

WATER SUPPLY BANK LEASE CONTRACT No. 565

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

LESSOR: CITY OF CHUBBUCK
PUBLIC WORKS DEPARTMENT
PO BOX 5604
CHUBBUCK, ID 83202-5604

RECEIVED

FEB 13 2017

DEPARTMENT OF
WATER RESOURCES

RECITALS

1. The Board is authorized under chapter 17, title 42, Idaho Code to operate a water supply bank and to contract with lessors to act as an intermediary in facilitating the rental of water.
2. The Lessor has filed a completed application to lease water rights described below into the Water Supply Bank on forms supplied by the Idaho Department of Water Resources and received by the Department on November 01, 2016.
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)
29-14016	1/17/1966	GROUND WATER	0.940	239.40	67.90
Lease Totals			0.940	239.40	67.90

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

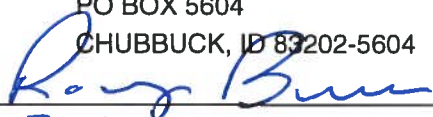
3. **TERM OF LEASE:** The term of this lease shall be January 1, 2017 to December 31, 2017. This Lease shall bind the parties and take effect when both parties have signed it.
4. **WATER SUPPLY BANK CONDITIONS OF ACCEPTANCE:** The Lessor shall abide by all terms and conditions contained in the Water Supply Bank Conditions of Acceptance, attached hereto as "Attachment A" and incorporated herein by this reference.

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.



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

LESSOR: CITY OF CHUBBUCK
PUBLIC WORKS DEPARTMENT
PO BOX 5604
CHUBBUCK, ID 83202-5604

By 
Title P.W.D.
Date 2-9-17

IDAHO WATER RESOURCE BOARD

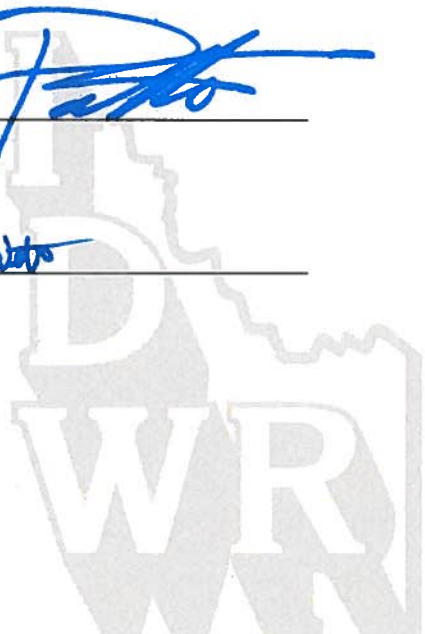
322 East Front Street
P.O. Box 83720
Boise, ID 83720-0098

By 
Brian Patton, Acting Administrator
Idaho Water Resource Board

Date 2/13/2017

Lease approved by IDWR 

Date 2-13-2017



ATTACHMENT A
WATER SUPPLY BANK CONDITIONS OF ACCEPTANCE
FOR LEASE CONTRACT NO. 565

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): 29-14016

GROUND WATER	SWSESW	Sec. 4	Twp 06S	Rge 34E	BANNOCK County
GROUND WATER	L 13(SWSW)	Sec. 10	Twp 06S	Rge 34E	BANNOCK County
GROUND WATER	NWNWSW	Sec. 3	Twp 06S	Rge 34E	BANNOCK County
GROUND WATER	SENWSW	Sec. 34	Twp 05S	Rge 34E	BANNOCK County
GROUND WATER	L 4(NENWNW)	Sec. 11	Twp 06S	Rge 34E	BANNOCK County
GROUND WATER	L 2(NWNE)	Sec. 4	Twp 06S	Rge 34E	BANNOCK County

Water Right	Beneficial Use	Season of Use			Diversion Rate (CFS)	Volume (AF)
		From		To		
29-14016	MUNICIPAL	04/15	to	10/15	0.940 cfs	239.40 AF
Totals:					0.940 cfs	239.40 AF

