



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

January 6, 2017

MIDNIGHT SUN INC VIII
1314 12TH AVE S STE 5
NAMPA ID 83651

RE: Expiration of Water Supply Bank Rental Agreement for water rights: 2-7062, 2-7157C

Renter,

This letter is to inform you that your rental agreement(s) to rent the above listed water rights from the Water Supply Bank (Bank) expired at the end of 2016.

Once the rental agreement concludes, any diversion or use of water under the rental agreement will no longer be authorized and, if occurring, may be subject to an enforcement action.

If you wish to rent water in the future, please download a rental application from: <http://idwr.idaho.gov>. You may submit rental applications on November 1 of the year prior to the intended use of rental water. **YOU ARE ENCOURAGED TO FILE AN APPLICATION AT LEAST 3 MONTHS PRIOR TO THE DATE YOU DESIRE TO USE RENTAL WATER.**

If you have any questions about this matter, please contact me at (208) 287-4918.

Sincerely,

A handwritten signature in black ink, appearing to read 'RB' followed by a long horizontal stroke.

Remington Buyer
Water Supply Bank Coordinator

Enclosures:



State of Idaho

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

C.L. "BUTCH" OTTER
Governor

GARY SPACKMAN
Director

March 10, 2015

MIDNIGHT SUN INC VIII
1314 12TH AVE STE 5
NAMPA ID 83651

**RE: RENTAL OF WATER FROM THE WATER SUPPLY BANK
WATER RIGHT NO(S). 2-7062 AND 2-7157C**

Dear Renter:

Please find enclosed a receipt in the amount of **\$31,297.00** in connection with the rental of 2235.5 acre-feet of water for irrigation use during 2015. Upon receipt of this letter, you are authorized to divert water in compliance with the conditions of water use described in your rental agreement.

Pursuant to the Water Supply Bank Rules, 90% or \$28,167.30 of the rental fee will be paid to the lessor(s) and 10% or \$3,129.70 will be retained by the Department to offset administrative costs.

If you have any questions, please contact me at (208) 287-4910.

Sincerely,

for Clay Webster
Water Resource Agent
WSB Process Point of Contact

Enclosure(s): Receipt No. C100026

c: Sascha Marston – Fiscal

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES
WATER SUPPLY BANK RENTAL AGREEMENT

This is to certify that: MIDNIGHT SUN INC VIII
 1314 12TH AVE S STE 5
 NAMPA ID 83651
 (208) 466-0419
 CHARLES.BRYAN@UBS.COM

filed an application to rent water from 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") for rental of water from the Bank agrees to rent water as follows:

Summary of Water Rights or Portions Rented from the Bank

Water Right	Rented Rate	Annual Rented Volume	Total Rented Acres
2-7062	2.30 CFS	575.5 AF	115.1 AC
2-7157C	7.37 CFS	1660.0 AF	368.6 AC
COMBINED RENTAL TOTALS:	9.67 CFS	2235.5 AF	483.7 AC

TERM OF RENTAL: March 1, 2012, to November 15, 2012
March 1, 2013, to November 15, 2013
March 1, 2014, to November 15, 2014
March 1, 2015, to November 15, 2015
March 1, 2016, to November 15, 2016

RENTAL FEE: \$31,297.00

The fee for rental of the above-described water is \$31,297.00 per year. An annual payment shall be received by the Department prior to March 1, the beginning of the irrigation season, each year for the duration of the rental period. The agreement will be void if payment is not received prior to the due date in a given year. To terminate the agreement prior to the end of the rental period, written notice must be received by the Department at least 30 days prior to the rental fee due date.

Detailed water right specific limitations and conditions attached.

The undersigned renter agrees to use the water rented under this agreement in accordance with the Water Supply Bank rules and in compliance with the limitations and conditions of use described in this agreement:

Dated this 13TH day of February, 20 12.

By: CHARLES W. BRYAN
 (Print Name)

[Signature]
 (Signature)

Vice President
 (Title if on behalf of company or organization)

Having determined that this agreement satisfies the provisions of Idaho Code § 42-1763 and IDAPA 37.02.03.030 (Water Supply Bank Rule 30), for the rental and use of water under the terms and conditions herein provided, and none other, I hereby execute this Rental Agreement on behalf of the Idaho Water Resource Board this 8th day of March, 20 12.

