

Before the Idaho Water Resource Board

WATER SUPPLY BANK RENTAL AGREEMENT

The Idaho Water Resource Board ("Board") being authorized to operate a Water Supply Bank ("bank") and to contract by and through the Director of the Idaho Department of Water Resources ("Director") for rental of water from the bank agrees to rent water as follows:

1. Renter: Water Resource Board
2. Address: 1301 N Orchard, Boise Id 83706-2237
3. Source of water: Beaver Creek and Salmon River
4. Volume of water rented: 560.4 AF (Based on consumptive use volume)
Max rate: 9.45 cfs
5. Diversion period: 2004 Irrigation season as authorized under each water right.
6. Use of water: Instream Flow
7. a) Renter's point of diversion:

Legal description: SW $\frac{1}{4}$ SW $\frac{1}{4}$ Section 16, T24N, R21E, B.M., Lemhi County
(Beginning of Reach)
SE $\frac{1}{4}$ SE $\frac{1}{4}$ Section 31, T25N, R25E, B.M., Lemhi County (Ending of
Reach)

- b) Renter's place of use:

Legal description: Instream flow in Beaver Creek and the Salmon River

8. The rights from which water will be rented are:

Right No.	Acres (ac)	Diversion Rate (cubic ft per sec., cfs)	Consumptive Diversion Vol. (acre-feet per acre, afa)	Source
71-2091C	35.2 ac	0.7 cfs	70.4 afa	Beaver Creek
71-2091D	18.1 ac	0.36 cfs	36.2 afa	Beaver Creek
71-7008	146 ac	2.92 cfs	292 afa	Beaver Creek
71-7083	200 ac	3.48 cfs	400 afa	Ground water
71-10665A	30.8 ac	3.48 cfs	61.6 af	Beaver Creek
71-10665B	10.8 ac	1.31 cfs	21.6 afa	Beaver Creek
71-7009	37.3 ac	0.82 cfs	78.6 afa	Salmon River
Combined Totals:	278.2 ac	9.45 cfs	560.4 afa	

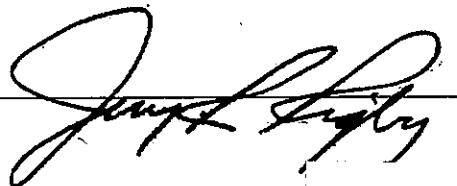
The undersigned renter agrees to pay \$ 5,353.34 for rental of the above described water and agrees to use the water in compliance with the Water Supply Bank rules and in compliance with the conditions of water use shown below:

Conditions of water use under this agreement

1. Rental of rights 71-2091C, 71-2091D, 71-7008, 71-7083, 71-10665A, and 71 10665B is limited to a total combined diversion rate of 8.63 cfs and a combined diversion volume of 481.8 afa for use during the 2004 irrigation season authorized under each water right.
2. Rental of right 71-7009 is limited to a diversion rate of 0.82 cfs and diversion volume of 78.6 afa for use during the 2004 irrigation season.
3. The use of water under this agreement shall be subject to the provisions of Section 42-1766, Idaho Code.
4. Upon Department request, the renter shall provide for the measurement of the water diverted in a manner acceptable to the Director and shall report the amount of water diverted at the end of the irrigation season.
5. 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 the licensed points of diversion and place of use and/or again be available to rent from the bank.
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. This rental does not grant any right-of-way or easement to use the diversion works or conveyance works of another party.
10. This rental does not authorize the construction of a well.

Dated this 9th day of August, 2004.

by
for



Having determined that this agreement satisfies the provisions of Section 42-1763, Idaho Code, and, IDAPA 37.02.03030 (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 9 day of AUGUST, 2004.

For Karl J. Dreher
KARL J. DREHER, Director
Department of Water Resources