

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

This is to certify that: SPRING CREEK IDAHO RANCH LLC
 PO BOX 4380
 KETCHUM ID 83340
 (208) 726-6560

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	Acre Limit	Total Leased Acres
	37-231A	0.66 CFS	NA	NA	48.0 AC
	37-233	0.53 CFS	NA	NA	48.0 AC
COMBINED LEASE TOTALS:		1.19 CFS	NA	NA	48.0 AC

TERM OF LEASE:

Lease Begin Date: April 23, 2010

Expiration Date: December 31, 2010

RENTAL AVAILABILITY:

Season of Use: April 15 to October 31 annually

MINIMUM PAYMENT ACCEPTABLE:

Current Rental Rate

Detailed Lease Acceptance attached.

Dated this 18th day of March, 20 11


for GARY SPACKMAN, Interim Director
Department of Water Resources

WATER RIGHT NO. 37-231A
WATER SUPPLY BANK LEASE ACCEPTANCE

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

Lessor: SPRING CREEK IDAHO RANCH LLC
 PO BOX 4380
 KETCHUM ID 83340
 (208) 726-6560

Priority Date: 05/15/1883

Source: BLACK SLOUGH **Tributary to:** BIG WOOD RIVER
 WILLOW CREEK BIG WOOD RIVER

<u>BENEFICIAL USE</u>	<u>From</u>	<u>To</u>	<u>Diversion Rate</u>	<u>Volume</u>
IRRIGATION	04/15 to	10/31	0.66 CFS	
	Total:		0.66 CFS	

LOCATION OF POINT(S) OF DIVERSION:

BLACK SLOUGH	SW¼SE¼SW¼	Sec. 15	Twp 01S	Rge 18E	BLAINE County (Injection)
BLACK SLOUGH	NW¼SW¼NW¼	Sec. 22	Twp 01S	Rge 18E	BLAINE County (Rediversion)
WILLOW CREEK	NW¼SW¼NW¼	Sec. 22	Twp 01S	Rge 18E	BLAINE County
BLACK SLOUGH	SW¼NE¼SW¼	Sec. 15	Twp 01S	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	
01S	18E	27			23	12										13			48

Total Acres: 48.0

COMBINED LIMITS OF LEASED RIGHT:

<u>Combined Rights</u>	<u>Rate</u>	<u>Volume</u>	<u>Acres</u>
37-231A AND 37-233			48.0 AC

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.

**WATER RIGHT NO. 37-231A
WATER SUPPLY BANK LEASE ACCEPTANCE**

CONDITIONS OF ACCEPTANCE

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. 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. This right is limited to the irrigation of 115 acres in Sec 26 and 27 and a total of 145 acres within the place of use described on the face of the right.
12. Right Nos. 37-231A and 37-233 are limited to the irrigation of 115 acres in Sec 26 and 27 and a combined total of 145 acres 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.

Dated this 18th day of March, 20 11


for GARY SPACKMAN, Interim Director
Department of Water Resources

WATER RIGHT NO. 37-233 **WATER SUPPLY BANK LEASE ACCEPTANCE**

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

Lessor: SPRING CREEK IDAHO RANCH LLC
 PO BOX 4380
 KETCHUM ID 83340
 (208) 726-6560

Priority Date: 05/15/1888

Source: BLACK SLOUGH **Tributary to:** BIG WOOD RIVER
 WILLOW CREEK BIG WOOD RIVER

<u>BENEFICIAL USE</u>	<u>From</u>	<u>To</u>	<u>Diversion Rate</u>	<u>Volume</u>
IRRIGATION	04/15 to	10/31	0.66 CFS	
	Total:		0.66 CFS	

LOCATION OF POINT(S) OF DIVERSION:

BLACK SLOUGH	SW¼SE¼SW¼	Sec. 15	Twp 01S	Rge 18E	BLAINE County (Injection)
BLACK SLOUGH	NW¼SW¼NW¼	Sec. 22	Twp 01S	Rge 18E	BLAINE County (Rediversion)
WILLOW CREEK	NW¼SW¼NW¼	Sec. 22	Twp 01S	Rge 18E	BLAINE County
BLACK SLOUGH	SW¼NE¼SW¼	Sec. 15	Twp 01S	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	
01S	18E	27			23	12										13			48

Total Acres: 48.0

COMBINED LIMITS OF LEASED RIGHT:

<u>Combined Rights</u>	<u>Rate</u>	<u>Volume</u>	<u>Acres</u>
37-231A AND 37-233			48.0 AC

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.

**WATER RIGHT NO. 37-233
WATER SUPPLY BANK LEASE ACCEPTANCE**

CONDITIONS OF ACCEPTANCE

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. 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. This right is limited to the irrigation of 115 acres in Sec 26 and 27 and a total of 145 acres within the place of use described on the face of the right.
12. Right Nos. 37-231A and 37-233 are limited to the irrigation of 115 acres in Sec 26 and 27 and a combined total of 145 acres 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.

Dated this 18th day of March, 20 11


for GARY SPACKMAN, Interim Director
Department of Water Resources