

WATER DISTRICT NO. 65

102 N. Main St.

Payette, Idaho 83661

Phone (208) 642-4465

Fax (208) 642-1042

E-mail wdist65@primenet.com

January 13, 1998

****ANNUAL MEETING AGENDA****

- A. Chairman's Welcome and Remarks - Wilbur "Brick" Andrew, Chair.
- B. Approval of 1997 Annual Meeting Minutes - Mike Bankhead, Secretary
- C. Financial Report - Richard Howard, CPA, Accounting Northwest
- D. Report on 1997 Water District Operations - Mark Limbaugh, Watermaster
- E. U.S. Bureau of Reclamation Report - Jerry Gregg and Rick Wells
- F. 1998 Nominations Report - Bob Henggeler, Nominating Committee
- G. 1998 Budget Report - Dale Krause, Chairman, Budget Committee
- H. Adoption of Resolutions - Wilbur "Brick" Andrew, Chairman
- I. Adjournment

Water District 65 Advisory Board - 1997:

Wilbur "Brick" Andrew - Chairman	
Mike Bankhead - Sec.	Lower Payette
Jerry Anderson	Enterprise Ditch
Gail Springer	Bilbrey Ditch
Steve Dobson - Vice Chair	Independent
Dale Krause	BCID
Bob Henggeler	Farmer's Co-op
Marcia Herr	Letha
Virgil Johnson	Independent
Bill Charters	Last Chance
George Jensen	Stewart Ditch
Marc Shigeta	Noble Ditch
Keith Standley	Emmett Irrigation
Cecil Shurtleff	Lower Payette - Alternate
Dennis Lammey	BCID - Alternate
Karl Siller	Emmett Irrigation - Alternate
Duane Pancheri	Independent
Joy Sisler	Independent

Nominating Committee:

Bob Henggeler, Chairman
Joy Sisler
Keith Standley
Gail Springer
Dennis Lammey
Mike Fry

Budget Committee:

Dale Krause - Chairman
Keith Standley
Steve Dobson
Bob Henggeler
Mike Bankhead
Ron Mio

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Meeting Minutes

Annual Meeting of Water District No. 65

Date: January 14, 1997

Time: 2:00 p.m.

Place: Senior Citizen's Hall, New Plymouth, Idaho

Advisory Committee Present: Bob Henggeler, Karl Siller, Bill Charters, Cecil Shurtleff, Marc Shigeta, Marcia Herr, Joy Sisler, Virgil Johnson, Steve Dobson, Gail Springer, Keith Standley, Jerry Anderson, and Dale Krause.

Others Present: Rick Howard, CPA, Jerry Gregg, BOR, Dave Tuthill, IDWR, Sherl Chapman, IWUA, Steve Sweet, Quadrant Consulting, Rick Wells, BOR, John Westra, IDWR, Dean Charters, Ed Obermeyer, Gerald Badley, Anita Johnson, Howard Platz, Larry White, Dennis Lammey, Mike Bankhead, Robert Mink, Larry Schmelzel, Byrl Haines, Edgar Clinton, J.S. Walker, Shirley Fischer, Linda Fischer, and Charles Anderson. An attendance sheet is on record.

Opening Remarks: Chairman Wilbur "Brick" Andrew opened the meeting by welcoming all in attendance. Chairman Andrew read a letter to those in attendance from the Payette County Sheriff, Bob Barowski, thanking the Water District and the Watermaster, Mark Limbaugh, for his assistance with the recent flood event on the Payette River. Sheriff Barowski stated that he appreciated the updates on flows and river conditions from the Watermaster and that he looked forward to working with the District in the future. Chairman Andrew then read a letter from the Payette County Commissioners thanking the Water District and the Watermaster for assisting the Sheriff's Department during the flood, as well.

Minutes Approved: The annual meeting minutes of 1996 were presented to those in attendance for review and approval. Dennis Lammey moved, Howard Platz seconded to approve the 1996 annual meeting minutes as presented. Motion carried.

