

MEMORANDUM

To: File(s) 25-14380, 29-2395, 35-7534B, 35-13340, 35-13362, 35-13991, 43-13595, and 43-13597

From: Monica Van Bussum

Date: March 29, 2013

Re: Review of Application to Rent from the State Water Supply Bank

This rental took place in 2011 under right 35-7310A. 35-7310A was subsequently split by a transfer and the rental applicant again wants to rent one of the resulting splits, 35-14162. For more information, see my memo of June 2011 regarding rental under 35-7310A. In February 2012 I redid the rental agreement under Right No. 35-14162.

Del Kohtz of Idaho Water Company has since split and renumbered that original right and the portions will be released from the Bank. Mr. Kohtz asked if we could find a suitable alternative suite of water rights to satisfy this rental and we were able to do so. Jason Helms provided rental analysis (attached) and we have analyzed his modeling and found it acceptable. Therefore, we are issuing an amended approval for this rental for 2013 through 2015.

The original rental agreement was authorized using \$14/AF. The rental rate has increased for 2013 and after but it seems unfair to charge the increased rate to this renter when it is the rightholder requesting the release of the leased right. Therefore, I've left the rate at \$14/AF. If they renew this agreement, we will charge the increased rate.