Total Acres: 67.9 (within the municipal boundary)

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 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.
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.
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:

- 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. Rights 29-14058 and the unleased portion of 29-14016 when combined shall not exceed the irrigation of 63.5 acres.
13. Use of water under this right will 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. 120.
14. Place of use is within the service area of the City of Chubbuck municipal water supply system as provided for under Idaho Law.
15. Municipal use under rights 29-14058 and the unleased portion of 29-14016 is for irrigation of 63.5 acres within the authorized place of use in a single irrigation season.
16. A map depicting the place of use boundary for this water right at the time of this approval is attached to this document for illustrative purposes.
17. Municipal use under this right for the unleased portion is for irrigation of 59.5 acres within the authorized place of use in a single irrigation season.
18. The irrigation component of municipal use under this right when combined with all other rights shall provide no more than 4.0 afa per acre at the field headgate.

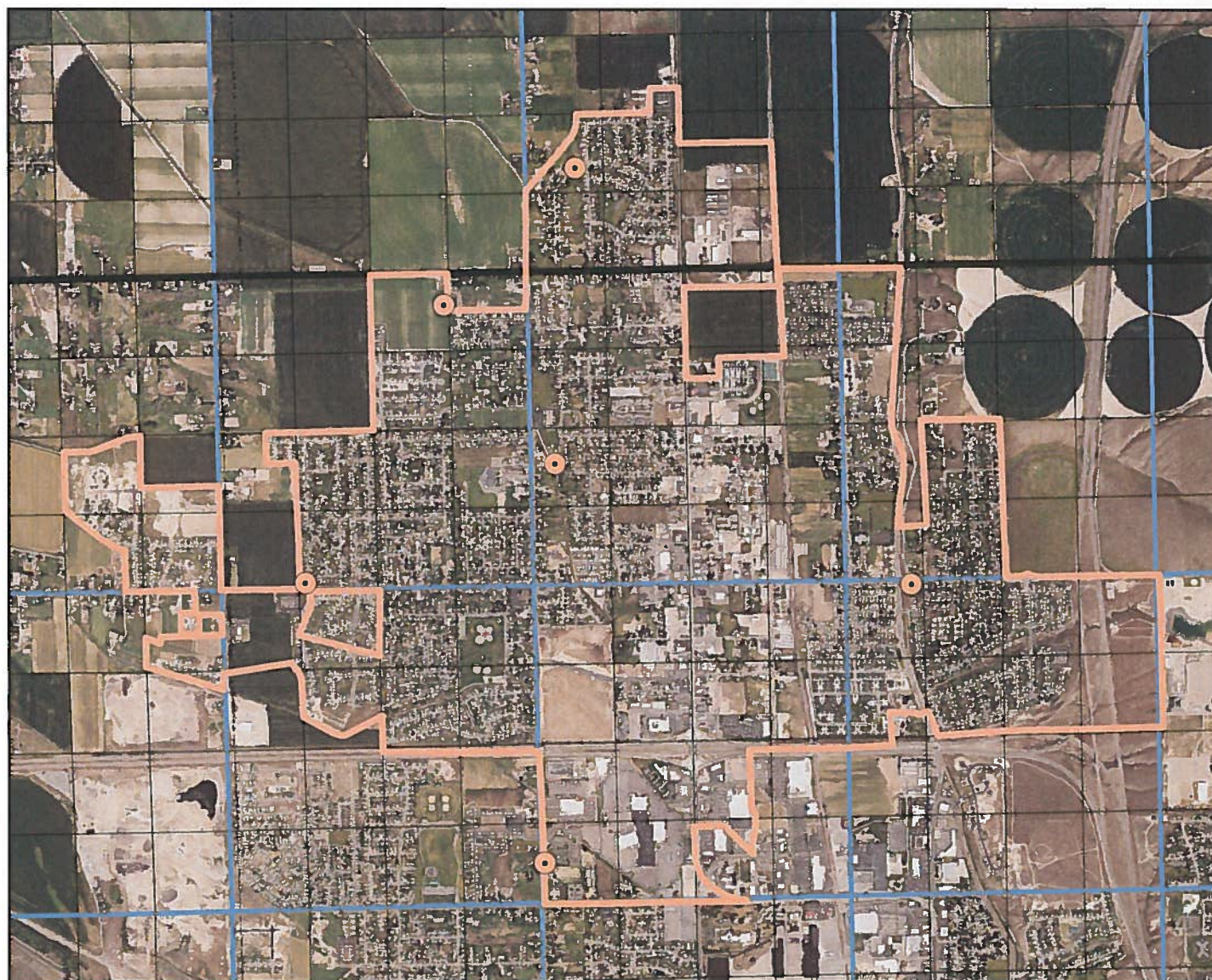


Idaho Water Resource Board Water Supply Bank Lease

29-14016

Effective until December 31, 2017

This map depicts the large **place of use where 67.9 acres are 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
-  Townships
-  PLS Sections
-  Quarter Quarters



0 0.25 0.5 Miles

STATE OF IDAHO
WATER RESOURCE BOARD

RECEIVED

NOV 01 2016

DEPARTMENT OF
WATER RESOURCESAPPLICATION TO SELL OR LEASE A WATER RIGHT
TO THE WATER SUPPLY BANKDesignated Applicant City of Chubbuck

(Select one owner - see item 1A on the application)

Water Right No. 29-14016

(One water right per application)

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

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.

MINIMUM REQUIREMENT CHECKLIST

All items 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*.