Monte VanBuren
 1. General Secretary, Idaho Water Resource Board

WATER RIGHT NO. 2-7062
WATER SUPPLY BANK RENTAL AGREEMENT

The renter agrees to use the water rented under this agreement in accordance with the Water Supply Bank rules and in compliance with the limitations and conditions of use described below:

Renter: MIDNIGHT SUN INC VIII
 1314 12TH AVE S STE 5
 NAMPA ID 83651
 (208) 466-0419
 CHARLES.BRYAN@UBS.COM

Priority Date: 04/09/1970

Source: SNAKE RIVER **Tributary to:** COLUMBIA RIVER

<u>BENEFICIAL USE</u>	<u>From</u>	<u>To</u>	<u>Diversion Rate</u>	<u>Volume</u>
IRRIGATION	03/15	to 11/15	2.30 CFS	575.5 AF
	Total:			2.30 CFS
				575.5 AF

LOCATION OF RENTER'S POINT(S) OF DIVERSION:

SNAKE RIVER Lot 8 Sec. 4 Twp 06S Rge 08E OWYHEE County

RENTER'S PLACE OF USE: 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	
06S	08E	4										40	40	40			40		160
06S	08E	5						44	40	40	40	40	40	40	40	40	40	40	444
06S	08E	6	44			40													84
06S	08E	7	40		40						40			40	40	40	40	40	320
06S	08E	8	40	40	40	40	40	40	40	40	40	40	40	40	40	40	40	40	640
06S	08E	9	40	40	40	40	40	40	40	40	40	40	40	40	40	40	40	40	640
06S	08E	10							40		40	40	40	40		40	40		280
06S	08E	15					40	40	40	40	40	40	40	40					320
06S	08E	16	40	40	40	40	40	40	40	40	40	40	40	40	40	40	40	40	640
06S	08E	17	40	40	40	40	40	40		40	40	40	40	40	40	40	40	40	600

Total Acres: 4128

Acre Limit within Place of Use described: 115.1

CONDITIONS OF WATER USE

1. The use of water under this agreement shall be subject to the provisions of Idaho Code § 42-1766.
2. Rental of the specified right from 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.
3. Use of water under this agreement does not constitute a dedication of the water to renter's place of use and upon expiration of this agreement, the points of diversion and place of use of the water shall revert to those authorized under the water right and/or again be available to rent from the bank.
4. This rental does not grant any right-of-way or easement to use the diversion works or conveyance works of another party.

**WATER RIGHT NO. 2-7062
WATER SUPPLY BANK RENTAL AGREEMENT**

CONDITIONS OF WATER USE

5. Use of water under this agreement shall not prejudice any action of the Department in its consideration of an application for transfer or permit filed by the applicant for this same use.
6. Renter agrees to comply with all applicable state and federal laws while using water under this agreement.
7. Renter agrees to hold the Board, the Director and the state of Idaho harmless from all liability on account of negligent acts of the renter while using water.
8. Renter acknowledges and agrees that the Director may terminate diversion of water if the Director determines there is not a sufficient water supply for the priority of the right or portion thereof being rented.
9. Failure of the renter to comply with the conditions of this agreement is cause for the Director to rescind approval of the rental agreement.
10. The use of water for irrigation under this right may begin as early as March 1 provided other elements of the right are not exceeded. The use of water before March 15 under this remark is subordinate to all water rights having no subordinated early irrigation use and a priority date earlier than the date a partial decree is entered for this right.
11. Irrigation under this rental agreement is limited to the irrigation of a specific 1,283.7 acres within the 4,128-acre place of use authorized by this rental in a single irrigation season. The specific 1,283.7 acres to be irrigated by the renter shall be identified prior to use by submittal of a land list and a representative electronic shape file or by submittal of a land list and a map sufficiently detailed to allow creation of an electronic shape file to be associated with this right in the geographic information system component of the water rights database maintained by the Department. Before changing the 1,283.7 acres to be irrigated within the 4,128-acre place of use, the renter shall submit a new land list and representative electronic shape file or map to the Department prior to the irrigation season in which the change will occur.