Financial Report: Chairman Andrew introduced Rick Howard, CPA, who is representing Accounting Northwest, P.A. Mr. Howard presented the financial report for the 1996 operations of Water District No. 65. A copy of the financial report is attached to these minutes. Mr. Howard indicated that the Water District was financially solid and that the records he reviewed showed that the 1996 operations were within the budget adopted at the last annual meeting of the District. Mr. Howard also pointed out

that he did not provide a complete audit of the financial records of the District, but merely performed a compilation and review of the financial statements. Dennis Lammey moved, seconded by Dale Krause, to accept the financial report as presented. Motion carried.

Watermaster Report on 1996 Operations: Mark Limbaugh, Watermaster for Water District No. 65, reported on 1996 District operations to those in attendance. A copy of the presentation is attached to these minutes. Mr. Limbaugh began by explaining river operations in review, showing natural flow comparisons for the past three years and giving an explanation of Payette River operations. He then presented a graph depicting the makeup of 1996 river flows from May through October. Irrigation deliveries in total were 856,667 acre feet diverted above Letha gage during 1996, with 137,281 acre feet of this total stored water. Operational loss for the year was .72% and the North and South Fork of the Payette River water users, who were added to the water delivery accounting during 1996, used .97% of total storage space. Mark reminded the group that the Advisory Board had voted to write off North and South Fork storage water charges as operational loss for 1996, but these water users will be billed for 1997 storage use. Mark then informed the group on 1996 storage water accounting, outlining beginning reservoir carryover levels, total storage water available to water users, storage water accounting by use and by user, and a three year history of reservoir operations. A brief overview of 1996 rental pool operations was then presented.

Mark then recapped 1996 Idaho water issues, explaining the current water quality issues facing the Lower Payette River, the Nez Perce and Deer Flat federal instream flow claims filed in the SRBA, new RRA Rules and Procedures adopted by the USBR, the reauthorization of salmon flow augmentation efforts by the Idaho Legislature, and legislation passed limiting the use of the "public trust doctrine" pertaining to water rights. Mark then reviewed Water District No. 65 highlights for the group. These highlights included joining the IWUA Coalition, the addition of North and South Fork users to the Water District operations, reduction of District assessments by 20%, cost sharing the Diversion Upgrade Study on the Payette River, and cost sharing a USBR study looking into raising the Black Canyon Dam for operational efficiencies. Also included as 1996 highlights of District operations were the cost share of the Boise Cascade measuring device, the negotiated split release of the salmon flow augmentation water – summer/winter, the recently completed Cascade Reservoir Sedimentation Study, and the formation of the Payette River Watershed Council.

Mark went into some detail as to the reasons for this Council's formation and the benefits derived from improving communication with all river users in the basin. Some of the reasons for the District's involvement in this Council include more effective communication with the public, leading to a greater understanding of water users' problems and concerns, and developing a consensus reaching approach to resource management in the basin while protecting water rights.

Mark stated that he had attended numerous conferences on behalf of water users in the District during 1996, namely the IWUA Annual Convention in Boise, the IWUA Law Seminars in Sun Valley and Boise, the NWRA National Convention in Reno, Nevada, and the USCID "Competing Interests..." conference in Las Vegas, Nevada. Mark told

the group that he was introduced to give a presentation at this latter conference, entitled "Building Consensus in Idaho to Benefit Water Quality, Endangered Species, the Environment, and Irrigation!", which was well received at the December 5, 1996 event.

Finally, Mark previewed the upcoming 1997 water year for those in attendance. Mark highlighted several issues and goals which are to be addressed in the coming year, namely improvements to the water right accounting system by adding remote site data input, the federal instream flow claims in the SRBA, a possible ESA listing for the Snake River steelhead, Basin Wide Issues 5/5A, and 10 before the Idaho Supreme Court, the *American Rivers* lawsuit in Oregon, and the Payette River Watershed Council forthcoming activities. Also addressed in the 1997 preview was the USBR's Snake River Resource Review, the Black Canyon Dam upgrade, and the flood of January, 1997. A copy of Mark's presentation is attached to these minutes.