- ☒ Application filing fee of \$250.00 per water right. If you are submitting more than one lease application and the water rights have an overlapping, common place of use, or a common diversion rate or volume, the total fee for all water rights is \$500.00. For places of use, multiple water rights 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 *all owners* of the water right to be leased or sold on this application.
- 1B ☐ ☒ An Internal Revenue Service (IRS) Form W-9 for the Designated Applicant.
- 1C ☒ ☐ *Notice of Change in Water Right Ownership* form (accessible from www.idwr.idaho.gov).
- 1D ☒ ☐ 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 officers authorized to sign or act on behalf of the entity.
- 2 ☐ ☒ Description of a water right portion offered to the Water Supply Bank.
- 3 ☐ ☒ 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 tool on IDWR's website at: www.idwr.idaho.gov.
- 4A ☒ ☐ Written consent from irrigation district or water delivery company.
- 4G ☐ ☒ Evidence demonstrating the water right has not been forfeited pursuant to Section 42-222(2), Idaho Code.

Department Use Only

Fee Amount \$ 2000Received By: VCDate Received: 11/1/16Receipt # C102658W-9 received? Yes ☒ No ☐

(Route W-9 to Fiscal)

Name on W-9: Same as above

STATE OF IDAHO
WATER RESOURCE BOARD

APPLICATION TO SELL OR LEASE A WATER RIGHT
(Continued)

1. CONTACT INFORMATION

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

Designated Applicant City of Chubbuck

Mailing Address P.O. Box 5604

Street City State Zip Code
Email Address rburch@cityofchubbuck.us Phone Number (208) 237-2430

☒ The Designated Applicant is the sole owner of the water right being sold or leased to the Water Supply Bank.

OR

☐ The Designated Applicant is representing additional water right holders who have completed Attachment 1A.

- B. Has the Designated Applicant submitted an IRS Form W-9 to this Department within the last 2 years? Yes ☒ No ☐

If no, complete the form and attach to this application (Attachment 1B).

- C. Are all applicants on this form listed in IDWR's records as the current owners of the water right? Yes ☒ No ☐

If no, attach a *Notice of Change in Water Right Ownership* form along with the required documentation and fee (Attachment 1C).

