

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES

WATER SUPPLY BANK LEASE CONTRACT No. 1747

This Lease Contract ("Lease") is between the Idaho Water Resource Board ("Board"), and

LESSOR: IMH BOISE HERITAGE LLC
10650 SCRIPPS RANCH BLVD
STE 216
SAN DIEGO, CA 92131-2472

RECEIVED
NOV 13 2023
DEPARTMENT OF
WATER RESOURCES

RECITALS

1. The Board is authorized under chapter 17, title 42, Idaho Code to operate a water supply bank and to contract with lessors to act as an intermediary in facilitating the rental of water.
2. The Lessor has filed a completed application to lease water rights described below into the Water Supply Bank on forms supplied by the Idaho Department of Water Resources and received by the Department on September 15, 2023.
3. The Director of the Idaho Department of Water Resources has reviewed the application for compliance with the Water Supply Bank rules and has approved the Lease subject to conditions listed below.

NOW, THEREFORE, in consideration of the mutual covenants and contracts herein contained, and other good and valuable consideration, the receipt of which is hereby acknowledged, the parties hereto agree as follows:

1. **WATER RIGHTS:** The Lessor shall lease and the Board shall accept into the Bank the Applicant's water rights described as follows:

Summary of Water Rights or Portions Leased to the Bank

Water Right No.	Priority Date	Source	Diversion Rate (CFS)	Diversion Volume (AF)	Acres (AC)
63-3597H	4/13/1967	GROUND WATER	0.65	310.6	78
63-31535	10/7/1968	GROUND WATER	0.55	235	55
Combined Limit Totals			1.20	351	78
Combined Lease Totals			1.20	351	78

2. **COMPENSATION:** The Lessor shall accept and the Board shall pay compensation determined by the amount of water rented under the following rental rate during such times as the water is rented from the Bank over the term of this Lease.

Minimum Payment Acceptable: Current Rental Rate

3. **TERM OF LEASE:** The term of this lease shall be January 1, 2023 to December 31, 2025. This Lease shall bind the parties and take effect when both parties have signed it.
4. **WATER SUPPLY BANK CONDITIONS OF ACCEPTANCE:** The Lessor shall abide by all terms and conditions contained in the Water Supply Bank Conditions of Acceptance, attached hereto as "Attachment A" and incorporated herein by this reference.

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES

WATER SUPPLY BANK LEASE CONTRACT No. 1747

5. **CHANGE OF WATER RIGHT:** This lease specifies water right elements including but not limited to: diversion rates; diversion volumes; number of acres authorized to be irrigated; places of use; points of diversion; beneficial uses; and seasons of use. During the term of this lease, if a water right is administratively changed due to a water right split and renumbering, this lease may be reduced by an equal amount to reflect the water right elements as legally defined under the water right. If a lease contract cannot be reduced sufficient to reflect the legal definition of a water right as amended through a water right split and/or water right transfer, the Board may release the water right from the Water Supply Bank.
6. **ASSIGNMENT OF CONTRACT:** This lease is between the Board and the Lessor, who is the recognized owner or designated representative of the recognized owners of water rights described herein. Should ownership of any part of a water right herein described change during the term of this lease, either through a water right split, a water right transfer, sale of property to which the water right is appurtenant, or through any other recognized water right reassignment, the lease benefits and obligations to the conditions of acceptance for any such water rights will be assigned to the new owners.
7. **DUPLICATE ORIGINAL:** This Lease is executed in duplicate. Each of the documents with an original signature of each party shall be an original.

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES

WATER SUPPLY BANK LEASE CONTRACT No. 1747

IN WITNESS WHEREOF, the parties have executed this Contract on the date following their respective signatures.

LESSOR: IMH BOISE HERITAGE LLC
10650 SCRIPPS RANCH BLVD
STE 216
SAN DIEGO, CA 92131-2472

By 
Title Manager
Date 11/10/2023

IDAHO WATER RESOURCE BOARD
322 East Front Street
P.O. Box 83720
Boise, ID 83720-0098

By  Date 11/14/23
Brian Patton, Acting Administrator
Idaho Water Resource Board

Lease approved by IDWR  Date 11/14/23

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES

WATER SUPPLY BANK LEASE CONTRACT No. 1747

ATTACHMENT A WATER SUPPLY BANK CONDITIONS OF ACCEPTANCE

The water rights or portions thereof leased to the bank are described as follows:

Source and Location of Point(s) of Diversion for Water Right No(s): 63-31535, 63-3597H

GROUND WATER	NWSW	Sec. 11	Twp 02N	Rge 03W	CANYON County
GROUND WATER	NESE	Sec. 11	Twp 02N	Rge 03W	CANYON County

Water Right	Beneficial Use	Season of Use			Diversion Rate (CFS)	Volume (AF)
		From	to	To		
63-31535	IRRIGATION	04/01	to	11/01	0.55 cfs	235 AF
63-3597H	IRRIGATION	03/15	to	11/15	0.65 cfs	310.6 AF
Totals:					1.20 cfs	351 AF

