State of North Dakota **Temporary Water Permit SWC Project No. 1400A**

In response to an application for a temporary water permit dated 7/28/22 as received in this office 7/28/22. authority is hereby granted to:

Highline Water, LLC 5746 Freedom Lane

Williston, ND 58801

Contact Person: Landon Eskew Telephone: (970) 370-1798

A Temporary Water Permit as follows:

Source: Stanley Reservoir

Point of Diversion: NW1/4 SE1/4 Sec. 32 Twp. 156 Rng. 091

Nature of Use: Industrial - Water Depot

Total Quantity of Water: 300.000 Acre-Feet

Maximum Withdrawal Rate: 4,500.0 gpm

Period of authorized usage: 8/11/22 through 8/10/23

This temporary water permit does not authorize the construction of any dam or crossing. Future water use from this source for this purpose may require a conditional water permit. Temporary water permits are not a water right, are non-transferrable, cannot be modified, and water must only be used for the specified nature of use. This temporary water permit is granted subject to water use by senior appropriators. Withdrawals authorized by this temporary water permit must cease upon order of the Department of Water Resources. Noncompliance with permit conditions may result in possible civil or criminal penalties. Development of a water project with a temporary water permit is at the permitholder's risk.

Conditions

1. Temporary use of surface water must cease whenever the water-level elevation declines to less than 2154.8 feet (NAVD88) within observation well 15609133ACB2. Water level information for this well can be accessed at the following website: http://mapservice.dwr.nd.gov/index.php?active=PRESENS or http:// www.dwr.nd.gov/info edu/map data resources/groundsurfacewater/.

Dated: 8/9/22

cc: Mountrail WRD

John A. Paczkowski, P.E.

ND Department of Water Resources house D. Balle.
900 East Boulavard

Bismarck, ND 58505

State of North Dakota **Temporary Water Permit SWC Project No. 1400A**

- The Department of Water Resources may impose minimum flow restrictions.
- 3. Failure to complete the development of this industrial project and become operational within four (4) months may result in temporary water permit cancellation.
- 4. A weather-protected copy of this temporary water permit must be present and on display at the equipment withdrawing water and the industrial depot at all times.
- 5. An in-line, continuous recording, totalizing water flow meter must be installed on the pump discharge line to measure the water quantity pumped from the water source. The water flow meter must:
 - a. Be certified by the manufacturer to record between 98 to 102 percent of the actual water volume passing the water flow meter when installed according to the manufacturer's instructions.
 - b. Have a display that is readable at all times, whether the system is operating or not.
 - c. Have a totalizer that meets the following criteria:
 - i. Is continuously updated to read directly only in acre-feet, acre-inches, gallons, cubic feet, or barrels (42 U.S. gallons),
 - ii. Has sufficient capacity, without cycling past zero more than once each year, to record the water quantity diverted in any one calendar year,
 - iii. Has a dial or counter that can be timed with a stopwatch over not more than a 10-minute period to accurately determine the flow rate under normal operating conditions, and
 - iv. Has a nonvolatile memory if the meter is equipped with an electronic totalizer.
 - d. Be installed according to manufacturer's specifications and must be properly maintained according to manufacturer's recommendations including proper winterization such as removal during the winter.
 - e. Be available for inspection by the Department of Water Resources.
- 6. Prior to the withdrawal of water from the authorized source, real-time monitoring devices must be installed that comply with the following specifications:
 - a. Electronic delivery of water flow meter readings to the Department of Water Resources' Water-Use Database, at least once per day. This must occur each day whether or not pumping has occurred until pumping equipment is removed from the authorized point of diversion.
 - b. The electronic delivery of real-time data must be through a Simple Object Access Protocol (SOAP) service. The SOAP service and telemetry specifications/requirements are listed on the North Dakota Department of Water Resources website at: http://www.dwr.nd.gov/pdfs/telemetry_requirements.pdf

Dated: 8/9/22

cc: Mountrail WRD

John A. Paczkowski, P.E.