U.S. Bureau of Reclamation Report: Mr. Rick Wells, USBR Hydrologist, was introduced by Chairman Andrew. He presented a water supply outlook for the coming year. Mr. Wells indicated that current snow pack levels were twice the normal water content for this time of year. He stated that, if precipitation continued to arrive normally, Cascade Reservoir would receive 950,000 acre feet of runoff, compared to 600,000 acre feet as a normal quantity. Mr. Wells stated that the USBR predicts 3,000,000 acre feet of runoff at Horseshoe Bend gage from April through July, and 3,300,000 acre feet of runoff from April through September. These levels are at least 174% of average runoff for these time periods. Mr. Wells then gave an overview of the snow marker sites throughout the District.

Mr. Jerry Gregg, USBR Area Manager, was then introduced to the group. Mr. Gregg presented a proposal to raise the reservoir of the Black Canyon Dam and Reservoir by six inches, allowing for 500 acre feet of storage created by this increase to be used as a buffer in operating the river during storage water delivery. Mr. Gregg indicated that the estimated cost of this improvement would range from \$150,000 to \$170,000, with about \$25,000 included in this price to automate the Black Canyon Irrigation District headgate. He stated that the USBR might pay up to \$60,000 of this total in cost share. Mr. Gregg also predicted that in order to mitigate possible damage to the highway and the railroad, that an additional \$110,000 may be spent in improvements, but he indicated that much of this cost would include repairs for normal wear and tear on those structures. Mr. Gregg stated that the Advisory Board had voted to fund 50% of the cost of a study reviewing the initial cost estimates, drawing up the plans for the improvements, and satisfying environmental regulations, which is included in next year's proposed budget. Mr. Gregg hoped that the District would support this effort. Dale Krause asked Mr. Gregg if the increase in the reservoir level would benefit power production as increased head for the generators at the Black Canyon Dam. Mr. Gregg indicated that it would be negligible, as the penstocks are at capacity at this time, but that they would look at any benefit to power production in the study. Mark Limbaugh asked Mr. Gregg if the current flashboards on the dam were in good condition or if they were slated to be replaced in the near future, as this raise would be accomplished by replacing the existing flashboards with bigger ones. Mr. Gregg stated that the current flashboards were, in fact, not in very good condition, and that they would probably be replaced in the near future through the Operation and

Maintenance program of the USBR. Whether or not they would be replaced with the extension for this project, he could not answer at this time. Mr. Gregg indicated that this project would not benefit flood control efforts at the facility, due to the small amount of storage space created by the increase in reservoir level.

Diversion Upgrade Project Update: Mr. Steve Sweet, Quadrant Engineers, gave a presentation on the Idaho Department of Water Resources' Diversion Upgrade Study. Mr. Sweet was the main contractor hired by the Department to develop a study of irrigation diversion structures on the Boise and Payette Rivers. This study will catalog all diversion on the Payette River from Black Canyon Dam to the confluence with the Snake River. Mr. Sweet indicated that this portion of the study was complete, and he handed out a draft of this list to those in attendance for their review and comments. Mr. Sweet then explained that the balance of the study would be devoted to proposing design and operational suggestions on ten of the diversions in the study, and would include full-blown permanent diversion dam designs for two of the diversions. On the Payette, the Boise Cascade diversion, in Emmett, has been selected to receive one of these designs for a permanent structure, and they have paid the required \$5,000 to receive this design work.

