use and a priority date earlier than the date a partial decree is entered for this right.
- 14. 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.

Idaho Water Resource Board Water Supply Bank Lease Contract No. 1153

63-32691 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.





RECEIVED

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

JAN 2 1 2020

DEPARTMENT OF WATER RESOURCES

Designated Applicant	Edward Ray Montierth	Water Right No.	63-32691
	(Select one owner – see item 1A on the application)	J	(One water right per application)
Is this application bein	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.

1		All it	~	IREMENT CHECKLIST * Attached (Yes) or Not Applicable (N/A)
		Yes		
		✓	Completed Application to Sell or	Lease a Water Right to the Water Supply Bank.
		7	application and the water rights lead or volume, the total fee for must be used to irrigate the sam	00 per water right. If you are submitting more than one lease have an overlapping, common place of use, or a common diversion all water rights is \$500.00. For places of use, multiple water rights e lands in order to qualify for the joint filing fee. Individual filing its that share a common permissible place of use but which cover ible 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 informati application.	ion for all owners of the water right to be leased or sold on this
1B		V	An Internal Revenue Service (IRS	S) Form W-9 for the Designated Applicant.
1C	\checkmark		Notice of Change in Water Right	Ownership form (accessible from www.idwr.idaho.gov).
1 D		V	represent the Designated Applica	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		specific location where irrigated acres will be dried up, or where a spended. You have the option of printing a map using the map tool r.idaho.gov.
4A	V		Written consent from irrigation d	istrict or water delivery company.
4G	V		Evidence demonstrating the water Code.	er right has not been forfeited pursuant to Section 42-222(2), Idaho
Department Us	se Only			
Fee Amount \$	750	• •	Received By: KM	Date Received: 1-21-2020 Receipt # C/07248
W-9 received?	Yes 🗷	} No [Route W-9 to Fiscal)	Name on W-9: Edward R. Montieth



APPLICATION TO SELL OR LEASE A WATER RIGHT

(Continued)

A. This application must be completed by a Designated Applicant who is a current owner of the water right being sold or leased

1. CONTACT INFORMATION

	to the Water Supply Bank. If there are additional cur to represent them on this application by completing ar				pplicant
	Designated Applicant Edward Ray Montierth				
	Mailing Address 825 Heartland Dr.	Nampa	ID	83686	
	Street	City	State	Zip Code	
	Email Address	Phor	ne Number 208-989-8310		
	The Designated Applicant is the sole owner of the OR	e water right being sold	l or leased to the Water Suppl	ly Bank.	
	✓ The Designated Applicant is representing addition	nal water right holders	who have completed Attachn	ment 1A.	
В.	Has the Designated Applicant submitted an IRS Form If no, complete the form and attach to this application (Atta		nt within the last 2 years?	Yes 🗌	No 🗸
C.	Are all applicants on this form listed in IDWR's record If no, attach a Notice of Change in Water Right Ownership				No 🗌
D.	Is this application being completed by an authorized relatives, representatives (includes employees of Designated A of their authority to represent the Designated Applicant (Att	pplicant companies) mus			No 🔲
	Name of Representative Lori Graves Professional Title Water Rights Specialist	Organization S	SPF Water Engineering		
	Professional Title Water Rights Specialist	Email Address	lgraves@spfwater.com		
	Mailing Address 300 E. Mallard Dr., Ste. 350, Bois			3-4140	
	Send all correspondence for this application to the	e representative and no	t to the Designated Applicant	t.	
	OR				
	✓ Send original correspondence to the Designated A	Applicant and copies to	the representative.		
DE	SCRIPTION OF WATER RIGHT OFFERED TO T	HE DANK			
_		HE 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 Att	tachment 2.			

3. MAP

2.

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 Section 42-108, Idaho Code and IDAPA WSB Rule 37.02.03.25.02e.											
B.	Please provide a description of the current water diversion and delivery system.											
	None - water right was reserved from property sale.											
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. 63-32689, 63-32693											
D.	Are any of the water rights identified in Section 4C stacked with the water right proposed for lease? Yes No V											
	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?											
	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. n/a - water right has been leased to the water bank since 2015 under Contract 389											
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. n/a - water right has been leased to the water bank since 2015 under Contract 389											
Н.	Is this water right involved in any other IDWR process, such as an application for transfer or a mitigation plan?											
	If yes, describe.											

APPLICATION TO SELL OR LEASE A WATER RIGHT

(Continued)

5.	SAL	.E/L	EAS	SE A	١GR	EE	ИENT
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Α.	Is the water right, or portion thereof, offered to the Idaho Water Resource Board (IWRB) for sale \square or lease $\boxed{?}$?	
	If lease, specify the years when the use of water will be suspended: 2020 to 2025 (Year) (maximum lease period 5 calendar y	ears).
B.	Show the minimum payment acceptable to the seller/lessor. The minimum payment may be shown as the "current ren	ital rate"
	as established by the IWRB. Include the method of determining the minimum payment if other than the current rental Current rental rate	rate.
	y assert that the information contained in this application is true to the best of my knowledge, and that I have its necessary to offer this water right for sale or lease to the Idaho Water Resource Board.	ave 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.	er
	3. A water right accepted into the Bank stays in the Bank until the Designated Applicant receives writte confirmation from the Board or Water Supply Bank that the water right has been released from the Bank.	n
	4. While a water right is in the Bank, forfeiture is stayed.	
Ä	 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. 	ıt
Signature	e of Designated Applicant Printed Name Printed Name	5/20
Signature	Conave Low Cnaves 1/16/20 Printed Name Date	<u> </u>
Signature	Of Planton Political Planto Planto Date	

Mail to:

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

Water Right No(s). 63-32691

STATE OF IDAHO WATER RESOURCE BOARD

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.