PLACES OF USE TO BE IDLED UNDER THIS LEASE: IRRIGATION

Twp	Rng	Sec	NE				NW				SW				SE				Totals
			NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	
02N	03W	11											39	39					78

Total Acres: 78

ADDITIONAL 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, or the lease term expires. A right may be released from the bank upon request, provided the Board approves the release. Unless approved by the Department, leased rights may not be immediately available for release.
5. While a water right is in the bank, forfeiture provisions are stayed pursuant to Idaho Code § 42-223(5).
6. Rental of water under this right is subject to the limitations and conditions of approval of the water right.
7. Failure of the right holder to comply with the conditions of acceptance is cause for the Director to rescind acceptance of the lease.

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DEPARTMENT OF WATER RESOURCES

WATER SUPPLY BANK LEASE CONTRACT No. 1747

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. If a water right leased into the Water Supply Bank is sold or conveyed during the lease term, and if the leased right was rented, the rental proceeds will be disbursed in the following manner regardless of any arrangements between the buyer(s) and seller(s) to the contrary:
 - a. Rental payments will go to the lessor(s) of record at the beginning of the rental season, even if the Department processes a Notice of Change in Water Right Ownership during the rental season.
 - b. New lessor(s) of record will receive payment for any subsequent rental seasons.
11. 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.
12. After specific notification by the Department, the right holder shall install a suitable measuring device or shall enter into an agreement with the Department to use power records to determine the amount of water diverted under Water Right 63-3597H and shall annually report the information to the Department.
13. Rights 63-3597H and 63-31535 when combined shall not exceed a total diversion rate of 1.20 cfs, a total annual diversion volume of 351.0 af at the field headgate, and the irrigation of 78 acres.
14. Rights 63-3597F, 63-3597H, 63-7156D, 63-31799, 63-31800, 63-31801 and 63-31802 are also diverted through the points of diversion described above.
15. This right does not grant any right-of-way or easement across the land of another.
16. The period of use for the irrigation authorized by water right 63-3597H may be extended to a beginning date of 3/1 provided that beneficial use of water can be shown, and other elements of the right are not exceeded. The use of water before 3/15 is subordinate to all water rights having no subordinated early or late irrigation use and priority date earlier than 2/6/2009.
17. Water Right 63-31535 is limited to the irrigation of 55 acres within the place of use described above in a single irrigation season.
18. After specific notification by the Department, the right holder shall install a suitable measuring device or shall enter into an agreement with the Department to use power records to determine the amount of water diverted under Water Right 63-31535 and shall annually report the information to the Department.
19. The period of use for the irrigation authorized by water right 63-31535 may be extended to a beginning date of 3/1 and an ending date of 11/15 provided that beneficial use of water can be shown, and other elements of the right are not exceeded. The use of water before 4/1 and after 11/1 is subordinate to all water rights having no subordinated early or late irrigation use and priority date earlier than 4/29/2009.

Idaho Water Resource Board
Water Supply Bank Lease Contract No. 1747
63-3597H, 63-31535
Effective until December 31, 2025

This map depicts the **place of use** to be idled pursuant to the lease contract and is attached to the contract solely for illustrative purposes.



- Water Supply Bank Lease Point of Diversion
- Water Supply Bank Lease Place of Use
- Township/Range
- Sections
- QQ



STATE OF IDAHO
WATER RESOURCE BOARD

**APPLICATION TO SELL OR LEASE A WATER RIGHT
TO THE WATER SUPPLY BANK**

RECEIVED

SEP 15 2023

DEPARTMENT OF
WATER RESOURCESDesignated Applicant IMH Boise Heritage LLC

(Select one owner – see item 1A on the application)

Water Right No. 63-3597H

(One water right per application)

Is this application being submitted with a rental application as a lease/rental package?

Yes ☐ No ☒

This application must be prepared in accordance with the minimum requirement checklist below. Use this checklist to ensure all necessary documentation has been provided. This checklist is part of the lease application and must be included with the lease application. **Applications that do not meet the minimum requirements will not be processed and may be returned or denied.**

MINIMUM REQUIREMENT CHECKLIST

All items must be checked as either *Attached (Yes)* or *Not Applicable (N/A)*

Yes

- ☒ Completed *Application to Sell or Lease a Water Right to the Water Supply Bank*.
- ☒ Application filing fee of \$250.00 per water right. If you are submitting more than one lease application and the water rights have an overlapping, common place of use, or a common diversion rate or volume, the total fee for all water rights is \$500.00. For places of use, multiple water rights must be used to irrigate the same lands in order to qualify for the joint filing fee. Individual filing fees are required for water rights that share a common permissible place of use but which cover separate acres within the permissible place of use.
- ☒ Confirmation this form has been printed **single sided**, per requirement of the Water Supply Bank.