ND Department of Water Resources hours D. Balla 900 East Boulavard

900 East Boulevard

Bismarck, ND 58505

State of North Dakota Temporary Water Permit SWC Project No. 1400A

- c. Written notification and a final water flow meter reading must be given to the Department of Water Resources within three (3) days of the removal of the pumping equipment from the authorized point of diversion. Electronic mail (e-mail) notification will satisfy this requirement.
- 7. The proper telemetry credentials to deliver water-use data from the water flow meter directly to the Department of Water Resources' Water-Use Database are listed below. These credentials must be submitted to the telemetry vendor and the communications between the water flow meter and the Department of Water Resources' Water-Use Database must be completed prior to the withdrawal of water. Please contact the Water Resource Program Administrator at (701) 328-2754 or depotreporting@nd.gov to obtain the depot login and password.

Depot Number: 1583 a.

Depot Name: **Highline Water LLC** b.

Depot Location: 15609132DB c. Permit Number: ND2022-21210

- Depot Login: e. f. Password:
- The permitholder must complete the enclosed Monthly Water Meter Reading Report for every month a meter and its telemetry system is communicating with the Department of Water Resources' Water-Use Database. even if water has not been withdrawn. Monthly Water Meter Reading Reports are used to determine that the telemetry associated with this temporary water permit is properly calibrated. Monthly Water Meter Reading Reports must be submitted to the Office of the State Engineer before the 10th day of the following month.
- 9. The permitholder must complete every enclosed Annual Water Use Report, even if no water is withdrawn based on the following:
 - For temporary water permits that are inclusive to one (1) calendar year:
 - i. One (1) Annual Water Use Report must be submitted to the Department of Water Resources within thirty (30) days after the expiration date of the permit.
 - b. For temporary water permits that span two (2) calendar years:
 - The first Annual Water Use Report must be submitted to the Department of Water Resources within thirty (30) days after the close of the first calendar year, which must report the total water withdrawn in the first calendar year, and
 - ii. The second Annual Water Use Report must be submitted to the Department of Water Resources within thirty (30) days after the expiration date of the permit, which must report the total water withdrawn in the second calendar year.

Dated: 8/9/22

cc: Mountrail WRD

John A. Paczkowski, P.E.

ND Department of Water Resources house D. Balla.

Bismarck, ND 58505

State of North Dakota Temporary Water Permit SWC Project No. 1400A

- 10. Any works associated with this temporary water permit are subject to inspection at any time by representatives of the Department of Water Resources. Refusal to allow inspection is grounds for temporary water permit cancellation.
- 11. Failure to comply with any order of the Department of Water Resources may result in temporary water permit forfeiture.

Dated: 8/9/22

cc: Mountrail WRD

John A. Paczkowski, P.E.

ND Department of Water Resources house D Bake.

900 East Boulevard

Bismarck, ND 58505

DEPARTMENT OF WATER RESOURCES RECOMMENDED DECISION

To: Andrea Travnicek, Ph.D., Director, Department of Water Resources

John A. Paczkowski P.E., State Engineer

Approved By: Chris Bader, Director, Water Appropriation Division

Reviewed By: Andrew Nygren, Hydrologist Manager Reviewed By: Abigail Franklund, Hydrologist Manager

From: Sam Swanberg, Hydrologist

Subject: Temporary Water Permit Application - Highline Water, LLC

ND2022-21210

Date: August 9, 2022

Temporary Water Permit Application ND2022-21210

An application for a temporary water permit was received from Highline Water, LLC on July 28, 2022. This application requests authorization to use 300.0 acre-feet of water at a maximum withdrawal rate of 4,500 gallons per minute (10.03 cubic feet per second) from Stanley Reservoir (Figure 1). The requested point of diversion (POD) is the NW1/4SE1/4 of Section 32, Township 156 North, Range 91 West in Mountrail County. The requested withdrawal period is August 1, 2022, through July 31, 2023. The nature of use for the proposed allocation is industrial water depot.

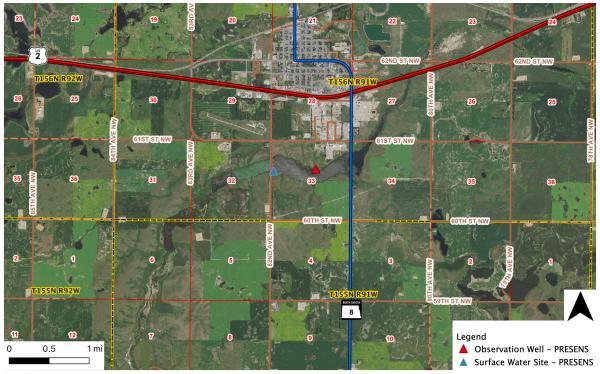


Figure 1. Overview of requested water source.