Idaho Water Users Association Update: Mr. Sherl Chapman, IWUA Executive Director, then gave an update on the activities of the Association. Mr. Chapman explained the activities of the IWUA Federal Instream Flow Coalition, which the District has given financial support in the past. Mr. Chapman indicated that the upper basin irrigators (above Swan Falls Dam on the Snake River) are supporting the Coalition by paying 80% of the costs associated with protecting water rights from these federal claims in the SRBA. The lower basin water users, which includes Water District No. 65, pay the remaining 20%. Mr. Chapman explained the Deer Flat claims filed by the U.S. Fish and Wildlife Service to protect instream flows through the Deer Flat Refuge on the Snake River. These claims impact all water rights after 1937 on the Snake River and its tributaries above Swan Falls Dam, and impact all water rights after 1963 below Swan Falls Dam. The U.S. Forest Service has also filed water right claims in the SRBA for instream flows through federal lands managed by the Service, many of which do not impact the Payette River water rights. Mr. Chapman then explained the lawsuit recently filed by American Rivers, et al., against National Marine Fisheries Service, the Corps of Engineers and the U.S. Bureau of Reclamation, stating that they have not done enough through the current Biological Opinion to save the endangered salmon. Also, these conservation groups contend that the federal agencies have not followed this BiOp in the operation of upstream reservoirs, and should be involved in a Section 7 consultation under the Endangered Species Act on these reservoirs. The reservoirs that they are talking about include Cascade and Deadwood Reservoirs on the Payette River. Mr. Chapman indicated that the State of Idaho and the IWUA Coalition for Idaho Water, which is also financially supported by the District, have not joined in on this lawsuit yet. The State of Oregon has, however, sided with the conservation groups in this action. Mr. Chapman stated that we must keep watch on this lawsuit, as it could have drastic impacts to the operations of our storage reservoirs in the entire state. Mr. Chapman concluded his presentation by reviewing some of the current legislation before the Idaho Legislature and the United States Congress. Much of the discussion centered on the federal Clean Drinking Water Act.

Nominating Committee Report: Mr. Byrl Haines, Chairman of the Water District No. 65 Nominating Committee, presented the report of his committee to the group. For Chairman, Wilbur "Brick" Andrew was selected to serve another term, with Steve Dobson being nominated for Vice Chairman, Mike Bankhead nominated for Secretary, and Mr. Andrew nominated for Treasurer for the 1997 year.

Budget Committee Report: Mr. Dale Krause, Chairman of the Water District No. 65 Budget Committee, presented the budget to those in attendance. Mr. Krause highlighted several line items in need of explanation, including increases to the salary of the Watermaster, which was recommended to increase 5% for cost of living adjustment and also due, in part, to the additional responsibilities and increased workload taken on this past year. Mr. Krause explained that the committee was recommending a \$.40 per acre assessment for the coming year.

Water Pricing Committee Report: Chairman Andrew, who was also Chairman of the Water Pricing Committee, reported to the group that the committee has recommended an increase in the price of rental pool water for the 1997 year. This would take an amendment to the rental pool procedures, which needs to be voted on by this body, as well as the Idaho Water Resource Board. The recommendation is to increase in-basin rentals to \$2.95 per acre foot: \$2.00 being paid to the lessor, \$.75 Water District administrative fee, and \$.20 IWRB fee. The committee also recommended that out-of-basin rentals be increased to \$5.40 per acre foot: \$4.23 being paid to the lessor, subject to the last to fill clause in the procedures for the next year, \$.75 Water District administrative fee, and \$.42 IWRB fee.

Adoption of Resolutions: Chairman Andrew asked the Watermaster to read the resolutions prior to adoption.

Resolution #1: No changes.

Resolution #2: No changes.

Resolution #3: Byrl Haines nominated Mark Limbaugh for the Watermaster position for the 1997 year.

Resolution #4: No changes.

Resolution #5: The consensus of the group was to charge 8% per annum interest on unpaid assessments after June 1st.

Resolution #6: No changes, with the nominations made by the Nominating Committee to be adopted.

Resolution #7: No changes.

Resolution #8: No changes.

Resolution #9: The consensus of the group was to replace Byrl Haines on the committee with Marc Shigeta, and replace Leonard Arbuckle with Gail Springer.

A motion was made by Keith Standley, seconded by Byrl Haines, to adopt Resolutions #1 through #9. Motion carried on a voice vote.

Resolution #10: After much discussion, the consensus of the group was to limit any one facility improvement project for cost-share to \$10,000. Motion by Keith Standley,

seconded by Dennis La...ey, to adopt Resolution #10 as presented. Keith Standley called for vote by shares. The following vote was taken:

<u>Member</u>	<u>Yes</u>	<u>No</u>
BCID	53,000	
EID	23,000	
Noble Ditch	8,700	
Farmers Co-op		15,000
Letha Irrigation	5,096	
Lower Payette Ditch		13,000
Johnson/Colwell		869
Bilbrey Ditch	821	
Enterprise Ditch		3,800
Last Chance Ditch		5,600
Independents	<u>114</u>	<u> </u>
Totals	90,731	38,269

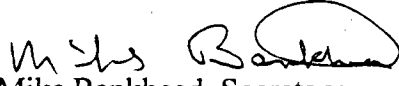
Motion carried.

