

WATER SUPPLY BANK LEASE CONTRACT

MAR 04 2015

DEPARTMENT OF
WATER RESOURCES

This Lease Contract ("**Lease**") is effective April 30, 2014, between the Idaho Water Resource Board ("**Board**"), and

Lessor: REDSTONE PARTNERS LP
STEVE BEEVERS
1188 EAGLE VISTA CT
RENO NV 89511
(775)560-2228

AMENDED

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.
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

<u>Water Right</u>	<u>Source</u>	<u>Lease Rate</u>	<u>Lease Volume</u>	<u>Total Leased Acres</u>
37-481B	Big Wood River	1.14 CFS	Not Stated	90.1 AC
37-482G	Big Wood River	0.91 CFS	Not Stated	90.1 AC
37-483B	Big Wood River	5.68 CFS	Not Stated	90.1 AC
37-665K	Big Wood River	0.17 CFS	Not Stated	22.0 AC
37-666J	Big Wood River	0.09 CFS	Not Stated	22.0 AC
37-667N	Big Wood River	0.20 CFS	Not Stated	22.0 AC
37-22155	Big Wood River	0.16 CFS	Not Stated	7.8 AC
*Combined Limit		8.18 CFS	Not Stated	119.8 AC

*The lease of these rights is limited to 6.54 cfs, the remaining portion is used for conveyance losses.

37-2625A	Ground Water	0.66 CFS	116.5 AF	33.3 AC
37-2638	Ground Water	0.34 CFS	125 AF	35.7 AC
37-2700	Ground Water	0.82 CFS	123.6 AF	41.2 AC
37-21463	Ground Water	0.25 CFS	57 AF	16.3 AC
Combined Limit		1.82 CFS	Not Stated	119.8 AC
*Combined Lease Totals:		10.0 CFS	419.3 AF	119.8 AC

*When combined the ground water and the surface water are limited to 8.36 cfs
(the Big Wood River water is limited to 6.54 cfs, 6.54 + 1.82 ground water = 8.36 cfs)

SUPPORT DATA

FILE # 37-481B

The water rights described herein shall be available for rental from the Bank as follows:
Authorized Period of Use under Lease: 4/15/2014 to 12/31/2018

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:** This Lease shall take effect when both parties have signed it and shall continue in effect until 12/31/2018.
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. **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.

REDSTONE PARTNERS LP
STEVE BEEVERS
1188 EAGLE VISTA CT
RENO NV 89511

By Steve Beevers
Printed Name Steve Beevers

Date Feb 24, 2015
Title Mgr Mbr, SDB Ventures, LLC
Gen Partner
Redstone Partners, LP

IDAHO WATER RESOURCE BOARD
322 East Front Street
P.O. Box 83720
Boise, ID 83720-9098

By Brian Patton
Brian Patton, Acting Administrator
Idaho Water Resource Board

Date March 30, 2015

Lease approved by IDWR Cheri Palmer

Date 3/30/2015

ATTACHMENT A
WATER RIGHT NO. 37-481B
WATER SUPPLY BANK CONDITIONS OF ACCEPTANCE

The water right or portion thereof leased to the bank is described as follows:

Lessor: REDSTONE PARTNERS LP
STEVE BEEVERS
1188 EAGLE VISTA CT
RENO NV 89511
(775)560-2228

Priority Date: 8/1/1882

Source: BIG WOOD RIVER

Tributary to: SNAKE RIVER

<u>BENEFICIAL USE</u>	<u>From</u>	<u>To</u>	<u>Diversion Rate</u>	<u>Volume</u>
IRRIGATION	04/15	10/31	1.14 CFS	NA
	Total:		1.14 CFS	NA

LOCATION OF POINT(S) OF DIVERSION:

BIG WOOD RIVER

NESWNW

Sec. 36, Twp 02N, Rge 18E, BLAINE County

PLACE OF USE TO BE IDLED UNDER THIS LEASE: IRRIGATION

Twp	Rge	Sec	NE				NW				SW				SE				Totals
			NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	
01N	019E	17			14				4.6	0.7		2.7	0.3		1.2				23.5
		20						3.5											3.5
		27		2.1	13	1			4			5.1	8	11		4.3	1.8		50.3
				L2		L5										L7			
		28			0.1	4					4.7			0.9	10	1.6	1		22.3
		33		1.7		4													5.7
		34					0.1	7	7.4										14.5

Total Acres: 119.8

Limited to acres within place of use described above: 90.1 AC

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, the lease term expires, or upon request from the lessor to change the term of the lease, 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.