Attachment N/A Yes

- 1A ☐ ☒ Signatures and contact information for **all owners** of the water right to be leased or sold on this application.
- 1B ☐ ☒ An Internal Revenue Service (IRS) Form W-9 for the Designated Applicant.
- 1C ☒ ☐ *Notice of Change in Water Right Ownership* form (accessible from www.idwr.idaho.gov).
- 1D ☐ ☒ Contact information for an authorized representative and documentary proof they are authorized to represent the Designated Applicant on this application. If the Designated Applicant is a business, partnership, municipality, organization or association, include documents identifying officers authorized to sign or act on behalf of the entity.
- 2 ☒ ☐ Description of a water right portion offered to the Water Supply Bank.
- 3 ☐ ☒ A map that clearly outlines the specific location where irrigated acres will be dried up, or where a beneficial use of water will be suspended. You have the option of printing a map using the map tool on IDWR's website at: www.idwr.idaho.gov.
- 4A ☒ ☐ Written consent from irrigation district or water delivery company.
- 4G ☒ ☐ Evidence demonstrating the water right has not been forfeited pursuant to Section 42-222(2), Idaho Code.

Department Use Only

Fee Amount \$ 250Received By: KMDate Received: 9-15-23Receipt # C117049W-9 received? Yes ☒ No ☐ (Route W-9 to Fiscal)Name on W-9: IMH Boise Heritage LLC

2753
2752

STATE OF IDAHO
WATER RESOURCE BOARD

APPLICATION TO SELL OR LEASE A WATER RIGHT
(Continued)

1. CONTACT INFORMATION

- A. This application must be completed by a Designated Applicant who is a current owner of the water right being sold or leased to the Water Supply Bank. If there are additional current owners, those individuals must authorize the Designated Applicant to represent them on this application by completing and signing Attachment 1A of this application package.

Designated Applicant IMH Boise Heritage LLC

Mailing Address 10650 Scripps Ranch Blvd, Ste 216 San Diego CA 92131-2472
Street City State Zip Code

Email Address dmann@imhcompanies.com Phone Number 866-932-1133

☒ The Designated Applicant is the sole owner of the water right being sold or leased to the Water Supply Bank.

OR

☐ The Designated Applicant is representing additional water right holders who have completed Attachment 1A.

- B. Has the Designated Applicant submitted an IRS Form W-9 to this Department within the last 2 years? Yes ☐ No ☒
If no, complete the form and attach to this application (Attachment 1B).

- C. Are all applicants on this form listed in IDWR's records as the current owners of the water right? Yes ☒ No ☐
If no, attach a *Notice of Change in Water Right Ownership* form along with the required documentation and fee (Attachment 1C).

- D. Is this application being completed by an authorized representative of the Designated Applicant? Yes ☒ No ☐
If yes, representatives (includes employees of Designated Applicant companies) must complete this section and submit documentary proof of their authority to represent the Designated Applicant (Attachment 1D).

Name of Representative Lori Graves Organization HDR Inc

Professional Title Sr Water Rights Specialist Email Address lori.graves@hdrinc.com

Mailing Address 412 E Parkcenter Blvd, Ste 100, Boise, ID 83706 Phone Number 208-387-7000

☐ Send all correspondence for this application to the representative and not to the Designated Applicant.

OR

☒ Send original correspondence to the Designated Applicant and copies to the representative.

2. DESCRIPTION OF WATER RIGHT OFFERED TO THE BANK

☒ The full water right is being offered to the Bank.

OR

☐ A part of the water right is being offered to the Bank.

If a portion of the water right is being offered, **complete Attachment 2.**

3. MAP

Attach a map of the point(s) of diversion and place(s) of use proposed to be idled by this lease application. Make sure the idled place of use is outlined and annotated with legal land descriptions (Township, Range, Section and Quarter-Quarters) or with GPS coordinates. For irrigation purposes, mark the number of acres you desire to idle. If the water right proposed for lease is located within a permissible place of use (PPU) and portions of the PPU will continue to receive water from non-leased water rights, clearly outline on a map the acres within the PPU that will continue to be irrigated, as well as acres that will be idled during the lease term. Label the map **Attachment 3.**

STATE OF IDAHO
WATER RESOURCE BOARD

APPLICATION TO SELL OR LEASE A WATER RIGHT
(Continued)

4. GENERAL INFORMATION

- A. Is the diversion works or system owned or managed by an irrigation district or water delivery company? Yes ☐ No ☒
If yes, provide written consent from the company, corporation or irrigation district authorizing the proposed sale or lease (Attachment 4A).
If your water right is delivered through a canal, lateral or ditch operated by a canal company, irrigation district, or similar delivery entity, your lease request must include written consent from the company, district, or similar entity for your removal of water from its system pursuant to [Section 42-108, Idaho Code](#) and [IDAPA WSB Rule 37.02.03.25.02e](#).
- B. Please provide a description of the current water diversion and delivery system.
Wells, pumps

- C. Describe any other water rights used for the same purpose at the same place of use as the water right being offered to the Bank. Overlapping water right 63-31535 (also being banked) and permit 63-35051 for domestic and fire protection uses that have not been developed.