A hydrologic review was completed as a part of the review process for the temporary water permit application. The proposed POD is located on Stanley Reservoir (Little Knife River Reservoir) in the Town of Stanley-Little Knife River sub-watershed, Little Knife River watershed, Lake Sakakawea sub-basin, and Lake Sakakawea basin. The POD has no adjacent public land access constraints. ND Game and Fish Department stocks Stanley Reservoir. No impact is expected to fish and wildlife resources by the proposed water use. However, Stanley Reservoir maintains a public interest consideration through recreational and fishery use. A temporary water permit may be cancelled if it is determined to have a negative impact to the public interest consideration. It is recommended that the applicant contact ND Game and Fish Department to ensure compliance with any regulations they may have, such as procedures to minimize the spread of aquatic nuisance species.

The requested POD is within ND Climate Division 1. The weekly Palmer Drought Severity Index (PDSI) for the previous and current year are shown in Figure 2 indicating this area has a current classification of moderate drought conditions. The Climate Prediction Center (CPC) three-month climatic outlook (Figure 3) favors equal chances of above, below or normal precipitation and favors equal chances of above, below or normal temperatures. The U.S. Drought Monitor by the CPC suggests that no drought conditions are occurring in or near the drainage area of the proposed POD. Institute for Climate and Society states that La Niña is favored to continue through 2022 with the odds for La Niña decreasing into the Northern Hemisphere late summer (60% chance in July-September 2022) before increasing through the Northern Hemisphere fall and early winter 2022 (62-66% chance). The current climatic outlook may indicate below normal water availability in this region. During normal or wet climatic conditions, water availability is determined using the annual runoff yield met or exceeded 50% of the time. Given that drought conditions are present and forecasted through part of the requested period of use, the more conservative runoff yield met or exceeded 80% of the time will be used for determining water availability at the proposed POD.

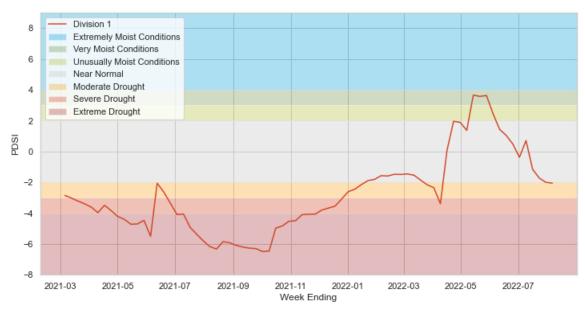


Figure 2. ND Climate Division 1 PDSI for the previous and current year.

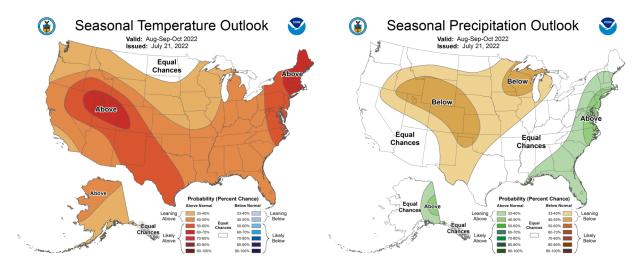


Figure 3. Climate Prediction Center three-month temperature and precipitation probabilities (https://www.cpc.ncep.noaa.gov/).

According to the North Dakota (ND) Department of Water Resources Structures database, Stanley Dam has a contributing drainage area of 22 square miles and a normal fill volume at the principal spillway of 1,550 acre-feet with a corresponding surface area of 253 acres.

Based on information obtained from the ND Hydrology Manual, Stanley Reservoir is expected to experience approximately 20.5 inches of net mean evaporative losses over the 253 acres of surface area at the principal spillway, or 431 acre-feet annually. The 200 acre-feet of requested water would amount to approximately 14 inches of water level drop in the reservoir.

The ND Hydrology Manual indicates an 80% chance the annual yield will be 13.0 acre-feet per square mile implying a total annual yield of 286.0 acre-feet at the requested POD. Subtracting evaporative losses from the stored water and annual runoff yield, 1,405.0 acre-feet of water is expected to be available at the proposed POD annually. Currently, there are four approved temporary water permits at Stanley Reservoir for a combined total of 1,050.0 acre-feet of authorized water use from Stanley Reservoir in 2022.

