UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF RECLAMATION PICK-SLOAN MISSOURI BASIN P ROGRAM

TEMPORARY ASSIGNMENT OF PROJECT WATER FROM FRENCHMAN CAMBRIDGE IRRIGATION DISTRICT – CONTRACT NO. 009D6B0122 TO KANSAS-BOSTWICK IRRIGATION DISTRICT NO. 2 – CONTRACT NO. 009D6B0120

day of	, 2007,
1902 (32 Stat. 388	3), and acts amendatory or
reinafter referred	to as the Federal Reclamation
AMERICA, here	inafter called the "United
e Interior, and the	Frenchman-Cambridge
'FCID", an irrigati	on district organized and
of Nebraska, with	its principal place of
ska; and Kansas-B	ostwick Irrigation District
irrigation district o	organized and existing
is, with its principa	al place of business and
States and the Dis	tricts hereinafter are referred
	1902 (32 Stat. 388 reinafter referred a AMERICA, here e Interior, and the 'FCID', an irrigation of Nebraska, with ska; and Kansas-B irrigation district cas, with its principals

- a. WHEREAS, the United States has constructed the Frenchman-Cambridge Division of the Pick-Sloan Missouri Basin Program (P-SMBP), Nebraska, and the Bostwick Division of the P-SMBP, Kansas, pursuant to the Act of December 22, 1944 (58 Stat. 887), as set forth in House Document 475 and Senate Document 191, as revised and coordinated by Senate Document 247, 78th Congress, Second Session, to provide benefits for irrigation, flood control, sediment control, fish and wildlife enhancement, and recreation; and
- b. WHEREAS, the United States and the FCID have entered into Contract No. 009D6B0122, dated July 25th, 2000 for the furnishing of a project water supply, repayment and Operation, Maintenance and Replacement (OM&R) of the project water supply and distribution system; and
- c. WHEREAS, the United States and KBID have entered into Contract No. 009D6B0120, dated July 25th, 2000 for the furnishing of a project water supply, repayment and OM&R of the project water supply and distribution system; and

d.	WHEREAS, the United States has an interest in and legal responsibilities
with respec	t to the temporary assignment of project water, and has an obligation to
ensure the u	ises of project water are in accordance with authorized purposes, existing
	nd use of Federal facilities.
,	•

- f. WHEREAS, the delivery, protection, and accounting of this water will be as provided in the attached letter dated ______from the Nebraska Department of Natural Resources.

NOW, THEREFORE, in consideration of the mutual and dependent covenants herein contained, it is mutually agreed as follows:

- 1. This Assignment, as provided in Article 23 of Contract No. 009D6B0122 titled "Assignment Limited Successors and Assigns Obligated" provides for the assignment of a specified amount of FCID's project water supply available from Harry Strunk Lake for the 2007 irrigation season to KBID.
- 2. This Assignment is a temporary, one-year assignment of the above-referenced water supply (2007 irrigation season ONLY).
- 3. It is specifically provided that the above-referenced project water supply is being made available for the irrigation of KBID project lands.
- 4. This Assignment will be in accordance with all other applicable Federal laws, including, but not limited to the National Environmental Policy Act and the Endangered Species Act, and must not impair the Secretary of Interior's trust obligation to Native Americans.
- 5. This Assignment must comply with all applicable state, tribal, and local laws, including, but not limited to, those concerning appropriation, diversion, storage, and use of water and changes of water rights.
- 6. This Assignment will not diminish or effect FCID's or the United States existing water rights.
- 7. KBID agrees to utilize the project water made available under this Assignment for irrigation of its project lands.
- 8. All financial obligations, debt service, and payment of allocated OM&R costs to be paid by FCID and KBID to the United States under Contract No.

009D6B0122 and Contract No. 009D6B0120 will remain in full force and effect. IN WITNESS WHEREOF, the Parties hereto have signed their names the day and year first above written. UNITED STATES OF AMERICA By: Michael J. Ryan Regional Director (SEAL) Frenchman-Cambridge Irrigation District Secretary President

Kansas-Bostwick Irrigation District No. 2

Secretary President

(SEAL)



United States Department of the Interior



BUREAU OF RECLAMATION

Great Plains Region Nebraska-Kansas Area Office P.O. Box 1607 Grand Island, Nebraska 68802-1607

NK-100

APR 1 6 2007

Roy Patterson, Superintendent Frenchman-Cambridge Irrigation District PO Box 116 Cambridge, NE 69022

Subject: Temporary Assignment of Project Water - Frenchman-Cambridge Irrigation
District - Frenchman-Cambridge Division, Pick-Sloan Missouri Basin Program,
Nebraska

Dear Mr. Patterson:

Enclosed for your review is a copy of the proposed "Temporary Assignment of Project Water from Frenchman-Cambridge Irrigation District to Kansas-Bostwick Irrigation District" involving water releases from Harry Strunk Lake during the 2007 irrigation season.

Based on the provisions of this proposed Assignment, and previous discussions with your District and the Nebraska Department of Natural Resources regarding the sale of a portion of your water supply, the following is our general understanding on how this sale and assignment could take place:

- This Assignment would be executed by both the Frenchman-Cambridge and Kansas Bostwick Irrigation Districts after Frenchman-Cambridge Irrigation District has entered into an agreement with the Republican River Natural Resource Districts (RRNRD) for the sale of this water.
- 2. The Agreement between your District and the RRNRD's would include provisions for the payment and amount of water (not to exceed 26,000 acre-feet) to be provided (as measured by Reclamation at Medicine Creek Dam). As previously discussed, there would need to be specific provisions regarding the time period during which the releases would be made, maximum rate and duration of releases that are typical of normal irrigation releases from Harry Strunk Lake. It is requested that a copy of the proposed Agreement be provided to Reclamation prior to execution for your review and use in preparing the environmental document necessary for the Assignment.
- 3. The Nebraska Department of Natural Resources would be providing this office a letter detailing:
 - the accounting procedures to be used for the administration of these water releases through Harlan County Dam and downstream to Guide Rock Diversion Dam; and

- b. the procedures for the protection of these releases for delivery to Kansas-Bostwick Irrigation District.
- 4. Prior to execution of the Assignment by the Frenchman-Cambridge and Kansas-Bostwick Irrigation Districts, the Bureau of Reclamation would be provided funding from either the RRNRD's or Nebraska Department of Natural Resources for costs that Reclamation will incur for the contract and environmental document processes.

If you have any questions regarding this Assignment, please contact me at the above address or telephone 308-389-5304.

Sincerely,

Stephen F. Ronshaugen Acting Area Manager

Enclosure

cc: Dale Cramer, President
Frenchman-Cambridge Irrigation District
71293 Road 409
Cambridge, NE 69022

Merlin Brown, Vice-President Frenchman-Cambridge Irrigation District 71255 Road 385 McCook, NE 69001

Steve Henry, Secretary/Treasurer Frenchman-Cambridge Irrigation District PO Box 540 Arapahoe, NE 68922

Kenneth Nelson, Superintendent Kansas Bostwick Irrigation District No. 2 PO Box 165 Courtland, KS 66939 w/enclosure to all Ms. Ann Bleed
Director of Natural Resources
PO Box 94676
Lincoln, NE 68509-4676

Stan Goodwin
Attorney at Law
PO Box 607
McCook, NE 69001
w/enclosure to all