- D. Are any of the water rights identified in Section 4C stacked with the water right proposed for lease? Yes ☒ No ☐
Stacked water rights are used together to achieve a common beneficial use, such as irrigation of the same lands. Stacked water rights cannot be separated and must be jointly leased to the Water Supply Bank. Stacked water rights qualify for the multiple fee payment of \$500.
- E. Will the present place of use continue to receive water from any other source? Yes ☐ No ☒
If yes, explain the relationship between the different water sources and how enlargement of the authorized use will not occur if this water right is leased. _____

- F. Identify annual volumes and/or rates of water diverted in the last 5 years to accomplish the beneficial use authorized by this water right. This right was leased to the bank under Contract #1439 in the name of the original owner. The contract expired 12/31/2022. Expiration notice was sent to the original owners, rather than the current owners. Current owners wish to re-lease the right back to the bank for 2023 and the next two years.

- G. Has any portion of this water right undergone a period of five or more consecutive years of non-use? Yes ☒ No ☐
If yes, describe the circumstances and attach evidence to demonstrate how the water right has not been lost through forfeiture (Attachment 4G). See [Section 42-223, Idaho Code](#) for exceptions to forfeiture. Your application may be denied if forfeiture concerns are not addressed. See item 4F above

- H. Is this water right involved in any other IDWR process, such as an application for transfer or a mitigation plan?
If yes, describe. Yes ☐ No ☒

STATE OF IDAHO
WATER RESOURCE BOARD

APPLICATION TO SELL OR LEASE A WATER RIGHT
(Continued)

5. SALE/LEASE AGREEMENT

A. Is the water right, or portion thereof, offered to the Idaho Water Resource Board (IWRB) for sale ☐ or lease ☒.

If lease, specify the years when the use of water will be suspended: 2023 to 2026 (maximum lease period 5 calendar years).
(Year) (Year) (3 years)

B. Show the minimum payment acceptable to the seller/lessor. The minimum payment may be shown as the "current rental rate" as established by the IWRB. Include the method of determining the minimum payment if other than the current rental rate.

Current rental rate _____

I hereby assert that the information contained in this application is true to the best of my knowledge, and that I have the authorities necessary to offer this water right for sale or lease to the Idaho Water Resource Board.

The Designated Applicant acknowledges the following:

1. Payment to the Designated Applicant is contingent upon the sale or rental of the water right from the Bank.
2. While a water right is in the Bank, the seller/lessor of the water right may not use the water right, even if the water right is not rented from the Bank.
3. A water right accepted into the Bank stays in the Bank until the Designated Applicant receives written confirmation from the Board or Water Supply Bank that the water right has been released from the Bank.
4. While a water right is in the Bank, forfeiture is stayed.
5. Acceptance of a water right into the Bank does not, in itself, confirm the validity of the water right or any element of the water right.



Signature of Designated Applicant

Ed Monce

Printed Name

10/10/2023

Date

Signature of Authorized Representative

Printed Name

Date

Mail to:
Idaho Department of Water Resources
P.O. Box 83720
Boise, ID 83720-0098

STATE OF IDAHO
WATER RESOURCE BOARD

APPLICATION TO SELL OR LEASE A WATER RIGHT
(Continued)

5. SALE/LEASE AGREEMENT

A. Is the water right, or portion thereof, offered to the Idaho Water Resource Board (IWRB) for sale ☐ or lease ☒.

If lease, specify the years when the use of water will be suspended: 2023 to 2026 (maximum lease period 5 calendar years).
(Year) (Year) **(3 years)**

B. Show the minimum payment acceptable to the seller/lessor. The minimum payment may be shown as the "current rental rate" as established by the IWRB. Include the method of determining the minimum payment if other than the current rental rate.

Current rental rate _____

I hereby assert that the information contained in this application is true to the best of my knowledge, and that I have the authorities necessary to offer this water right for sale or lease to the Idaho Water Resource Board.

The Designated Applicant acknowledges the following:

1. Payment to the Designated Applicant is contingent upon the sale or rental of the water right from the Bank.
2. While a water right is in the Bank, the seller/lessor of the water right may not use the water right, even if the water right is not rented from the Bank.
3. A water right accepted into the Bank stays in the Bank until the Designated Applicant receives written confirmation from the Board or Water Supply Bank that the water right has been released from the Bank.
4. While a water right is in the Bank, forfeiture is stayed.
5. Acceptance of a water right into the Bank does not, in itself, confirm the validity of the water right or any element of the water right.