There are two permitted senior water rights downstream of the proposed POD to the confluence of the Little Knife River with the Missouri River at Lake Sakakawea with a combined annual appropriation of 588 acre-feet. The nearest downstream senior water right is appropriated 566 acre-feet of annual water use to offset evaporative losses at Chocolate Drop Dam. Based on the ND Department of Water Resources Structures database, Chocolate Drop Dam has a drainage area of approximately 79.8 square miles. The ND Hydrology Manual suggest that approximately 1,037.4 acre-feet of annual runoff yield will be produced from the dam's drainage area 80 years out of 100. The further downstream water right is authorized for 22 acre-feet of water use for irrigation from March 1 through May 15 annually and will not be impacted by the proposed appropriation. Given the additional drainage area available to Chocolate Drop Dam and the authorized period of use under the other downstream water right, impact by the proposed appropriation is expected to be minimal. There are two livestock registrations and other known livestock use from the stream.

There is currently no water right associated with Stanley Reservoir. Conditional Water Permit Application 7025 was submitted by the City of Stanley for 682 acre-feet of water from Stanley Reservoir for industrial use and 1,550 acre-feet of water for storage out of which 432 acre-feet will be used to offset evaporative losses for the purpose of fish, wildlife, and recreation use. The application is currently pending review. Approval of the pending conditional water permit application at Stanley Reservoir may result in the cancellation of the proposed temporary water permits. The requested 300 acre-feet of water should accommodate availability for the applicant and for fish, wildlife and other public interests with a water level condition attached to the temporary water permit.

A Pushing Remote SENSors (PRESENS) monitoring device was installed in an observation well next to the Stanley Reservoir located in the NW1/4SW1/4NE1/4 of Section 33, Township 156 North, Range 91 West (15609133ACB2) to collect real-time continuous groundwater measurements (Figure 1). The PRESENS device was installed at this location on September 4, 2019, and is still currently at the location (Figure 4). Prior to the installation of the PRESENS, water level measurements were taken sporadically from this location beginning on November 6, 1989. Another PRESENS device was installed along Stanley Reservoir's shore located in the

NW1/4 of Section 33, Township 156 North, Range 91 West (15609133B) to collect surface water measurements (Figure 1). This PRESENS device was installed on September 4, 2019, and removed on November 4, 2019, prior to surface water freezing conditions. It was installed the next year on August 5, 2020, and removed on October 28, 2020, and installed on June 2, 2021, and removed on October 27, 2021. Water-level measurements from observation well 15609133ACB2 correlate with the surface water PRESENS unit 15609133B (Figures 5, 6, 7, and 8). Therefore, the groundwater data will be used for regulatory action, and temporary use of surface water from Stanley Reservoir must cease whenever the water-level elevation declines to less than 2154.8 feet (NAVD88) within observation well 15609133ACB2. This level approximately corresponds to recorded water levels in 2008 and winter of 2021 (Figure 4).

New survey data from 2022 showed that the observation well moved approximately 1.29 feet from frost pushing the observation well out of the ground. The new elevation of the observation well was used to adjust water level data from May 14, 2019, to present. Therefore, the previous water level condition of 2153.5 feet was adjusted to 2154.8 feet. As of August 8, 2022, the water-level elevation was at 2156.12 feet (NAVD88). The water level condition is being met and withdrawals from Stanley Reservoir would be allowed.



Figure 4. Groundwater measurements from observation well 15609133ACB2 near Stanley Reservoir from November 6, 1989, to July 14, 2022, and water level condition of 2154.8 feet NAVD88.

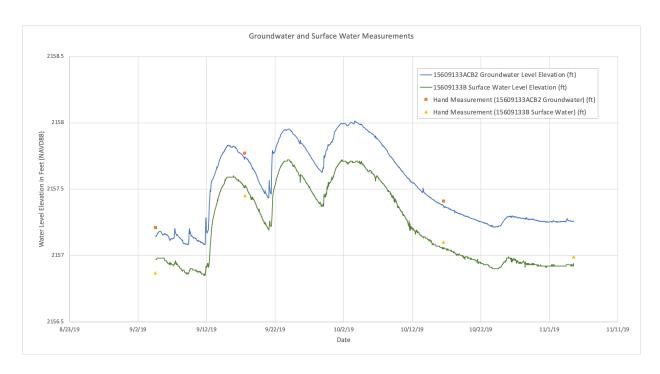


Figure 5. Groundwater and surface water measurements from PRESENS devices 15609133ACB2 and 15609133B at Stanley Reservoir from September 4, 2019, to November 4, 2019.