- D. Is this application being completed by an authorized representative of the Designated Applicant? Yes ☐ No ☒

If yes, representatives (includes employees of Designated Applicant companies) must complete this section and submit documentary proof of their authority to represent the Designated Applicant (Attachment 1D).

Name of Representative _____ Organization _____

Professional Title _____ Email Address _____

Mailing Address _____ Phone Number _____

☐ Send all correspondence for this application to the representative and not to the Designated Applicant.

OR

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

2. DESCRIPTION OF WATER RIGHT OFFERED TO THE BANK

☐ The full water right is being offered to the Bank.

OR

☒ A part of the water right is being offered to the Bank.

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

3. MAP

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

STATE OF IDAHO
WATER RESOURCE BOARD

APPLICATION TO SELL OR LEASE A WATER RIGHT
(Continued)

1. CONTACT INFORMATION

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

Designated Applicant City of Chubbuck
Mailing Address P.O. Box 5604
Street _____ City _____ State _____ Zip Code _____
Email Address rburch@cityofchubbuck.us Phone Number (208) 237-2430

- ☒ The Designated Applicant is the sole owner of the water right being sold or leased to the Water Supply Bank.

OR

- ☐ The Designated Applicant is representing additional water right holders who have completed Attachment 1A.

- B. Has the Designated Applicant submitted an IRS Form W-9 to this Department within the last 2 years? Yes ☒ No ☐
If no, complete the form and attach to this application (Attachment 1B).

- C. Are all applicants on this form listed in IDWR's records as the current owners of the water right? Yes ☒ No ☐
If no, attach a *Notice of Change in Water Right Ownership* form along with the required documentation and fee (Attachment 1C).

- D. Is this application being completed by an authorized representative of the Designated Applicant? Yes ☐ No ☒
If yes, representatives (includes employees of Designated Applicant companies) must complete this section and submit documentary proof of their authority to represent the Designated Applicant (Attachment 1D).

Name of Representative _____ Organization _____
Professional Title _____ Email Address _____
Mailing Address _____ Phone Number _____

- ☐ Send all correspondence for this application to the representative and not to the Designated Applicant.

OR

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2. DESCRIPTION OF WATER RIGHT OFFERED TO THE BANK

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

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STATE OF IDAHO
WATER RESOURCE BOARD

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.

City of Chubbuck municipal water delivery system

- 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. Rights 29-2385, 2413, 2469, 7624, 8188, 8229, 8230, 14099 will continue full active use. The entirety of right 29-14012, 14013, 14054-14056, 14058, 14080-14082, 14096, 14097, 14106, 14107 are proposed for lease and a portion of 29-14016 are proposed for lease from the common points of diversion and place of use.

- D. Are any of the water rights identified in Section 4C stacked with the water right proposed for lease? Yes ☒ No ☐

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

- E. Will the present place of use continue to receive water from any other source? Yes ☒ No ☐

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

- 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. Diversion volumes reported annually.

- 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.

- 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 ☒

STATE OF IDAHO
WATER RESOURCE BOARD

APPLICATION TO SELL OR LEASE A WATER RIGHT
(Continued)

5. SALE/LEASE AGREEMENT

- A. Is the water right, or portion thereof, offered to the Idaho Water Resource Board (IWRB) for sale ☐ or lease ☒?

If lease, specify the years when the use of water will be suspended: 2017 to 2017 (maximum lease period 5 calendar years).
(Year) (Year)

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

Signature of Designated Applicant

Robley Burch

Signature of Authorized Representative

Printed Name

ROBLEY BURCH

Printed Name

Date

10-26-16

Date

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

**STATE OF IDAHO
WATER RESOURCE BOARD**

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. <u>Water Right Number</u>	2. <u>Nature of Use</u>	3. <u>Leased Rate</u> (cfs)	4. <u>Leased Volume</u> (af)	5. <u>Leased Acres</u> (ac)
29-14016	Irrigation	0.94	239.3	67.9
Total Amounts:				