Signature of Designated Applicant

Michelle Ahrens
Printed Name

8/31/23
Date

Signature of Authorized Representative

Printed Name

Date

Mail to:
Idaho Department of Water Resources
P.O. Box 83720
Boise, ID 83720-0098

Superseded

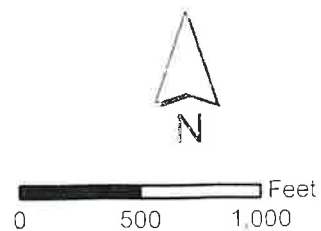
Idaho Water Resource Board
Water Supply Bank Lease Contract No. 1439
 63-3597H & 63-31535
 Effective until December 31, 2022

This map depicts the **place of use to be idled** pursuant to the lease contract and is attached to the contract solely for illustrative purposes.



Legend

-  Approved Lease Point of Diversion
-  Approved Lease Place of Use
-  Township/Range
-  Sections
- QQ





IDAHO DEPARTMENT OF
WATER RESOURCES

322 E Front Street, Suite 648, Boise ID 83702 • PO Box 83720, Boise ID 83720-0098
Phone: 208-287-4800 • Fax: 208-287-6700 • Email: idwrinfo@idwr.idaho.gov • Website: idwr.idaho.gov

Governor Brad Little

Director Mathew Weaver

November 14, 2023

IMH BOISE HERITAGE LLC
1808 ASTON AVE, SUITE 220
CARLSBAD CA, 92008

**RE: WATER SUPPLY BANK LEASE CONTRACT 1747 FOR WATER RIGHT 63-3597H
AND 63-31535**

Dear Lessor:

Water right 63-3597H and 63-31535 is leased into the Water Supply Bank (Bank) as of January 1, 2023, in accordance with the enclosed executed lease contract. **Your water rights, as described on the lease contract, are considered leased into the Bank and should remain unused until they are formally released from the Bank.** More information and further restrictions placed on your water rights while leased can be found in conditions of acceptance of the lease contract. Read the conditions of acceptance carefully.

The right(s) will automatically be released from the Bank on **December 31, 2025**, unless the rights are released earlier by the Water Resource Board (Board). To release the water rights from the Bank prior to the release date, submit a written request on the *Request to Release a Water Right from the Bank* form. This form is available on our public website at www.idwr.idaho.gov. **Please note your water rights may not be available for immediate release if they are rented.**

If you have questions regarding this matter, please contact this office at bank@idwr.idaho.gov or 208-287-4800.

Sincerely,

Skyler Cheever



IDAHO DEPARTMENT OF
WATER RESOURCES

Skyler Cheever | Water Resource Agent
322 E Front St, PO Box 83720, Boise, ID 83720
(208) 287-4800 | www.idwr.idaho.gov

Enclosure: Executed Lease Contract



IDAHO DEPARTMENT OF
WATER RESOURCES

322 E Front Street, Suite 648, Boise ID 83702 • PO Box 83720, Boise ID 83720-0098
Phone: 208-287-4800 • Fax: 208-287-6700 • Email: idwrinfo@idwr.idaho.gov • Website: idwr.idaho.gov

Governor Brad Little

Director Mathew Weaver

November 7, 2023

IMH BOISE HERITAGE LLC
1808 ASTON AVE, SUITE 220
CARLSBAD CA, 92008

**RE: APPLICATION TO LEASE WATER RIGHTS 63-3597H and 63-31535 TO THE WATER
SUPPLY BANK CONTRACT 1747**

******TIME SENSITIVE RESPONSE REQUIRED*****

Dear Applicant:

The Department of Water Resources has completed its review of your application to lease the above-mentioned water right to the Water Supply Bank. **I have enclosed two original Water Supply Bank Lease Contracts for your review and signature. Please sign and return ALL Lease Contracts within 14 days.** Upon signature and return of the contracts, the Department will also sign the original contracts and return an executed copy to you. The Lease Contract is not considered final until you and the Department have both signed.

The right will automatically be released from the Bank on **December 31, 2025**, unless the right is released earlier by the Board, or upon your request. To release the right from the Bank prior to the release date, submit a written request on the Request to Release a Water Right from the Bank form. To propose a new lease period, submit a new Application to Sell or Lease a Water Right to the Water Supply Bank form along with applicable fees to the Department. These forms are available from any IDWR office or from our public website at <http://www.idwr.idaho.gov>. Please note your right may not be available for immediate release if it has been rented.

Please review the conditions of acceptance listed on the Lease Contract, including #3 which says:

"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."

If you have questions regarding this matter, please contact this office at bank@idwr.idaho.gov
or
208-287-4800.

