

**STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES
WATER SUPPLY BANK LEASE ACCEPTANCE**

This is to certify that: **TELFORD LANDS LLC**
 1450 W HWY 24
 PAUL ID 83347
 (208) 431-5957

 has requested to lease the water right(s) listed below to the Water Supply Bank ("Bank"). The Idaho Water Resource Board ("Board") being authorized to operate a bank and to contract by and through the Director of the Idaho Department of Water Resources ("Director", "Department") the acquisition of water rights for the Board's Bank, agrees to lease the water right to the Bank as follows:

Summary of Water Rights or Portions Leased to the Bank

	Water Right	Lease Rate	Lease Volume	Total Leased Acres
	34-2459	4.17 CFS	NA	238.0 AC
	34-2460	4.17 CFS	NA	238.0 AC
COMBINED LEASE TOTALS:		8.34 CFS	NA	476.0 AC

TERM OF LEASE:

Lease Begin Date: April 1, 2012

Expiration Date: December 31, 2014

RENTAL AVAILABILITY:

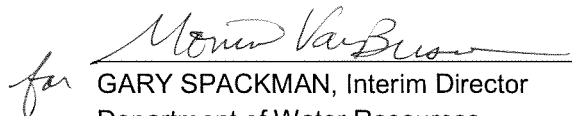
Season of Use: 04/15 to 10/15 annually

MINIMUM PAYMENT ACCEPTABLE:

Current Rental Rate

Detailed Lease Acceptance attached.

Dated this 18th day of April, 20 12


for **GARY SPACKMAN**, Interim Director
Department of Water Resources

WATER RIGHT NO. 34-2459
WATER SUPPLY BANK LEASE ACCEPTANCE

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

Lessor: TELFORD LANDS LLC
 1450 W HWY 24
 PAUL ID 83347
 (208) 431-5957

Priority Date: 04/19/1965

Source: GROUND WATER

<u>BENEFICIAL USE</u>	<u>From</u>	<u>To</u>	<u>Diversion Rate</u>	<u>Volume</u>
IRRIGATION	04/01 to	10/31	4.17 CFS	
Total:			4.17 CFS	

LOCATION OF POINT(S) OF DIVERSION:

GROUND WATER	SW¼SE¼NW¼	Sec. 2	Twp 03N	Rge 26E	BUTTE County
GROUND WATER	SE¼NE¼SW¼	Sec. 2	Twp 03N	Rge 26E	BUTTE 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	
03N	26E	14					39	36	40	40	40	40	40	40					315
03N	26E	15	39	40	40	40	39	39	40	40	40	40	40	40	40	40	40	40	637
03N	26E	16	39	39	40	40									40	40	39	39	158
03N	26E	22	40	40	40	40	40	40	40	40									320
03N	26E	23					40	40	40	40	40			33	39	40	40	40	392

Total Acres: 1980.0

Limited to acres within place of use described above: 238.0

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.
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.

**WATER RIGHT NO. 34-2459
WATER SUPPLY BANK LEASE ACCEPTANCE**

CONDITIONS OF ACCEPTANCE

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. Upon acceptance of a water right into the Board's water supply bank, the owner of the right may withdraw the right within thirty (30) days of acceptance into the bank if the owner does not agree with the conditions of acceptance.
11. Use of this right with Right Nos. 34-2460, 34-2461, 34-2462 and 34-7037 is limited to the irrigation of a combined total of 1664 acres in a single irrigation season.
12. Use of this right with the rights listed below is limited to the irrigation of a combined total of 1980 acres in a single irrigation season. Combined Right Nos.: 34-7138, 34-2460, 34-2461, 34-2462, 34-7037 and 34-10925.
13. Use of this right with Right Nos. 34-2460, 34-2461, 34-2461 and 34-10925 is limited to a total combined diversion rate of 12.5 cfs.
14. Use of this right with the rights listed below is limited to a total combined annual diversion volume of 8441.5 AF. Combined Right Nos.: 34-7138, 34-2460, 34-2461, 34-2462, 34-7037 and 34-10925.
15. This right is limited to the irrigation of 238 acres within the place of use described above in a single irrigation season.

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.

WATER RIGHT NO. 34-2460 **WATER SUPPLY BANK LEASE ACCEPTANCE**

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1450 W HWY 24
PAUL ID 83347
(208) 431-5957

Priority Date: 04/19/1965

Source: GROUND WATER

<u>BENEFICIAL USE</u>	<u>From</u>	<u>To</u>	<u>Diversion Rate</u>	<u>Volume</u>
IRRIGATION	04/01	to 10/31	6.40 CFS	1,185.5 AF
	Total:		6.40 CFS	1,185.5 AF

LOCATION OF POINT(S) OF DIVERSION:

GROUND WATER	SW¼SE¼NW¼	Sec. 2	Twp 03N	Rge 26E	BUTTE County
GROUND WATER	SE¼NE¼SW¼	Sec. 2	Twp 03N	Rge 26E	BUTTE County

PLACE OF USE TO BE IDLED UNDER THIS LEASE: IRRIGATION

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			NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	
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