2. Source of water Ground Water tributary to ESPA

3. Point(s) of diversion:

Twp	Rge	Sec	Lot	¼	¼	¼	County
05S	34E	34		SE	NW	SE	Bannock
06S	34E	3		NW	NW	SW	Bannock
06S	34E	4	2		NW	NE	Bannock
06S	34E	4		SW	SE	SW	Bannock
06S	34E	10	13		SW	SW	Bannock
06S	34E	11	4	NE	NW	NW	Bannock

City of Chubbuck Water Supply Bank for 2017

Water Right	Owner	Priority Date	Original Lease Begin Date	Proposed Lease End Date	LEASED Diversion Rate [cfs]	LEASED Diversion Volume [afa]	LEASED Place of Use [ac]
29-14012	City of Chubbuck	8/19/1952	5/14/2012	12/31/2016	1.83	488.8	122.2
29-14013	City of Chubbuck	8/19/1952	9/13/2012	12/31/2016	2.25	651.2	162.8
29-14016	City of Chubbuck	1/17/1966	11/28/2012	12/31/2016	0.94	239.3	67.9
29-14058	City of Chubbuck	8/19/1952	5/30/2013	12/31/2016	0.05	16.0	4.0
29-14054	City of Chubbuck	12/31/1974	1/1/2014	12/31/2016	1.47	491.6	122.9
29-14055	City of Chubbuck	6/20/1961	1/1/2014	12/31/2016	0.13	26.4	6.6
29-14056	City of Chubbuck	10/26/1966	1/1/2014	12/31/2016	0.09	18.8	4.7
29-14080	City of Chubbuck	12/31/1974	1/1/2014	12/31/2016	0.266	87.6	21.9
29-14081	City of Chubbuck	6/20/1961	1/1/2014	12/31/2016	0.025	4.4	1.1
29-14082	City of Chubbuck	10/26/1966	1/1/2014	12/31/2016	0.018	3.6	0.9
29-14054, 14055, 14056, 14080, 14081, 14082 Combined Limit:					1.736	632.4	158.1
29-14096	City of Chubbuck	11/29/1971	4/14/2014	12/31/2016	0.21	83.2	20.8
29-14097	City of Chubbuck	11/29/1971	4/14/2014	12/31/2016	0.02	8.8	2.2
29-14096, 14097 Combined Limit:					0.23	92.0	23.0
29-14106	City of Chubbuck	8/18/1953	7/30/2014	12/31/2016	0.93	186.4	46.6
29-14107	City of Chubbuck	12/3/1980	7/30/2014	12/31/2016	0.61	121.6	30.4
29-14106, 29-14107 Combined Limit					0.93	286.0	71.5
GRAND TOTAL					7.96	2405.7	609.5

City of Chubbuck Continuing Active Use for 2017

Water Right	Owner	Priority Date	Original Lease Begin Date	Proposed Lease End Date	Authorized Diversion Rate [cfs]	Cumulative Active Rate by Priority [cfs]	Cumulative Active Rate by Priority [gpm]
29-2385	City of Chubbuck	1/1/1957			0.78	0.78	350
29-2413	City of Chubbuck	6/25/1959			1.10	1.88	844
29-2469	City of Chubbuck	3/10/1963			1.11	2.99	1,342
29-14016	City of Chubbuck	1/17/1966	(portion) withdrawn		0.82	3.81	1,711
29-14099	City of Chubbuck	5/2/1966	entire right withdrawn		2.52	6.33	2,842
29-7624	City of Chubbuck	12/14/1981			4.96	11.29	5,068
29-8188	City of Chubbuck	12/16/1996			6.70	17.99	8,075
29-8229	City of Chubbuck	4/5/1999			1.74	19.73	8,856
29-8230	City of Chubbuck	4/5/1999			2.21	21.94	9,848