Regards,

Skyler Cheever



IDAHO DEPARTMENT OF
WATER RESOURCES

Skyler Cheever | Water Resource Agent
322 E Front St, PO Box 83720, Boise, ID 83720
(208) 287-4800 | www.idwr.idaho.gov

MEMORANDUM FOR WSB LEASE APPLICATION # 2722

To: Water Right No(s). 63-3597H, 63-31535

From: Skyler Cheever, Water Resource Agent

Date: 10/16/2023

Re: Review & Analysis of Application to Lease Water to the State Water Supply Bank

PURPOSE/NARRATIVE:

Application 2752 was sent in by IMH Boise Heritage LLC and received on September 15th, 2023, with the correct fee payment received the same date. The applicant proposes to lease the entirety of water rights 63-3597H and 63-31535 into the water supply bank from 2023-2025. The point of diversion is within Water District 63 but not administered. This application is a renewal of contract 1439 which expired on December 31st, 2022.

AUTHORITY TO FILE:

Ed Monce signed the application. Mr. Monce has the authority to file this agreement because he is a manager of the LLC. IMH Boise Heritage LLC is the current owner of water rights 63-3597H and 63-31535 according to Department records.

WATER RIGHT VALIDITY:

Water rights 63-3597H and 63-31535 were decreed in 2009. However, they are based on licenses from the 1970's. The water rights were leased into the water supply bank from 2004-December 31st, 2022. Any water right leased into or rented from the water supply bank are within a valid defense to forfeiture according to Idaho Code §42-223(5). The ownership changed from the lessor who signed contract 1439. A lease expiration letter was mailed to the old owners and the new owners were unaware according to section 4F of the application. Therefore, enough evidence is available to the bank to conclude its likely water rights 63-3597H and 63-31535 are not lost to forfeiture and can be leased into the water supply bank.

ENLARGEMENT OF USE:

Water rights 63-3597H and 63-31535 overlap the proposed place of use and divert from the same point of diversion. They are limited to 1.20 cfs, 351 af, and the irrigation of 78 acres. If either water right was leased and rented separately there would be more rate, volume, and acres irrigated than was historically leading to enlargement. Therefore, 63-3597H and 63-31535 should be leased together to prevent enlargement. There are no other enlargement concerns.

LOCAL PUBLIC INTEREST:

Review staff has no information to suggest this application is inconsistent with the local public interest.

BENEFICIAL USE/CONSERVATION OF WATER RESOURCES:

The lease appears consistent with the conservation of water resources in Idaho.

DEPARTMENT STAFF OR WATERMASTER COMMENTS:

The point of diversion is within Basin 63 and Water District 63 but not administered. The Western Regional Manager was contacted for comment on October 20th, 2023. No response was received, it is assumed there is no concern with this proposal.



RECEIVED

NOV 13 2023

DEPARTMENT OF
WATER RESOURCES

November 10, 2023

Skyler Cleever
IDWR State Office
PO Box 83720
Boise, ID 83720-0098

**Subject: Water Bank Lease Contracts 1747 and 1758 (signed)
Change in Address Notices (2)**

Dear Skyler,

Per your request, enclosed on behalf of IMH Boise Heritage LLC, are signed water bank lease contracts 1747 and 1758. Also enclosed are two address change notices for IMH Boise Heritage LLC and IMH Boise Cimarron, LLC. Please make sure the associated water rights are updated accordingly. Please let me know if there are any questions. Thanks Skyler.

Sincerely,

HDR Engineering, Inc.

Lori Graves

Lori Graves
Sr. Water Rights Specialist

Enclosers: WB lease contracts (2), address change notices (2)

Project: 10346993

cc: Darren Mann

hdrinc.com

HDR, 412 E Parkcenter Blvd, Suite 100, Boise, ID 83706
(208) 387-7000

Cheever, Skyler

From: Graves, Lori <Lori.Graves@hdrinc.com>
Sent: Monday, November 13, 2023 11:37 AM
To: Cheever, Skyler
Subject: RE: IMH Boise Heritage Lease Contract Mailings

CAUTION: This email originated outside the State of Idaho network. Verify links and attachments BEFORE you click or open, even if you recognize and/or trust the sender. Contact your agency service desk with any concerns.

Submitted today Skyler.

Lori Graves, Sr. Water Rights Specialist
D 208.872.9519 M 208.850.4601

hdrinc.com/follow-us

From: Cheever, Skyler <Skyler.Cheever@idwr.idaho.gov>
Sent: Tuesday, November 7, 2023 12:30 PM
To: Graves, Lori <Lori.Graves@hdrinc.com>
Subject: RE: IMH Boise Heritage Lease Contract Mailings

CAUTION: [EXTERNAL] This email originated from outside of the organization. Do not click links or open attachments unless you recognize the sender and know the content is safe.

Lori,

I have just remailed contracts 1747 and 1758 to the corrected address and have attached the new cover letters to this email. If you have any questions or concerns, please let me know.

Best,

Skyler

From: Graves, Lori <Lori.Graves@hdrinc.com>
Sent: Tuesday, November 7, 2023 11:00 AM
To: Cheever, Skyler <Skyler.Cheever@idwr.idaho.gov>
Subject: FW: IMH Boise Heritage Lease Contract Mailings

CAUTION: This email originated outside the State of Idaho network. Verify links and attachments BEFORE you click or open, even if you recognize and/or trust the sender. Contact your agency service desk with any concerns.