6. The un-leased portions of water rights 37-481B, 37-482G and 37-483B are limited to the irrigation of 988.9 acres in a single irrigation season.
7. Rental of water under this right is subject to the limitations and conditions of approval of the water right.
8. Failure of the right holder to comply with the conditions of acceptance is cause for the Director to rescind acceptance of the lease.
9. 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.
10. 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.
11. 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.
 - b. If a change in ownership is processed by the Department during a rental season, rental payment will be made to the person or entity who is the lessor of record at the beginning of that rental season.
 - c. New lessor(s) of record will receive payment after the following rental season.
12. 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
13. The un-leased portion of 37-481B, 37-482G, 37-483B, 37-665K, 37-666J, 37-667N, 37-2625A, 37-2638, 37-2700, 37-22155 and 37-21463 are limited to the irrigation of a combined total of 1,315.3 acres
14. The surface water rights on this lease contract provide conveyance for other right holders in the shared delivery of water through the Irrigation District #45 canal. To prevent injury to other water right holders, the watermaster shall deliver 20% or 1.64 cfs of the leased portion of these rights into the Irrigation District #45 Canal whether they are rented or not.

WATER SUPPLY BANK CONDITIONS OF ACCEPTANCE

5. While a water right is in the bank, forfeiture provisions are stayed.
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.
 - b. If a change in ownership is processed by the Department during a rental season, rental payment will be made to the person or entity who is the lessor of record at the beginning of that rental season.
 - c. New lessor(s) of record will receive payment after the following rental season.
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. The un-leased portions of water rights 37-481B, 37-482G and 37-483B are limited to the irrigation of 988.9 acres in a single irrigation season.
13. The un-leased portion of 37-481B, 37-482G, 37-483B, 37-665K, 37-666J, 37-667N, 37-2625A, 37-2638, 37-2700, 37-22155 and 37-21463 are limited to the irrigation of a combined total of 1,315.3 acres.
14. The surface water rights on this lease contract provide conveyance for other right holders in the shared delivery of water through the Irrigation District #45 canal. To prevent injury to other water right holders, the watermaster shall deliver 20% or 1.64 cfs of the leased portion of these rights into the Irrigation District #45 Canal whether they are rented or not.

ATTACHMENT A

WATER RIGHT NO. 37-483B

WATER SUPPLY BANK CONDITIONS OF ACCEPTANCE

The water right or portion thereof leased to the bank is described as follows:

Lessor: REDSTONE PARTNERS LP
STEVE BEEVERS
1188 EAGLE VISTA CT
RENO NV 89511
(775)560-2228

Priority Date: 8/1/1902

Source: BIG WOOD RIVER **Tributary to:** SNAKE RIVER

<u>BENEFICIAL USE</u>	<u>From</u>	<u>To</u>	<u>Diversion Rate</u>	<u>Volume</u>
IRRIGATION	04/15	to 10/31	5.68 CFS	NA
	Total:		5.68 CFS	NA

LOCATION OF POINT(S) OF DIVERSION:

BIG WOOD RIVER NESWNW Sec. 36, Twp 02N, Rge 18E, BLAINE County

PLACE OF USE TO BE IDLED UNDER THIS LEASE: IRRIGATION

Twp	Rge	Sec	NE				NW				SW				SE				Totals
			NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	
01N	019E	17			14				4.6	0.7			2.7	0.3		1.2			23.5
		20						3.5											3.5
		27		2.1	13	1			4			5.1	8	11		4.3	1.8		50.3
				L2		L5										L7			
		28			0.1	4					4.7			0.9	10	1.6	1		22.3
		33		1.7		4													5.7
		34					0.1	7	7.4										14.5

Total Acres: 119.8

Limited to acres within place of use described above: 90.1 AC

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, the lease term expires, or upon request from the lessor to change the term of the lease, provided the Board approves the release. Unless approved by the Department, leased rights may not be immediately available for release.