State of Idaho

DEPARTMENT OF WATER RESOURCES

322 East Front Street • P.O. Box 83720 • Boise, Idaho 83720-0098

Phone: (208) 287-4800 • Fax: (208) 287-6700 • Website: www.idwr.idaho.gov

C.L. "BUTCH" OTTER
Governor

GARY SPACKMAN
Director

February 15, 2017

CITY OF CHUBBUCK
PUBLIC WORKS DEPARTMENT
PO BOX 5604
CHUBBUCK ID 83202-5604

RE: WATER SUPPLY BANK LEASE CONTRACTS FOR WATER RIGHTS 29-14012, 29-14013, 29-14016, 29-14054, 29-14055, 29-14056, 29-14058, 29-14080, 29-14081, 29-14082, 29-14096, 29-14097, 29-14106 and 29-14107

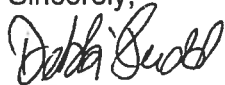
Dear Lessor:

Water rights 29-14012, 29-14013, 29-14016, 29-14054, 29-14055, 29-14056, 29-14058, 29-14080, 29-14081, 29-14082, 29-14096, 29-14097, 29-14106 and 29-14107 were leased into the Water Supply Bank (Bank) as of November 1, 2016, in accordance with the enclosed executed lease contracts. **Your water rights, as described on the lease contracts, 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, 2017**, 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 287-4800.

Sincerely,


for Water Supply Bank

Enclosures: Executed Lease Contracts

c: JCH Engineering & Consulting PLLC
James Cefalo - IDWR Eastern Region/Water District 120



Public Works Department

PO Box 5604 – 5160 Yellowstone Avenue, Chubbuck, ID 83202
208.237.2430 – Fax 208.237.2409
www.CityofChubbuck.us

TRANSMITTAL LETTER

RECEIVED

FEB 13 2017

DEPARTMENT OF
WATER RESOURCES

Date:	2.9.17
Project:	Application to lease water rights

Company:	Department of Water Resources
Attn:	Water Bank Supply
Address:	PO Box 83720
	Boise, ID 83720.0098

WE ARE ENCLOSING:

	Description
1	Water Supply Bank Lease # 556
1	Water Supply Bank Lease # 557
1	Water Supply Bank Lease # 565
1	Water Supply Bank Lease # 566
1	Water Supply Bank Lease # 558
1	Water Supply Bank Lease # 560
1	Water Supply Bank Lease # 561
1	Water Supply Bank Lease # 555

COMMENTS:

x	As Requested		For Your Use		Reviewed As Noted
	For Your Approval		For Review and Comment		Other

Thank You,

Rodney T. Burch, PLS
Public Works Director
rburch@cityofchubbuck.us

Sent By: N. Simmons
nsimmons@cityofchubbuck.us



State of Idaho

DEPARTMENT OF WATER RESOURCES

322 East Front Street • P.O. Box 83720 • Boise, Idaho 83720-0098

Phone: (208) 287-4800 • Fax: (208) 287-6700 • Web Site: www.idwr.idaho.gov

GARY SPACKMAN
Director

C.L. "BUTCH" OTTER
Governor

February 2, 2017

CITY OF CHUBBUCK
PUBLIC WORKS DEPT
PO BOX 5604
CHUBBUCK ID 83202-5604

RE: APPLICATIONS TO LEASE WATER RIGHT 29-14012, 29-14013, 29-14016, 29-14054, 29-14055, 29-14056, 29-14058, 29-14080, 29-14081, 29-14082, 29-14096, 29-14097, 29-14106 and 29-14107 TO THE WATER SUPPLY BANK

******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 of each 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, 2017**, 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 Request to Release a Water Right from the Bank form. To propose a new lease period, submit a new 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 rights may not be available for immediate release if they have 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 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 287-4800.