Hi Skyler,

Below is the new mailing address. I will be submitting an address change notice soon. Thanks for the heads-up.

Lori Graves, Sr. Water Rights Specialist
D 208.872.9519 M 208.850.4601

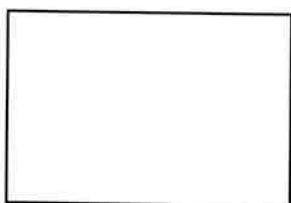
hdrinc.com/follow-us

From: Darren Mann <dmann@imhcompanies.com>
Sent: Tuesday, November 7, 2023 10:51 AM
To: Graves, Lori <Lori.Graves@hdrinc.com>
Subject: RE: IMH Boise Heritage Lease Contract Mailings

CAUTION: [EXTERNAL] This email originated from outside of the organization. Do not click links or open attachments unless you recognize the sender and know the content is safe.

Hi Lori,

Here is the correct address: **1808 Aston Ave, Suite 220, Carlsbad CA, 92008**



Darren Mann
President, Idaho & Colorado

m 970.217.5035
o 866.932.1133
e dmann@imhcompanies.com
w imhcompanies.com

CONFIDENTIALITY NOTICE: This message is protected under the Federal regulations governing the Confidentiality of this email and attachments cannot be disclosed without written consent unless otherwise provided for in the regulations. Federal rules prohibit any further disclosure of this information unless written consent is obtained from the person/persons to whom it pertains. The Federal rules restrict any use of this information. If you are not the intended recipient, please contact the sender by reply e-mail and destroy all copies of the original message.

From: Graves, Lori <Lori.Graves@hdrinc.com>
Sent: Tuesday, November 7, 2023 8:40 AM
To: Darren Mann <dmann@imhcompanies.com>
Subject: FW: IMH Boise Heritage Lease Contract Mailings

Hi Darren,

Looks like we need to do a change in address for IMH Boise Heritage. Can you let me know the current mailing address? IMH Boise Cimarron is also at the Scripps Ranch Blvd address and probably needs changed too. Let me know. Thanks.

Lori Graves, Sr. Water Rights Specialist
D 208.872.9519 M 208.850.4601

hdrinc.com/follow-us

From: Cheever, Skyler <Skyler.Cheever@idwr.idaho.gov>
Sent: Monday, November 6, 2023 2:09 PM
To: Graves, Lori <Lori.Graves@hdrinc.com>
Cc: dmann@imhcompanies.com
Subject: IMH Boise Heritage Lease Contract Mailings

CAUTION: [EXTERNAL] This email originated from outside of the organization. Do not click links or open attachments unless you recognize the sender and know the content is safe.

Good Afternoon,

This morning I received the mailing for WSB Lease contract 1747 for water rights 63-31535 and 63-3597H was returned by the post office. I double checked and the address I put on the envelope is the same as what's imputed on the application, IMH Boise Heritage LLC, 10650 Scripps Ranch Blvd, Ste 216, San Deigo Ca, 92131. If you could let me know if this address is incorrect or different, I would appreciate it. I suspect the other contract I have mailed out will also be returned as well. If you have any questions or concerns, please let me know.

Best,

Skyler

Skyler Cheever

Water Resource Agent, State Office

Email: skyler.cheever@idwr.idaho.gov

Phone: 208-287-4913

Cheever, Skyler

From: Cheever, Skyler
Sent: Friday, October 20, 2023 3:02 PM
To: Miller, Nick
Subject: Water Supply Bank Lease Application 2752
Attachments: Lease Review Memo 2752.pdf; Lease 1747 Map.pdf

Hello Nick,

I have finished my review of a water supply bank lease application within Basin 63. The applicant is IMH Boise Heritage LLC. The applicant proposes to lease the entirety of water rights 63-3597H and 63-31535 into the water supply bank from 2023-2025. Attached is a review memo, and map of the place of use. If there are any comments that need to be made, please do so within 7 days. If you have any questions, please let me know.

Best,

Skyler

Skyler Cheever

Water Resource Agent, State Office

Email: skyler.cheever@idwr.idaho.gov

Phone: 208-287-4913



RECEIVED

SEP 15 2023

DEPARTMENT OF
WATER RESOURCES

September 12, 2023

Mary Condon
IDWR State Office
PO Box 83720
Boise, ID 83720-0098

Subject: **Water Bank Lease Applications – 63-3597H, 63-31535, 63-31800, 63-31802**

Dear Mary,

Enclosed on behalf of IMH Boise Heritage LLC, are water bank lease applications for the above water rights. Included is a signed W-9 form, as required. The requested lease period for water rights 63-3597H and 63-31535 is 3 years, including 2023, and the requested lease period for water rights 63-31800 and 63-31802 is 2 years.