WR No. 37-483B

5. While a water right is in the bank, forfeiture provisions are stayed.
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.
 - b. If a change in ownership is processed by the Department during a rental season, rental payment will be made to the person or entity who is the lessor of record at the beginning of that rental season.
 - c. New lessor(s) of record will receive payment after the following rental season.
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. The un-leased portions of water rights 37-481B, 37-482G and 37-483B are limited to the irrigation of 988.9 acres in a single irrigation season.
13. The un-leased portion of 37-481B, 37-482G, 37-483B, 37-665K, 37-666J, 37-667N, 37-2625A, 37-2638, 37-2700, 37-22155 and 37-21463 are limited to the irrigation of a combined total of 1,315.3 acres.
14. The surface water rights on this lease contract provide conveyance for other right holders in the shared delivery of water through the Irrigation District #45 canal. To prevent injury to other water right holders, the watermaster shall deliver 20% or 1.64 cfs of the leased portion of these rights into the Irrigation District #45 Canal whether they are rented or not.

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.
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 - b. If a change in ownership is processed by the Department during a rental season, rental payment will be made to the person or entity who is the lessor of record at the beginning of that rental season.
 - c. New lessor(s) of record will receive payment after the following rental season.
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. The un-leased portions of water rights 37-665K, 37-666J and 37-667N are limited to the irrigation of 241 acres in a single irrigation season.
13. The un-leased portion of 37-481B, 37-482G, 37-483B, 37-665K, 37-666J, 37-667N, 37-2625A, 37-2638, 37-2700, 37-22155 and 37-21463 are limited to the irrigation of a combined total of 1,315.3 acres
14. The surface water rights on this lease contract provide conveyance for other right holders in the shared delivery of water through the Irrigation District #45 canal. To prevent injury to other water right holders, the watermaster shall deliver 20% or 1.64 cfs of the leased portion of these rights into the Irrigation District #45 Canal whether they are rented or not.

ATTACHMENT A
WATER RIGHT NO. 37-666J
WATER SUPPLY BANK CONDITIONS OF ACCEPTANCE

The water right or portion thereof leased to the bank is described as follows:

Lessor: REDSTONE PARTNERS LP
STEVE BEEVERS
1188 EAGLE VISTA CT
RENO NV 89511
(775)560-2228

Priority Date: 6/12/1886

Source: BIG WOOD RIVER

Tributary to: MALAD RIVER

<u>BENEFICIAL USE</u>	<u>From</u>	<u>To</u>	<u>Diversion Rate</u>	<u>Volume</u>
IRRIGATION	04/15	10/31	0.09 CFS	NA
	Total:		0.09 CFS	NA

LOCATION OF POINT(S) OF DIVERSION:

BIG WOOD RIVER NESWNW Sec. 36, Twp 02N, Rge 18E, BLAINE County

PLACE OF USE TO BE IDLED UNDER THIS LEASE: IRRIGATION

Twp	Rge	Sec	NE				NW				SW				SE				Totals
			NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	
01N	019E	17			14				4.6	0.7		2.7	0.3		1.2				23.5
		20						3.5											3.5
		27		2.1	13	1			4			5.1	8	11		4.3	1.8		50.3
				L2		L5										L7			
		28			0.1	4					4.7			0.9	10	1.6	1		22.3
		33		1.7		4													5.7
		34					0.1	7	7.4										14.5

Total Acres: 119.8

Limited to acres within place of use described above: 22.0 AC

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, the lease term expires, or upon request from the lessor to change the term of the lease, 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.

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.
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 - c. New lessor(s) of record will receive payment after the following rental season.
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. The un-leased portions of water rights 37-665K, 37-666J and 37-667N are limited to the irrigation of 241 acres in a single irrigation season.
13. The un-leased portion of 37-481B, 37-482G, 37-483B, 37-665K, 37-666J, 37-667N, 37-2625A, 37-2638, 37-2700, 37-22155 and 37-21463 are limited to the irrigation of a combined total of 1,315.3 acres.
14. The surface water rights on this lease contract provide conveyance for other right holders in the shared delivery of water through the Irrigation District #45 canal. To prevent injury to other water right holders, the watermaster shall deliver 20% or 1.64 cfs of the leased portion of these rights into the Irrigation District #45 Canal whether they are rented or not.

