



Neal S. Oldemeyer, P.E.
Director

Boise City Hall
150 N. Capital Boulevard

Mailing Address
P. O. Box 500
Boise, Idaho 83701-0500

Phone
208/384-3900

Fax
208/433-5650

TDD/TTY
800/377-3529

Web
www.cityofboise.org

Mayor
David H. Bieter

City Council
President
Maryanne Jordan

Council Pro Tem
Alan W. Shealy

Vernon L. Bisterfeldt
Elaine Clegg
David Eberle
TJ Thomson

Public Works

February 11, 2011

Jeff Peppersack, Administrator
State of Idaho
Department of Water Resources
322 E Front Street
Boise, ID 83720-0098

Boise Warm Springs Water District
c/o Bruce Smith
Moore, Smith, Buxton & Turcke
950 W. Bannock, Ste 520
Boise, ID 83702

Edwards Family LLC
c/o Dana Hofstetter
608 W. Franklin Street
Boise, ID 83702

State of Idaho Department of
Administration
c/o Edith Pacillo
Idaho Attorney General's Office
650 W. State St., Room 100
PO Box 83720
Boise, ID 83720-0003

RECEIVED

FEB 16 2011

DEPARTMENT OF
WATER RESOURCES

State of Idaho Department of Water
Resources
c/o Administrator Water Resources
322 E Front Street
Boise, ID 83720-0098

The Terteling Co Inc
c/o Charles L. Honsinger
Ringert Clark Chartered
PO Box 2773
Boise, ID 83701-2773

State of Idaho, Department of Lands
c/o Harriet Hensley
Idaho Attorney General's Office
300 N. 6th St., Ste 103
PO Box 83720
Boise, ID 83720-0050

RE: City of Boise Geothermal Heating System; IDWR Petition Proceeding
Second Stipulated Agreement; City's Yearly Report

In a January 18, 2011 Order, the Idaho Department of Water Resources ("IDWR") accepted the "Second Stipulated Agreement For Settlement In Part of Petition and Stay of Further Proceedings" signed by each of the Parties in the above referenced matter ("Agreement"). Section II.4 of the Agreement provides for the City, each calendar year on or before February 15, to provide a report to IDWR and the other Parties summarizing the actual City production and injection volumes from its geothermal heating system wells for the prior two water years. This letter provides you that report for calendar year 2011, as follows:

The City geothermal production and injection for the last two years, as recorded on well meters, was:

Water Year	Production (mmg)	Injection (mmg)
2009	191.22	185.07
2010	200.91	192.86

The average production for water years 2009 and 2010 is 196 mmg.
("mmg" = million gallons)

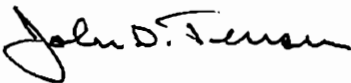
Section II.4 of the Agreement also provides for IDWR each calendar year on or before February 15 to provide a report to the Parties summarizing geothermal monitoring data for the prior water year as described in the Agreement. This is the same or similar report that IDWR has prepared and provided the Parties annually for the past several years, and we look forward to receiving it from IDWR.

Section II.5 of the Agreement provides, as a next step, for the Parties to meet with IDWR each calendar year prior to March 30 to review the City and IDWR reports referenced above, and review whether the City meets the criteria described in Section II.6 of the Agreement for an increase in the City geothermal well production limit above 230 mmg/year. We plan to contact you to set a meeting date and time after IDWR issues their monitoring summary report.

Since the City average production for the past two water years is 196 mmg, we calculate that the amount of the increase in the City production limit that the Parties will review with IDWR under the Section II.6 criteria is to 236 mmg/year (196 mmg plus 40 mmg), under Section II.7 of the Agreement. If the City has additional information for the IDWR and other Parties to consider for IDWR to determine whether a production limit increase to 236 mmg/year meets the criteria in Section II.6.b. of the Agreement, we plan to provide it to you prior to or at the meeting, in accordance with Section II.6.b.

If you have any questions, please contact me by phone at 384-3900 or email jtensen@cityofboise.org.

Sincerely,



John D. Tensen, P.E.
City Engineer

JDT/cvs

- c: Boise Warm Springs Water District, Jack Johnson, 2440 Old Penitentiary Road, Boise, ID 83712
Edwards Greenhouse, Garnette Edwards, 4106 W Sand Creek St, Boise, ID 83703
State of Idaho Department of Administration, Div of Public Works, Tim Mason, Administrator, PO Box 83720, Boise, ID 83720-0072
The Terteling Co Inc, 4988 Peaceful Cove, Boise, ID 83714
State of Idaho, Department of Lands, Steve Schuster, Idaho Attorney General's Office, PO Box 83720, Boise, ID 83720-0010
Perkins Coie LLP, Robert A. Maynard, 1111 W Jefferson St, Ste 500, Boise, ID 83702
SF Geothermal Aquifer Issues