Sincerely,


for Water Supply Bank

Enclosure: Proposed Lease Contracts

c: JCH Engineering and Consulting PLLC

WATER SUPPLY BANK
Agent Lease Review Checklist
Applicant(s) Name: City of Chubbuck

Memo Date: 2/1/17

Water Right Number(s): 29-14016

Reviewers Name: Jean

Quick Tools

Decreed Year	No Forfeiture Concerns Thru:
2010	2016
2011	2017
2012	2018
2013	2019
2014	2020

	Check box		COMMENTS/CONCERNS:
1	☒		
Fill out WSB Data Entry Checklist for Leases			
2			
Reason for lease of water rights (Brief description of lease proposal in narrative)			
	☒		
Portion of right			
All of right			
3			ESPA-GWMA
Check GWMA/CGWA/ADC and basin 63 areas of concern (note area in comments)			
	Yes	No	
4	☒		
Rentable? If no explain in comments			
5			
Authority to file			
	☒		
Current owner or designated applicant			
	☒		
SOS Web site checked for business entity			
Other (explain in comments)			
6			
Water Right validity			
Decreed/Licensed/Statutory claim date (write in comments section)			
Past irrigation to ensure forfeiture is not an issue if decreed or licensed over 7 years ago (consider transfers that changed the POU, rentals to the POU etc.)			
	☒		
Has this right previously been leased to the bank or in CREP?			
7			
Injury to other water rights			
		NA	
If the POD is through a delivery entity, was consent provided?			
		NA	%
If the POD is through a delivery entity, was holdback required? (percentage in comments)			
8			
Enlargement concerns			
	☒		
Complete a POU comparison overlap analysis			
	☒		
Complete a combined limits review			
	☒		
Complete POD overlap analysis (if there is an overlap add condition to lease)			
	Yes	No	
		☒	
Are there overlapping rights that need to be placed in the bank also?			
	☒		
Will the place of use continue to receive water?			
9			
Local Public Interest			
		☒	
Does the processor know of any problems this action will cause for the local public?			
10	☒		
Have you contacted regional office and watermaster for comment/concerns?			
	☒		
Send the watermaster comment request form or e-mail request			
11			4
Area Headgate requirement			
12		☒	
Is water right involved in any other department action? Pull file and check database			
() Ownership Change () Transfer () Mitigation () Other - Explain in comments			
13	Narrative: The applicant wants to place 67.9 acres of this right in the Bank. A chart attached to the application indicates how it was determined how much of this right to place in the Bank. Jason Helms, engineer, figured how much water the city would need and determined the number of acres of this right to be placed in the Bank. Rodney Burch, Public Works Director, signed the application. This right was acquired through a transfer and the entire right has never been used on city property. Right has been in the Bank since 2012. The city will continue to use other rights to irrigate. There is a combined condition with water right 29-14058 but it is additive not restrictive. Water rights 29-14016 and 29-14058 can be rented independently of each other. This right is currently within WD 120.		

Hersley, Jean

From: Cefalo, James
Sent: Tuesday, January 31, 2017 11:40 AM
To: Hersley, Jean
Subject: RE: city of Chubbuck WSB Lease Applications

Jean,

The City of Chubbuck has acquired many irrigation rights over the last ten years, to address future growth of the city. The water rights were put in the bank until the city grows enough to need the additional water. I do not have any concerns with the proposed WSB leases.

James

From: Hersley, Jean
Sent: Tuesday, January 31, 2017 11:01 AM
To: Cefalo, James <James.Cefalo@idwr.idaho.gov>
Subject: city of Chubbuck WSB Lease Applications

James,

The City of Chubbuck has submitted applications for 14 water rights to be leased to the Bank. I am waiting on information for water right 29-14016 as they only want to put a portion (67.9 acres) of the right in the Bank. Questions were how they determined the number of acres under water right 29-14016 were available for lease and I asked for a map of the idled acres. Since I need information for water right 29-14016 that put the lease for 29-14058 on hold also since they have combined limits.

All review memos and draft contracts are available for review at:
N:\WRDocs\WSB\WSB PROCESSING DOCUMENTS\2017 Lease-Rentals\Leases\CITY OF CHUBBUCK
Please let me know if you have any comments or concerns. Thank you.