The water right or portion thereof leased to the bank is described as follows:

Priority Date: 6/15/1891

Tributary to: MALAD RIVER

LOCATION OF POINT(S) OF DIVERSION:

LOCATION OF POINT(S) OF DIVERSION:
BIG WOOD RIVER NESWNW Sec. 36, Twp 02N, Rge 18E, BLAINE County

PLACE OF USE TO BE IDLED UNDER THIS LEASE: IRRIGATION

[illegible]

Limited to acres within place of use described above: 22.0 AC

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, the lease term expires, or upon request from the lessor to change the term of the lease, 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.

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:
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 - c. New lessor(s) of record will receive payment after the following rental season.
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12. The un-leased portions of water rights 37-665K, 37-666J and 37-667N are limited to the irrigation of 241 acres in a single irrigation season.
13. The un-leased portion of 37-481B, 37-482G, 37-483B, 37-665K, 37-666J, 37-667N, 37-2625A, 37-2638, 37-2700, 37-22155 and 37-21463 are limited to the irrigation of a combined total of 1,315.3 acres.
14. The surface water rights on this lease contract provide conveyance for other right holders in the shared delivery of water through the Irrigation District #45 canal. To prevent injury to other water right holders, the watermaster shall deliver 20% or 1.64 cfs of the leased portion of these rights into the Irrigation District #45 Canal whether they are rented or not.

ATTACHMENT A
WATER RIGHT NO. 37-2625A
WATER SUPPLY BANK CONDITIONS OF ACCEPTANCE

The water right or portion thereof leased to the bank is described as follows:

Lessor: REDSTONE PARTNERS LP
STEVE BEEVERS
1188 EAGLE VISTA CT
RENO NV 89511
(775)560-2228

Priority Date: 11/13/1959

Source: GROUND WATER

Tributary to:

<u>BENEFICIAL USE</u>	<u>From</u>	<u>To</u>	<u>Diversion Rate</u>	<u>Volume</u>
IRRIGATION	04/01 to	11/01	0.64 CFS	116.5 AF
	Total:		0.64 CFS	116.5 AF

LOCATION OF POINT(S) OF DIVERSION:

GROUND WATER	NWSWNW	Sec. 17, Twp 01N, Rge 19E, BLAINE County
GROUND WATER	NENENW	Sec. 20, Twp 01N, Rge 19E, BLAINE County
GROUND WATER	SWSENW	Sec. 28, Twp 01N, Rge 19E, BLAINE County

PLACE OF USE TO BE IDLED UNDER THIS LEASE: IRRIGATION

Twp	Rge	Sec	NE				NW				SW				SE				Totals
			NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	
01N	019E	17			14				4.6	0.7			2.7	0.3		1.2			23.5
		20						3.5											3.5
		27		2.1	13	1			4			5.1	8	11		4.3	1.8		50.3
				L2		L5										L7			
		28			0.1	4					4.7			0.9	10	1.6	1		22.3
		33		1.7		4													5.7
		34					0.1	7	7.4										14.5

Total Acres: 119.8

Limited to acres within place of use described above: 33.3 AC

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, the lease term expires, or upon request from the lessor to change the term of the lease, 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.
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.
 - b. If a change in ownership is processed by the Department during a rental season, rental payment will be made to the person or entity who is the lessor of record at the beginning of that rental season.
 - c. New lessor(s) of record will receive payment after the following rental season.
12. 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.
13. The un-leased portions of water rights, 37-2625A, 37-2638, 37-2700 and 37-21463 are limited to a combined diversion rate of 20.03 cfs.
14. The un-leased portion of 37-481B, 37-482G, 37-483B, 37-665K, 37-666J, 37-667N, 37-2625A, 37-2638, 37-2700, 37-22155 and 37-21463 are limited to the irrigation of a combined total of 1,315.3 acres.

