

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

This is to certify that: **ERIK STORLIE AND TAMARA KAISER**
3217 HUMBOLT AVE SOUTH
MINNEAPOLIS MN 55408
(612) 822-8555

has requested to lease the water right 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 Right or Portion Leased to the Bank

	<u>Water Right</u>	<u>Lease Rate</u>	<u>Lease Volume</u>	<u>Acre Limit</u>	<u>Total Leased Acres</u>
	75-2137	0.52 CFS	90.3 AF	N/A	25.8 AC
COMBINED LEASE TOTALS:		0.52 CFS	90.3 AF	N/A	25.8 AC


TERM OF LEASE: Lease Begin Date: April 1, 2008
Expiration Date: November 1, 2008

RENTAL AVAILABILITY: Season of Use: 04/01 to 10/31

MINIMUM PAYMENT ACCEPTABLE: Negotiated payment to lessor: \$1,850.00
Payment including administrative fee: \$2,055.56

Detailed Lease Acceptance attached.

Dated this 27TH day of MARCH, 2008



FOR DAVID R. TUTHILL, JR., Director
Department of Water Resources

**WATER RIGHT NO. 75-2137
WATER SUPPLY BANK LEASE ACCEPTANCE**

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

Lessor: ERIK STORLIE AND TAMARA KAISER
3217 HUMBOLT AVE SOUTH
MINNEAPOLIS MN 55408
(612) 822-8555

Priority Date: 01/11/1960

Source: BIG HAT CREEK
NORTH FORK HAT CREEK

<u>BENEFICIAL USE</u>	<u>From</u>	<u>To</u>	<u>Diversion Rate</u>	<u>Volume</u>
IRRIGATION	04/01	10/31	0.52 CFS	90.3 AF
	Total:		0.52 CFS	90.3 AF

LOCATION OF POINT(S) OF DIVERSION:

BIG HAT CREEK NWNESE Sec. 8 Twp 17N Rge 20E LEMHI County
NORTH FORK HAT CREEK SESWSW Sec. 3 Twp 17N Rge 20E LEMHI 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			
17N	20E	10											8.8			17.0					25.8

Total Acres: 25.8
Acre Limit within Place of Use described: N/A

CONDITIONS OF ACCEPTANCE

1. A portion of the water right referenced above is accepted into the bank and rented in accordance with a private agreement formulated between the lessor and the renter. The total rental fee for leased the leased water right is \$2,055.56 per year based on a negotiated rate through the Columbia River Basin Water Transaction Program.
2. Payment for rental of the referenced right from the bank is contingent upon determination that the lessor is in compliance with an executed rental agreement.
3. During the term of the lease, irrigation of the place of use described above is not authorized under water rights 75-2137, 75-4199, or 75-4200, and the lessor may not irrigate the associated place of use with water from any other source.
4. During the term of this lease, use of the unleased portion of rights 75-2137, 75-4199, and 75-4200 for irrigation is limited to a combined total of 43.9 acres and a combined diversion rate of 1.81 cfs.
5. While a right is in the bank, the right shall not be used 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 section 42-351, Idaho Code, for illegal diversion and use of water, and may include civil penalties pursuant to Section 42-1701B, Idaho Code.

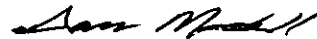
**WATER RIGHT NO. 75-2137
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CONDITIONS OF ACCEPTANCE

6. 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.
7. While a water right is in the bank, forfeiture provisions are stayed.
8. Rental of water under this right is subject to the limitations and conditions of approval of the water right.
9. Failure of the right holder to comply with the conditions of acceptance is cause for the Director to rescind acceptance of the lease.
10. 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 the ongoing Snake River Basin Adjudication or any other department application process.
11. In accordance with Sections 42-248 and 42-1409(6), Idaho Code, 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.
12. 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.

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 27TH day of MARCH, 2008



FOR DAVID R. TUTHILL, JR., Director
Department of Water Resources