	Designated Applicant	Applicant #2	Applicant #3
Name	Edward Ray Montierth		
Mailing Address	same as above		
Phone Number	same as above		
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	Hum Derjoutent	h	

	Applicant #4	Applicant #5	Applicant #6
Name	Susan Montierth		
Mailing Address	same as above		
Phone Number	same as above		
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	Susan Montier H		

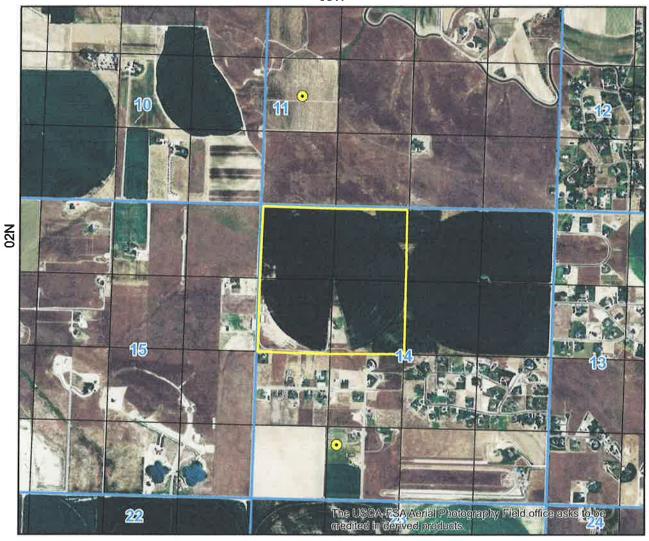
State of Idaho Department of Water Resources

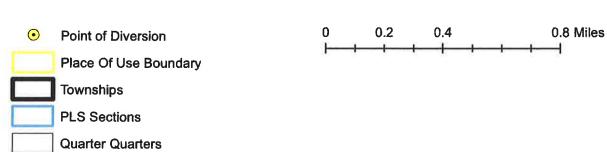
Water Right 63-32691

IRRIGATION

The map depicts the place of use for the water use listed above and point(s) of diversion of this right as currently derived from interpretations of the paper records and is used solely for illustrative purposes. Discrepancies between the computer representation and the permanent document file will be resolved in favor of the actual water right documents in the water right file.

03W









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

Governor

GARY SPACKMAN Director

March 2, 2020

EDWARD RAY MONTIERTH 825 HEARTLAND DR NAMPA, ID 83686-8156

RE:

WATER SUPPLY BANK LEASE CONTRACT 1152, 1153, 1154

FOR WATER RIGHTS 63-32689, 63-32691, 63-32693

Dear Lessor:

Water rights 63-32689, 63-32691, 63-32693 were 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 unused 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, 2024, 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 bank@idwr.idaho.gov or 208-287-4800.

Sincerely wanta Vahill

Water Supply Bank

Enclosure: Executed Lease Contract

C: Nick Miller - IDWR Western Region Lori Graves - SPF Water Engineering



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

February 7, 2020

EDWARD RAY MONTIERTH 825 HEARTLAND DR NAMPA ID 83686

RE: APPLICATION TO LEASE WATER RIGHTS 63-32689, 63-32691 & 63-32693 TO THE WATER SUPPLY BANK CONTRACTS 1152, 1153 & 1154

****TIME SENSITIVE RESPONSE REQUIRED***

Dear Applicant:

The Department of Water Resources has completed its review of your application to lease the above-mentioned 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 form.</u> To propose a new lease period, submit a new <u>Application to Sell or Lease a Water Right to the Water Supply Bank form along with applicable fees to the Department. These forms are available from any IDWR office or from our public website at http://www.idwr.idaho.gov. Please note your right may not be available for immediate release if it has been rented.</u>

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 not 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 bank@idwr.idaho.gov or 208-287-4800.

Sincerely,

Water Supply Bank

Enclosures:

Proposed Lease Contracts

Receipt # C108248

Hersley, Jean

From:

Hersley, Jean

Sent:

Friday, February 07, 2020 9:46 AM

To:

Miller, Nick

Subject:

Lease Contracts for Montierth

Attachments:

Idled Acres 63-32689.pdf; Lease Application Review 63-32689.xls; Report - Lease Contract - 1152.docx; Idled Acres 63-32691.pdf; Lease Application Review 63-32691.xls; Report - Lease Contract - 1153.docx; Idled Acres 63-32693.pdf; Lease Application Review 63-32693.xls;

Report - Lease Contract - 1154.docx

Please let me know within 7 days if you have any comments or concerns with the attached lease contracts. These rights have been in the Bank since 2015. These are rights that Montierth withheld in the sale of the property. Current owner of the land is Frank Tiegs, LLC and they have their own water rights for the land. Thank you.

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



January 16, 2020



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

Subject:

Edward Ray and Susan Montierth Water Bank Lease Renewals

Dear Justin,

On behalf of Edward Ray and Susan Montierth are three applications for renewal of Contract Nos. 388 (63-32689), 389 (63-32691) and 386 (63-32893) that expired 12/31/2019. Check No. 1007 is enclosed for the \$750 total filing fee. Also included is a new W-9 form.

Please let me know if there are any questions. Thanks Justin.

Sincerely,

Lori Graves

Water Rights Specialist

Cc: Edward Ray Montierth

Enclosures

SPF file numbers: 1058.0070