ATTACHMENT A
WATER RIGHT NO. 37-2638
WATER SUPPLY BANK CONDITIONS OF ACCEPTANCE

The water right or portion thereof leased to the bank is described as follows:

Lessor: REDSTONE PARTNERS LP
STEVE BEEVERS
1188 EAGLE VISTA CT
RENO NV 89511
(775)560-2228

Priority Date: 8/1/1960

Source: GROUND WATER

Tributary to:

<u>BENEFICIAL USE</u>	<u>From</u>	<u>To</u>	<u>Diversion Rate</u>	<u>Volume</u>
IRRIGATION	04/15	to 10/31	0.33 CFS	125 AF
	Total:		0.33 CFS	125 AF

LOCATION OF POINT(S) OF DIVERSION:

GROUND WATER	NENENW	Sec. 20, Twp 01N, Rge 19E, BLAINE County
GROUND WATER	SWSENW	Sec. 28, Twp 01N, Rge 19E, BLAINE County
GROUND WATER	NWSWNW	Sec. 17, Twp 01N, Rge 19E, BLAINE County

PLACE OF USE TO BE IDLED UNDER THIS LEASE: IRRIGATION

Twp	Rge	Sec	NE				NW				SW				SE				Totals
			NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	
01N	019E	17			14				4.6	0.7			2.7	0.3		1.2			23.5
		20						3.5											3.5
		27		2.1	13	1			4			5.1	8	11		4.3	1.8		50.3
				L2		L5										L7			
		28			0.1	4					4.7			0.9	10	1.6	1		22.3
		33		1.7		4													5.7
		34					0.1	7	7.4										14.5

Total Acres: 119.8

Limited to acres within place of use described above: 35.7 AC

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, the lease term expires, or upon request from the lessor to change the term of the lease, 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.
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.
 - b. If a change in ownership is processed by the Department during a rental season, rental payment will be made to the person or entity who is the lessor of record at the beginning of that rental season.
 - c. New lessor(s) of record will receive payment after the following rental season.
12. 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.
13. The un-leased portions of water rights, 37-2625A, 37-2638, 37-2700 and 37-21463 are limited to a combined diversion rate of 20.03 cfs.
14. The un-leased portion of 37-481B, 37-482G, 37-483B, 37-665K, 37-666J, 37-667N, 37-2625A, 37-2638, 37-2700, 37-22155 and 37-21463 are limited to the irrigation of a combined total of 1,315.3 acres.

ATTACHMENT A
WATER RIGHT NO. 37-2700
WATER SUPPLY BANK CONDITIONS OF ACCEPTANCE

The water right or portion thereof leased to the bank is described as follows:

Lessor: REDSTONE PARTNERS LP
STEVE BEEVERS
1188 EAGLE VISTA CT
RENO NV 89511
(775)560-2228

Priority Date: 8/20/1964

Source: GROUND WATER

Tributary to:

<u>BENEFICIAL USE</u>	<u>From</u>	<u>To</u>	<u>Diversion Rate</u>	<u>Volume</u>
IRRIGATION	04/01 to	11/01	0.82 CFS	123.6 AF
	Total:		0.82 CFS	123.6 AF

LOCATION OF POINT(S) OF DIVERSION:

GROUND WATER	NWSWNW	Sec. 17, Twp 01N, Rge 19E, BLAINE County
GROUND WATER	SWSNW	Sec. 28, Twp 01N, Rge 19E, BLAINE County
GROUND WATER	NENENW	Sec. 20, Twp 01N, Rge 19E, BLAINE County

PLACE OF USE TO BE IDLED UNDER THIS LEASE: IRRIGATION

Twp	Rge	Sec	NE				NW				SW				SE				Totals
			NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	
01N	019E	17			14				4.6	0.7		2.7	0.3		1.2				23.5
		20						3.5											3.5
		27		2.1	13	1			4			5.1	8	11		4.3	1.8		50.3
				L2		L5										L7			
		28			0.1	4					4.7			0.9	10	1.6	1		22.3
		33		1.7		4													5.7
		34					0.1	7	7.4										14.5

Total Acres: 119.8

Limited to acres within place of use described above: 41.2 AC

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, the lease term expires, or upon request from the lessor to change the term of the lease, 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.
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.
 - b. If a change in ownership is processed by the Department during a rental season, rental payment will be made to the person or entity who is the lessor of record at the beginning of that rental season.
 - c. New lessor(s) of record will receive payment after the following rental season.
12. 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.
13. The un-leased portions of water rights, 37-2625A, 37-2638, 37-2700 and 37-21463 are limited to a combined diversion rate of 20.03 cfs.
14. The un-leased portion of 37-481B, 37-482G, 37-483B, 37-665K, 37-666J, 37-667N, 37-2625A, 37-2638, 37-2700, 37-22155 and 37-21463 are limited to the irrigation of a combined total of 1,315.3 acres

