

**Washington Department of Natural Resources
Letter from Michael Kearney to Dave Kobus on
DNR Uplands Leasing Program dated 10/18/23**

Dave Kobus
Senior Project Manager
Scout Clean Energy
5775 Flatiron Parkway, Suite 120
Boulder, CO 80301

October 18, 2023

Dear Mr. Kobus,

The Department of Natural Resources (DNR) acknowledges that Scout Clean Energy has an interest in the use of water from DNR's Gould Well, located on Benton County tax parcel 136851000000000, for the Horse Heaven project currently undergoing adjudication with the Energy Facility Site Evaluation Council (EFSEC).

DNR's Uplands Leasing program agrees that it will proceed with the application to change the point of diversion, period of use, add a purpose of use, and transfer the place of use of a Department of Natural Resources (DNR) water right (Certificate G3--22306CWRIS) to the Gould Well upon Scout Clean Energy's successful completion of EFSEC's process and approval by the Governor.

In addition, DNR would execute the necessary agreements to supply the Horse Heaven project's temporary and operational water needs. This is estimated at a temporary use of 184 acre-ft/yr for construction and operational needs for 12 acre-ft/yr for the life of the project. DNR will retain the remainder of the water for use in irrigation.

Please feel free to reach out to myself with any questions at the above email or phone number.

Thank you,

Michael Kearney
Division Manager
Product Sales & Leasing
Department of Natural Resources

Cc: Todd Welker, Deputy Supervisor for State Uplands