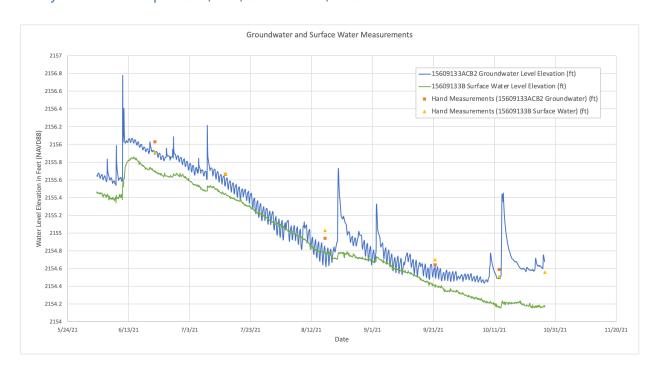


Figure 6. Groundwater and surface water measurements from PRESENS devices 15609133ACB2 and 15609133B at Stanley Reservoir from June 6, 2021, to October 27, 2021.

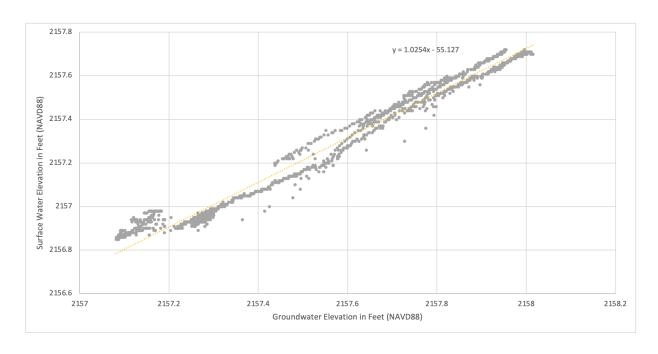


Figure 7. Regression line of groundwater and surface water measurements from PRESENS devices 15609133ACB2 and 15609133B at Stanley Reservoir from 2019.

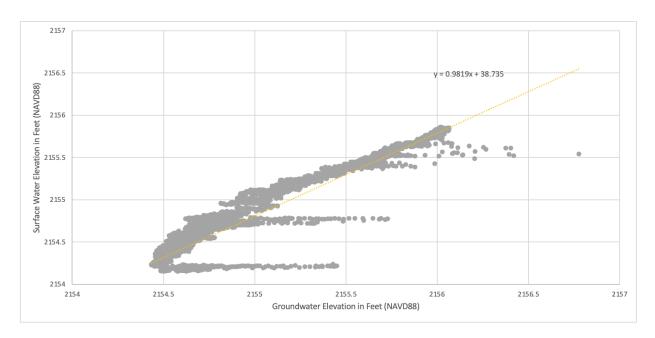


Figure 8. Regression line of groundwater and surface water measurements from PRESENS devices 15609133ACB2 and 15609133B at Stanley Reservoir from 2021.

Statutory authority for issuing emergency or temporary use of water is given to the Department of Water Resources in North Dakota Century Code section 61-04-02.1.

61-04-02.1. Emergency or temporary authorization.

The department of water resources may authorize emergency or temporary use of water for periods not to exceed twelve months if the department determines the use will not be to the detriment of existing rights. The department shall establish by rule a separate procedure for processing applications for emergency or temporary use. Prescriptive and other rights to the use of water may not be acquired by use of water as authorized in this section.

The application meets the criteria prescribed in water appropriation statutes and rules, and standard operating procedures of the division. Therefore, the application by Highline Water, LLC to appropriate water from the Stanley Reservoir via a POD located in the NW1/4SE1/4 of Section 32, Township 156 North, Range 91 West in Mountrail County, is hereby recommended for the approval for approval as shown in Table 1. Temporary water use from Stanley Reservoir must cease whenever the water level elevation declines to less than 2154.8 feet (NAVD88) within observation well 15609133ACB2. Water level information for this well can be accessed at the following website:

(http://www.dwr.nd.gov/info_edu/map_data_resources/groundsurfacewater/single.php?id=1560 9133ACB2)

Table 1. Recommended approval of Temporary Water Permit Application ND2022-21210.