ATTACHMENT A
WATER RIGHT NO. 37-21463
WATER SUPPLY BANK CONDITIONS OF ACCEPTANCE

The water right or portion thereof leased to the bank is described as follows:

Lessor: REDSTONE PARTNERS LP
STEVE BEEVERS
1188 EAGLE VISTA CT
RENO NV 89511
(775)560-2228

Priority Date: 4/1/1984

Source: GROUND WATER

Tributary to:

<u>BENEFICIAL USE</u>	<u>From</u>	<u>To</u>	<u>Diversion Rate</u>	<u>Volume</u>
IRRIGATION	04/15 to	10/31	0.25 CFS	57 AF
	Total:		0.25 CFS	57 AF

LOCATION OF POINT(S) OF DIVERSION:

GROUND WATER	NENENW	Sec. 20, Twp 01N, Rge 19E, BLAINE County
GROUND WATER	NWSWNW	Sec. 17, Twp 01N, Rge 19E, BLAINE County
GROUND WATER	SWSENW	Sec. 28, Twp 01N, Rge 19E, BLAINE County

PLACE OF USE TO BE IDLED UNDER THIS LEASE: IRRIGATION

Twp	Rge	Sec	NE				NW				SW				SE				Totals
			NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	
01N	019E	17			14				4.6	0.7		2.7	0.3		1.2				23.5
		20						3.5											3.5
		27		2.1	13	1			4			5.1	8	11		4.3	1.8		50.3
				L2		L5										L7			
		28			0.1	4					4.7			0.9	10	1.6	1		22.3
		33		1.7		4													5.7
		34					0.1	7	7.4										14.5

Total Acres: 119.8

Limited to acres within place of use described above: 16.3 AC

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, the lease term expires, or upon request from the lessor to change the term of the lease, 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.
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.
 - b. If a change in ownership is processed by the Department during a rental season, rental payment will be made to the person or entity who is the lessor of record at the beginning of that rental season.
 - c. New lessor(s) of record will receive payment after the following rental season.
12. 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.
13. The un-leased portions of water rights, 37-2625A, 37-2638, 37-2700 and 37-21463 are limited to a combined diversion rate of 20.03 cfs.
14. The un-leased portion of 37-481B, 37-482G, 37-483B, 37-665K, 37-666J, 37-667N, 37-2625A, 37-2638, 37-2700, 37-22155 and 37-21463 are limited to the irrigation of a combined total of 1,315.3 acres.

ATTACHMENT A
WATER RIGHT NO.37-22155
WATER SUPPLY BANK CONDITIONS OF ACCEPTANCE

The water right or portion thereof leased to the bank is described as follows:

Lessor: REDSTONE PARTNERS LP
STEVE BEEVERS
1188 EAGLE VISTA CT
RENO NV 89511
(775)560-2228

Priority Date: 4/1/1922

Source: BIG WOOD RIVER

Tributary to: MALAD RIVER

<u>BENEFICIAL USE</u>	<u>From</u>	<u>To</u>	<u>Diversion Rate</u>	<u>Volume</u>
IRRIGATION	04/15	to 10/31	0.25 CFS	57 AF
	Total:		0.25 CFS	57 AF

LOCATION OF POINT(S) OF DIVERSION:

BIG WOOD RIVER

NESWNW

Sec. 36, Twp 02N, Rge 18E, BLAINE County

PLACE OF USE TO BE IDLED UNDER THIS LEASE: IRRIGATION

Twp	Rge	Sec	NE				NW				SW				SE				Totals
			NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	
01N	019E	17			14				4.6	0.7		2.7	0.3		1.2				23.5
		20						3.5											3.5
		27		2.1	13	1			4			5.1	8	11		4.3	1.8		50.3
				L2		L5										L7			
		28			0.1	4					4.7			0.9	10	1.6	1		22.3
		33		1.7		4													5.7
		34					0.1	7	7.4										14.5

Total Acres: 119.8

Limited to acres within place of use described above: 7.8 AC

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, the lease term expires, or upon request from the lessor to change the term of the lease, 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.

