



State of Idaho

DEPARTMENT OF WATER RESOURCES

1301 North Orchard Street, Boise, ID 83706 - P.O. Box 83720, Boise, ID 83720-0098
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June 30, 2004

DIRK KEMPTHORNE
Governor

KARL J. DREHER
Director

IDAHO WATER RESOURCE BOARD
C/O BILL GRAHAM
1301 N ORCHARD
BOISE ID 83706

**RE: APPLICATION TO RENT WATER FROM THE WATER SUPPLY BANK.
WATER RIGHT NO(S). 74-666, 74-2247, 74-15234**

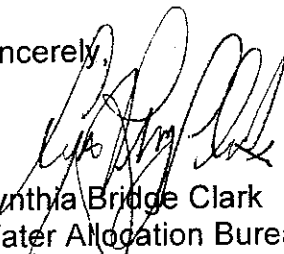
Dear Renter:

The Department of Water Resources (department) acknowledges receipt of your application to rent water from the Water Supply Bank. Please find enclosed a Water Supply Bank Rental Agreement for your review and signature. Upon signature and return of the agreement, the department also will sign the agreement and will return an executed copy to you. Execution of the agreement and compliance with the conditions of approval authorize diversion and use of water as provided in the agreement. Payment of the rental fee described below is required to validate the rental agreement.

The rental fee of **\$10,681.11** is based on documentation provided with the application. Please send a check made payable to the Idaho Department of Water Resources together with the signed rental agreement. They should be returned to my to my attention so I can complete the processing.

If you have questions, please feel free to contact me.

Sincerely,



Cynthia Bridge Clark
Water Allocation Bureau

Encl: 1

c: IDWR Eastern Regional Office

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: Kenney Creek
 4. Volume of water rented: 221.3 AF (Based on consumptive use volume)
Max rate: 3.72 cfs
 5. Diversion period: July 1, 2004 to November 15, 2004
 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 Kenney 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)	Diversion Volume (acre-feet per acre, afa)
74-666	76.9 ac	2.08 cfs	107.8 afa
74-2247	36.2 ac	0.72 cfs	50.8 afa
74-15234	44.7 ac	0.92 cfs	62.7 afa
Total:	157.8 ac	3.72 cfs	221.3 afa

The undersigned renter agrees to pay \$ 10,681.11 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 74-666, 74-2247, and 74-15234 are limited to a total combined diversion rate of 3.72 cfs and combined diversion volume of 221.3 afa, or a continuous diversion rate of 0.81 cfs for use from July 1, 2004 to November 15, 2004.
2. The use of water under this agreement shall be subject to the provisions of Section 42-1766, Idaho Code.
3. 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.
4. 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.
5. Renter agrees to comply with all applicable state and federal laws while using water under this agreement.
6. 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.
7. 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.
8. This rental does not grant any right-of-way or easement to use the diversion works or conveyance works of another party.
9. This rental does not authorize the construction of a well.

Dated this _____ day of _____, 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 ____ day of _____, 2004.

KARL J. DREHER, Director
Department of Water Resources