Check #6272 is enclosed for the \$1,000 filing fee. Please let me know if there are any questions.

Thanks Mary.

Sincerely,

HDR Engineering, Inc.

Lori Graves

Lori Graves
Sr. Water Rights Specialist

Cc: Darren Mann

Enclosers: WB Lease applications, check

Project: 10347003

cc: Darren Mann

hdrinc.com

HDR, 412 E Parkcenter Blvd, Suite 100, Boise, ID 83706
(208) 387-7000

2752, ~~2753~~, 2754, ~~2755~~



0004339325



STATE OF IDAHO
Office of the secretary of state, Lawrence Denney
FOREIGN REGISTRATION STATEMENT (LIMITED LIABILITY COMPANY)

Idaho Secretary of State
PO Box 83720
Boise, ID 83720-0080
(208) 334-2301
Filing Fee: \$100.00

For Office Use Only

-FILED-

File #: 0004339325

Date Filed: 7/9/2021 11:45:20 AM

Foreign Registration Statement (Limited Liability Company)								
Select one: Standard, Expedited or Same Day Service (see descriptions below)		Expedited (+\$40; filing fee \$140)						
1. The name this limited liability company will use in Idaho is:								
Type of Limited Liability Company	Foreign Limited Liability Company							
Entity name	IMH Boise Heritage, LLC							
2. Home Jurisdiction								
The jurisdiction of formation is:	COLORADO							
3. The street address of its domestic principal office (if required by the laws of the jurisdiction of formation) is:								
Street Address	None							
4. The mailing address of its domestic principal office (if required by the laws of the jurisdiction of formation) is:								
Mailing Address	None							
5. The complete street address of the principal office is:								
Principal Office Address	10650 SCRIPPS RANCH BOULEVARD SUITE 216 SAN DIEGO, CA 92131							
6. The mailing address of the principal office is:								
Mailing Address	10650 SCRIPPS RANCH BLVD STE 216 SAN DIEGO, CA 92131-2472							
7. Registered Agent Name and Address								
Registered Agent	CT CORPORATION SYSTEM Commercial Registered Agent Physical Address 921 S ORCHARD ST STE G BOISE, ID 83705 Mailing Address 921 S ORCHARD ST STE G BOISE, ID 83705							
☒ I affirm that the registered agent appointed has consented to serve as registered agent for this entity.								
8. Governors								
<table border="1"><thead><tr><th>Name</th><th>Title</th><th>Address</th></tr></thead><tbody><tr><td>Ed Monce</td><td>Manager</td><td>10650 SCRIPPS RANCH BLVD STE 216 SAN DIEGO, CA 92131-2472</td></tr></tbody></table>			Name	Title	Address	Ed Monce	Manager	10650 SCRIPPS RANCH BLVD STE 216 SAN DIEGO, CA 92131-2472
Name	Title	Address						
Ed Monce	Manager	10650 SCRIPPS RANCH BLVD STE 216 SAN DIEGO, CA 92131-2472						
Signature of individual authorized by the entity to sign:								
<u>Ed Monce</u> Sign Here		<u>07/09/2021</u> Date						

B0623-2703 07/09/2021 11:46 AM Received by ID Secretary of State Lawrence Denney



Job Title: Manager

OFFICE OF THE SECRETARY OF STATE
OF THE STATE OF COLORADO

CERTIFICATE OF FACT OF GOOD STANDING

I, Jena Griswold, as the Secretary of State of the State of Colorado, hereby certify that, according to the records of this office,

IMH Boise Heritage, LLC

is a

Limited Liability Company

formed or registered on 07/08/2021 under the law of Colorado, has complied with all applicable requirements of this office, and is in good standing with this office. This entity has been assigned entity identification number 20211631384 .

This certificate reflects facts established or disclosed by documents delivered to this office on paper through 07/06/2021 that have been posted, and by documents delivered to this office electronically through 07/08/2021 @ 14:09:38 .

I have affixed hereto the Great Seal of the State of Colorado and duly generated, executed, and issued this official certificate at Denver, Colorado on 07/08/2021 @ 14:09:38 in accordance with applicable law. This certificate is assigned Confirmation Number 13287421 .



Jena Griswold

Secretary of State of the State of Colorado

*****End of Certificate*****

Notice: A certificate issued electronically from the Colorado Secretary of State's Web site is fully and immediately valid and effective. However, as an option, the issuance and validity of a certificate obtained electronically may be established by visiting the Validate a Certificate page of the Secretary of State's Web site, <http://www.sos.state.co.us/biz/CertificateSearchCriteria.do> entering the certificate's confirmation number displayed on the certificate, and following the instructions displayed. Confirming the issuance of a certificate is merely optional and is not necessary to the valid and effective issuance of a certificate. For more information, visit our Web site, <http://www.sos.state.co.us/> click "Businesses, trademarks, trade names" and select "Frequently Asked Questions."