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:
 - d. Rental payments will go to the lessor(s) of record at the beginning of the rental season.
 - e. If a change in ownership is processed by the Department during a rental season, rental payment will be made to the person or entity who is the lessor of record at the beginning of that rental season.
 - f. New lessor(s) of record will receive payment after the following rental season.
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. The un-leased portion of 37-481B, 37-482G, 37-483B, 37-665K, 37-666J, 37-667N, 37-2625A, 37-2638, 37-2700, 37-22155 and 37-21463 are limited to the irrigation of a combined total of 1,315.3 acres.
13. The surface water rights on this lease contract provide conveyance for other right holders in the shared delivery of water through the Irrigation District #45 canal. To prevent injury to other water right holders, the watermaster shall deliver 20% or 1.64 cfs of the leased portion of these rights into the Irrigation District #45 Canal whether they are rented or not.

STATE OF IDAHO
WATER RESOURCE BOARDWATER SUPPLY BANK LEASE OR SALE
APPLICATION CHECKLISTRECEIVED
APR 30 2014
DEPARTMENT OF
WATER RESOURCES

An application to lease or sell a water right into the Water Supply Bank must be prepared in accordance with the minimum requirements listed below to be acceptable for processing by the Department. 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. **Incomplete applications will be returned to applicants for completion.**

Designated Applicant Redstone Partners LPWater Right No. 37-666J

One water right per application

All items must be checked as either *Attached (Yes)* or *Not Applicable (N/A)*

YES

- ☒ Completed *Water Supply Bank Lease or Sale Application Checklist* (this form).
- ☒ Completed *Application to Sell or Lease a Water Right to the Water Supply Bank* (pages 2-3).
- ☒ Application filing fee of \$250.00. If you are submitting more than one lease application and the water rights have a common place of use, or common diversion rate, or common diversion volume, the combined maximum fee is \$500.00.

Attachment N/A YES

- 1A ☐ ☒ Contact information for *all owners* of the water right that is being 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 ☒ ☐ Written consent from irrigation district or water delivery company.
- 1E ☐ ☒ 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.
- 3D ☐ ☒ Evidence demonstrating that a water right has not been lost through abandonment or forfeiture pursuant to Section 42-222(2), Idaho Code.
- 4 ☐ ☒ A map that clearly outlines the specific location where irrigated acres will be dried up, or where a beneficial use of water will be suspended. If you don't already have a detailed map, you can create one using IDWR's online General Mapping Tool (<http://maps.idwr.idaho.gov/mapall/>) to locate a water right place of use or point of diversion.

Department Use Only

Fee Amount \$ 500⁰⁰Received By: CSDate Received: 4/30/14Receipt # C098766W-9 received? Yes ☒ No ☐

(Route W-9 to Fiscal)

Name on W-9: Redstone Partners LP

STATE OF IDAHO
WATER RESOURCE BOARDAPPLICATION TO SELL OR LEASE A WATER RIGHT
TO THE WATER SUPPLY BANKRECEIVED
APR 30 2014
DEPARTMENT OF
WATER RESOURCES

1. CONTACT INFORMATION

- A. An application to sell or lease a water right to the Water Supply Bank must be completed by a Designated Applicant who is a recognized owner of the water right being sold or leased to the Water Supply Bank. If there are additional owners recorded for the property to which the water right is appurtenant, 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 Redstone Partners LP Email Address _____
Mailing Address 1188 Eagle Vista Ct., Reno, NV 89511 Phone Number (775) 560-2228

☒ 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 completed an IRS Form W-9 (Attachment 1B)? Yes ☒ No ☐

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 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 1D).

E. 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 1E).

Name of Representative Roxanne Brown Organization SPF Water Engineering LLC
Professional Title Sr. Water Right Specialist Email Address rbrown@spfwater.com
Mailing Address 300 E. Mallard Dr., Suite 350, Boise, ID 83707 Phone Number (208) 383-4140

☐ 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

Water Right Number 37-666J ☐ 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 a water right is being offered, complete Attachment 2)

3. GENERAL INFORMATION

A. Please provide a description of the current water diversion system.
Wells and pumps to mainlines and sprinkler irrigation.