Permit Number	Name	Nature of Use	Approved Acre-feet	Approved Withdrawal Rate (gpm)	Period of Authorized Usage	POD	Water Level Elevation Condition (Feet)(NAVD88)
ND2022- 21210	Highline Water, LLC	Industrial - Water Depot	300.0	4,500	08/11/22- 8/10/23	15609132 DB	2154.8*

^{*} Water use from Stanley Reservoir must cease whenever the water level elevation declines to less than 2154.8 feet (NAVD88) within observation well 15609133ACB2.

Sam Swanberg, Hydrologist



APPLICATION FOR A TEMPORARY WATER PERMIT NORTH DAKOTA DEPARTMENT OF WATER RESOURCES WATER APPROPRIATIONS

SFN 60158

MAIL THE COMPLETED APPLICATION TO:

ND Department of Water Resources • State Office Building • 900 East Boulevard • Bismarck, ND 58505-0850 BY FAX - (701) 328-3696 • BY EMAIL - waterpermits@nd.gov

(SIGNATURE MUST BE PROVIDED)

NOTE: Use one application for each type of source (surface water or ground water). Use one application for each different surface water source. Complete all lines. If this application is not satisfactorily completed, it will be returned, If more space is necessary, attach additional sheets Please type or print in ink. No map is required.

Name of Applicant Highline Water, LLC						
Mailing Address 5746 Freedom Lane						
City Williston	State ND			Zip Code 58801		
Home Telephone Number 9703701798	Work Phone Number 9703701798					
Cell Phone Number 9703701798	E-Mail landon@highlinewater.com					
Contact Person (if applicant is not individual) Landon Eskew	Contact Person Phone Number 9703701798					
If the applicant does not own the land associated with the Point of Diversion, an agreement or easement with the landowner must accompany the signed temporary water permit application.						
Source of Water Surface Water						
Name of Source (if surface water): Stanley Reservoir	County Mountrail					
1/4 1/4 (if needed) NW SE	Section 32		Township 156		Range 91	
One	ly one Point of Dive	rsion can be reques	ited.			
Purpose for Which Water Will be Used: Industrial - Water Depot						
Total Quantity of Water Requested: 300 Acre-Feet						
Fees: <pre></pre>						
Withdrawal rate at which water is proposed to be diverted at the location listed above: GPM: 4500						
Period of Usage: (up to 12 months)		From TI 08/01/2022		Through 07/3	hrough 07/31/2023	
Signature:						
Printed Name: Landon Eskew						

The granting of temporary water permit does not create a water right. If you have any questions, call (701) 328-2754.

2023 Temporary Permit Annual Water Use Report (Return all pages of this form even if no water was used)

ND2022-21210

	Make Name and/or Address corrections below:
Highline Water, LLC 5746 Freedom Lane	
Williston, ND 58801	
Phone: (970) 370-1798	
Report the total in: Gallons or Barrels or Acre Report the total amount of water per month if app	-Feet. Please circle the units used (gallons, barrels, acre-feet) licable:
JANUARY	JULY
	AUGUST
	SEPTEMBER
	OCTOBER
	NOVEMBER
JUNE	DECEMBER
	TOTAL ANNUAL USE
Water Commercial Water Co. C. W.	
Water Source: Ground Water or Surface Wa	
Pumping Rate: (Circle: Barrel	ls, Acre-Feet, Gallons) PER (Circle: Second, Minute, Hour, Day)
Pumping Rate: (Circle: Barrel Total Water Use from this Point of Diversion	
Pumping Rate: (Circle: Barrel Total Water Use from this Point of Diversion WATER PERMIT CRITERIA: Source: Stanley Reservoir Nature of Use: Industrial - Water Depot Total Quantity of Water: 300.000 Act Maximum Withdrawal Rate: 4,500.0 g Period of Authorized Useage: 8/11/22 f II. MAKE ANY ADDITIONAL REMARKS BI	Is, Acre-Feet, Gallons) PER (Circle: Second, Minute, Hour, Day) :(Circle: Barrels, Acre-Feet, Gallons) re-Feet gpm through 8/10/23
Pumping Rate: (Circle: Barrel Total Water Use from this Point of Diversion WATER PERMIT CRITERIA: Source: Stanley Reservoir Nature of Use: Industrial - Water Depot Total Quantity of Water: 300.000 Acr Maximum Withdrawal Rate: 4,500.0 g Period of Authorized Useage: 8/11/22 f II. MAKE ANY ADDITIONAL REMARKS BI Note: 1 Acre-Foot = 325,851 gallons. E-Mail: depotreporting@nd.gov Please return to: North Dakota Department of Water Reso State Office Building	Is, Acre-Feet, Gallons) PER (Circle: Second, Minute, Hour, Day) :(Circle: Barrels, Acre-Feet, Gallons) re-Feet gpm through 8/10/23 ELOW: Signature
Pumping Rate: (Circle: Barrel Total Water Use from this Point of Diversion WATER PERMIT CRITERIA: Source: Stanley Reservoir Nature of Use: Industrial - Water Depot Total Quantity of Water: 300.000 Acr Maximum Withdrawal Rate: 4,500.0 g Period of Authorized Useage: 8/11/22 f II. MAKE ANY ADDITIONAL REMARKS BI Note: 1 Acre-Foot = 325,851 gallons. E-Mail: depotreporting@nd.gov Please return to: North Dakota Department of Water Reso	Is, Acre-Feet, Gallons) PER (Circle: Second, Minute, Hour, Day) :(Circle: Barrels, Acre-Feet, Gallons) re-Feet gpm through 8/10/23 ELOW: Signature