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

Hersley, Jean

From: Jason Helms <jasoncivil@alumni.nd.edu>
Sent: Tuesday, January 31, 2017 3:11 PM
To: Hersley, Jean
Subject: Fwd: FW: WSB Lease Application for 29-14016
Attachments: chubbuck_29-14016_correctedpage.pdf; Chubbuck_lease_summary.pdf

Hi Jean,

Attached corrected page un-checking the box. I have also included the summary table I mentioned on the phone.

Let me know if you need anything else.

Thanks,

Jason

----- Forwarded message -----

From: Jason Helms <jasoncivil@alumni.nd.edu>
Date: Tue, Jan 31, 2017 at 1:56 PM
Subject: Re: FW: WSB Lease Application for 29-14016
To: Rodney Burch <rburch@cityofchubbuck.us>, "Hersley, Jean" <Jean.Hersley@idwr.idaho.gov>

Hi Rodney,

The only revision would be the checkbox I suppose. The mitigation portion needs to remain "active" as it is set-aside to mitigate the original transfer to the City of Chubbuck of water right 29-14016. Since the water right has not been used within the City of Chubbuck place of use the map is unnecessary although I suppose we can specifically outline some unirrigated area within the city place of use. I have left a message with Jean and will let you know if I can't straighten this out over the phone.

Thanks,

Jason C. Helms, P.E.

JCH Engineering & Consulting, PLLC
(208) 308-2109

On Tue, Jan 31, 2017 at 8:25 AM, Rodney Burch <rburch@cityofchubbuck.us> wrote:

Jason,

What revision do we need to make for this application?

Thanks.....



Rodney T. Burch PLS

Public Works Director

rburch@cityofchubbuck.us

5160 Yellowstone Avenue

PO Box 5604

Chubbuck, ID 83202

[208.237.2430](tel:208.237.2430)

From: Hersley, Jean [mailto:Jean.Hersley@idwr.idaho.gov]
Sent: Tuesday, January 31, 2017 8:00 AM
To: Rodney Burch <rburch@cityofchubbuck.us>
Cc: Webster, Clay <Clay.Webster@idwr.idaho.gov>
Subject: WSB Lease Application for 29-14016

The Department of Water Resources is in the process of reviewing your request to lease multiple water rights to the Water Supply Bank. While reviewing water right 29-14016, there are a few confusing items.

On page 2 of the application, item #2, the box for the full water right being offered to the Bank has been checked. This would include the mitigation use also. However, item 4C and Attachment 2 indicate that only a portion of the irrigation use of the water right is being offered to the Bank. In the past, only a portion of the irrigation use of this water right has been offered to the Bank. Please clarify what is being leased to the Bank.

Also, there is an increase in the number of acres that appear to be proposed for lease to the Bank for 2017 from previous years. How did you determine what was available for lease under this right? Which 67.9 acres will be idled under the lease contract for 29-14016? A map that clearly outlines the specific location where the irrigated acres will be dried up is a minimum requirement for a lease application. A map was not provided with the application.

The Department will hold this application until a response is provided. Please respond within 30 days. Thank you. If you have any questions, please contact the Department at [\(208\) 287-4800](tel:208.287.4800).

Jean Hersley

Idaho Dept Water Resources

Technical Records Specialist II

[208-287-4942](tel:208-287-4942)

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Hersley, Jean

From: Rodney Burch <rburch@cityofchubbuck.us>
Sent: Tuesday, January 31, 2017 8:25 AM
To: Hersley, Jean
Subject: RE: WSB Lease Application for 29-14016

Jean,

I will review this information and get back to you.

Thanks.....



Rodney T. Burch PLS

Public Works Director
rburch@cityofchubbuck.us
5160 Yellowstone Avenue
PO Box 5604
Chubbuck, ID 83202
208.237.2430

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Jean Hersley

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

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