WATER RIGHT NO. 2-7157C **WATER SUPPLY BANK RENTAL AGREEMENT**

The renter agrees to use the water rented under this agreement in accordance with the Water Supply Bank rules and in compliance with the limitations and conditions of use described below:

Renter: MIDNIGHT SUN INC VIII
 1314 12TH AVE S STE 5
 NAMPA ID 83651
 (208) 466-0419
 CHARLES.BRYAN@UBS.COM

Priority Date: 10/24/1974

Source: SNAKE RIVER **Tributary to:** COLUMBIA RIVER

<u>BENEFICIAL USE</u>	<u>From</u>	<u>To</u>	<u>Diversion Rate</u>	<u>Volume</u>
IRRIGATION	03/15 to	11/15	7.37 CFS	1660.0 AF
	Total:		7.37 CFS	1660.0 AF

LOCATION OF RENTER'S POINT(S) OF DIVERSION:

SNAKE RIVER Lot 8 Sec. 4 Twp 06S Rge 08E OWYHEE County

RENTER'S PLACE OF USE: 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	
06S	08E	4										40	40	40			40		160
06S	08E	5						44	40	40	40	40	40	40	40	40	40	40	444
06S	08E	6	44			40													84
06S	08E	7	40		40						40			40	40	40	40	40	320
06S	08E	8	40	40	40	40	40	40	40	40	40	40	40	40	40	40	40	40	640
06S	08E	9	40	40	40	40	40	40	40	40	40	40	40	40	40	40	40	40	640
06S	08E	10							40		40	40	40	40		40	40		280
06S	08E	15					40	40	40	40	40	40	40	40					320
06S	08E	16	40	40	40	40	40	40	40	40	40	40	40	40	40	40	40	40	640
06S	08E	17	40	40	40	40	40	40		40	40	40	40	40	40	40	40	40	600

Total Acres: 4128

Acre Limit within Place of Use described: 386.6

CONDITIONS OF WATER USE

1. The use of water under this agreement shall be subject to the provisions of Idaho Code § 42-1766.
2. Rental of the specified right from 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.
3. Use of water under this agreement does not constitute a dedication of the water to renter's place of use and upon expiration of this agreement, the points of diversion and place of use of the water shall revert to those authorized under the water right and/or again be available to rent from the bank.
4. This rental does not grant any right-of-way or easement to use the diversion works or conveyance works of another party.

**WATER RIGHT NO. 2-7157C
WATER SUPPLY BANK RENTAL AGREEMENT**

CONDITIONS OF WATER USE

5. Use of water under this agreement shall not prejudice any action of the Department in its consideration of an application for transfer or permit filed by the applicant for this same use.
6. Renter agrees to comply with all applicable state and federal laws while using water under this agreement.
7. Renter agrees to hold the Board, the Director and the state of Idaho harmless from all liability on account of negligent acts of the renter while using water.
8. Renter acknowledges and agrees that the Director may terminate diversion of water if the Director determines there is not a sufficient water supply for the priority of the right or portion thereof being rented.
9. Failure of the renter to comply with the conditions of this agreement is cause for the Director to rescind approval of the rental agreement.
10. This right when combined with all other rights shall provide no more than 0.02 cfs per acre nor more than 4.5 afa per acre at the field headgate for irrigation of the lands above.
11. Water shall not be diverted under this right when flows in the Snake River are below established minimum flow amounts of 3,300 cfs at Murphy and 4,750 cfs at Weiser.
12. Irrigation under this rental agreement is limited to the irrigation of a specific 1,283.7 acres within the 4,128-acre place of use authorized by this rental in a single irrigation season. The specific 1,283.7 acres to be irrigated by the renter shall be identified prior to use by submittal of a land list and a representative electronic shape file or by submittal of a land list and a map sufficiently detailed to allow creation of an electronic shape file to be associated with this right in the geographic information system component of the water rights database maintained by the Department. Before changing the 1,283.7 acres to be irrigated within the 4,128-acre place of use, the renter shall submit a new land list and representative electronic shape file or map to the Department prior to the irrigation season in which the change will occur.