B. 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.
Portions of all overlapping rights are being offered to the Bank. Overlapping water right nos. 37-481B, 37-482G, 37-483B, 37-665K, 37-666J, 37-667N, 37-2625A, 37-2638, 37-2700, 37-21463 (enlargement), 37-22155.

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

If yes, describe. The place of use described in this application will not receive water from any other source.

D. Has any portion of this water right undergone a period of five or more consecutive years of non-use? Yes ☐ No ☒

If yes, describe and attach Watermaster records or other evidence to demonstrate that the water right has not been lost through abandonment or forfeiture pursuant to Section 42-222(2), Idaho Code. _____

E. Is this water right involved in any other IDWR process such as an application for transfer or a mitigation plan? Yes ☐ No ☒

If yes, describe. _____

4. 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, for a period from 4/15/2014 to 4/15/2019 (maximum lease period 5 years).
(Month / Day / Year) (Month / Day / 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 provisions are stayed.
5. Acceptance of a water right into the ank does not, in itself, confirm the validity of the water right or any elements of the water right.

Steve Beevers
Signature of Designated Applicant

Steve Beevers
Printed Name

4-23-14
Date

Signature of Authorized Representative

Roxanne Brown
Printed Name

Date

Mail to:

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

STATE OF IDAHO
WATER RESOURCE BOARD

ATTACHMENT 2

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

<u>I. Water Right Number</u>	<u>Amount (cfs/ac-ft)</u>	<u>Nature of Use</u>	<u>Period of Use</u>
<u>37-666J</u>	<u>0.09 cfs</u>	<u>irrigation</u>	<u>4/15</u> to <u>10/31</u>
			to
			to
			to
			to
			to
			to
Total Amount:			

2. Source of water Big Wood River tributary to Malad River

3. Point(s) of Diversion:

Twp	Rge	Sec	Lot	¼	¼	¼	County
2N	18E	36		NE	SW	NW	Blaine

4. Lands irrigated or place of use:

[illegible]

If the water right is for irrigation, show total number of acres offered to the Bank. **Total Acres** 22.0

22.0 acres within a 119.8-acre permissible place of use.

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES

RECEIVED

FEB 18 2014

WATER RESOURCES
WESTERN REGION

Notice of Security Interest in a Water Right

And Request for Notification of a Change in Ownership or Any Proposed
Or Final Action to Amend, Transfer, or Otherwise Modify a Water Right

RECEIVED

MAR 21 2014

Please print or type. Attach pages with additional information. Instructions are on the back of this page. DEPT. OF WATER RESOURCES
Incomplete forms will be returned. SOUTHERN REGION

1. Water Right No(s): 37-481B, 37-482G, 37-483B, 37-665K, 37-666J, 37-667N, 37-2625A,
37-2625B, 37-2638, 37-2700, 37-12193, 37-12194
Adjudication Claim No(s): 37-21463, 37-22155
2. The following **REQUIRED** information must be submitted with this form:
 - A) Evidence of the security interest. This may be a copy of a **DEED of TRUST, MORTGAGE, CONTRACT OF SALE** or other legal document indicating your interest in the property and water rights or claims in question, **WITH ATTACHED LEGAL DESCRIPTION.**
 - B) A **FEE of \$25.00 per water right or adjudication claim.**
3. Name and Mailing Address of Person or Company holding Security Interest
Michael J. Lovas, Trustee of the Lovas Trust uad 10/28/99
681 Norante Court
Pleasanton, CA 94566
4. Name of Water Right Owner/Claimant(s)
Redstone Partners, L.P., a Nevada limited partnership
5. Expiration Date of Notification Period 3/31/2015
6. Is this a Renewal of Request for Notification? ☐ YES ☒ NO
7. Signature(s) of Security Interest holder(s)
(and title if applicable) Michael J. Lovas, Trustee of the Lovas Trust uad 10/28/99

For Office Use Only

Received by NC Date 2/18/14 Fee 350-
 Receipted by NC Date 2/18/14 Receipt No. NOA1850
 Processed by AJ Date WR Date

SCANNED
APR 22 2014

SUPPORT DATA

IN FILE # 37-481B