2022 Temporary Permit Annual Water Use Report (Return all pages of this form even if no water was used)

ND2022-21210

Permit Number:ND2022-21210	Make Name and/or Address corrections below:				
Highline Water, LLC 5746 Freedom Lane					
Williston, ND 58801					
Phone: (970) 370-1798					
Report the total in: Gallons or Barrels or Acre-Feet. Plea Report the total amount of water per month if applicable:	se circle the units used (gallons, barrels, acre-feet)				
JANUARY	JULY				
FEBRUARY					
MARCH					
	OCTOBER				
	DECEMBER				
mor.					
ТОТА	AL ANNUAL USE				
Water Source: Ground Water or Surface Water (Circle					
Pumping Rate: (Circle: Barrels, Acre-Fee	et, Gallons) PER (Circle: Second, Minute, Hour, Day)				
Total Water Use from this Point of Diversion :	(Circle: Barrels, Acre-Feet, Gallons)				
WATER PERMIT CRITERIA:					
Source: Stanley Reservoir					
Nature of Use: Industrial - Water Depot Total Quantity of Water: 300.000 Acre-Feet					
Maximum Withdrawal Rate: 4,500.0 gpm					
Period of Authorized Useage: 8/11/22 through 8/	/10/23				
I. MAKE ANY ADDITIONAL REMARKS BELOW: Note: 1 Acre-Foot = 325,851 gallons.					
E-Mail: depotreporting@nd.gov					
Please return to: North Dakota Department of Water Resources	Signature				
State Office Building					
900 East Boulevard					
Bismarck, ND 58505 Phone (701) 328-2754	Date :				

Monthly Water Meter Readings at Water Sales Depot Depot ID#: 1583 MTS Vendor: McCrometer

Depot Na	ame: Highline Water LLC	endor. <u>Mecroni</u>	<u>ictci</u>				
	: NW1/4 SE1/4 Section 32 Township 156	Range 091					
Associated Permit(s): ND2022-21210							
MONTH: YEAR:							
Note: Visually inspect the meter and read the numbers on the face of the meter.							
	G. D. 22D 21210						
	on: Stan_Res_32D_21210						
	and name, model, & serial no.:						
Meter un	its and precision (multiplier):ter has changed, provide new meter name,	_					
If the Me	ter has changed, provide new meter name,	model, serial no	., units, and precision				
Matar Da	ading an ar about the last day of month.						
Meter Re	ading on or about the last day of month:						
Date and	Time of meter reading: Date	Time _					
	5						
Commen	to:						
Commen	ts:						
Signature	e (meter reader) :						
Mail to:	,	Talanhana	(701) 229 2754				
iviali to.	ND Department of Water Resources 900 East Boulevard	-	(701) 328-2754 (701) 328-3696				
	Bismarck, ND 58505		depotreporting@nd.gov				
	Disiliator, IND 30303	D-Mail.	acpourceorning@na.gov				

Bismarck, ND 58505 Attention to: Andrew Gorz