SRBA Report: Mr. Dave Tuthill, Chief of the Adjudication Bureau of the Idaho Department of Water Resources, addressed the group, updating them on the progress made with the ongoing Snake River Basin Adjudication (SRBA). Mr. Tuthill indicated that the total claims filed in the SRBA equals 160,000, with a target of 120,000 claims to be decreed by the end of 1997. The balance of the claims are irrigation claims and federal claims.

Mr. Tuthill remarked at how smoothly the Water District No. 65 has operated the past several years, and how pleased he was to see the cooperation and the foresight of the District in facility and water measurement improvements, leading to better accountability with water distribution. Mr. Tuthill thanked the group for the invitation to address them.

Adjournment: Seeing no further business, Chairman Andrew adjourned the 1997 Annual Meeting of Water District No. 65 at 5:22 p.m.

Respectfully submitted,


Mike Bankhead, Secretary

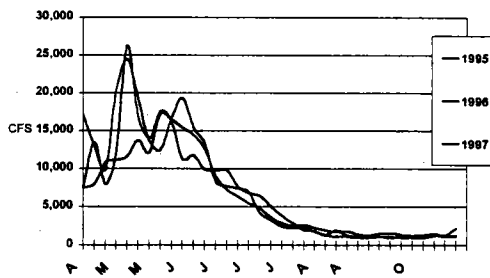
Water District 65 1997 Year End Report

Mark Limbaugh
Watermaster

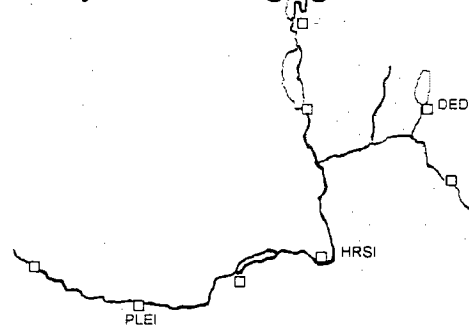
River Operations in Review

- Natural Flow Comparisons
- Payette River Operations
- Makeup of 1997 River Flows
- Total Irrigation Deliveries

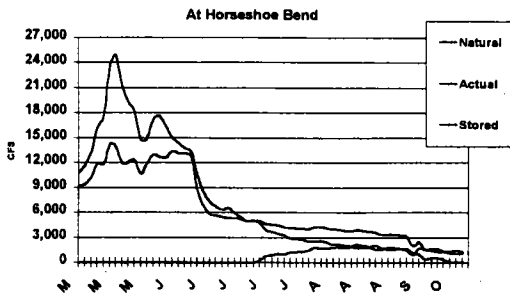
Natural Flow Comparisons At Horseshoe Bend



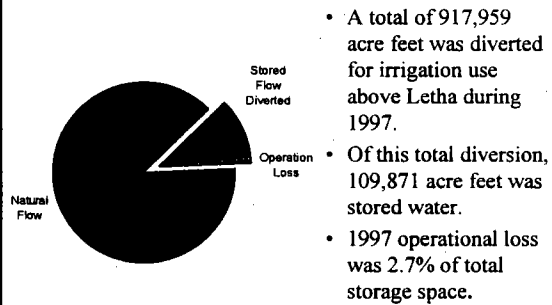
How the River Operates - Hydromet Gauging Stations



Make-up of 1996 River Flows Natural, Actual and Storage



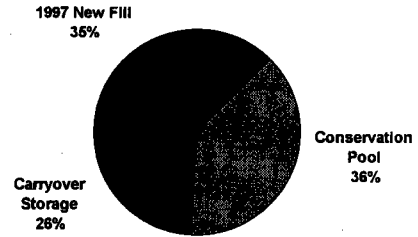
Irrigation Deliveries in Total



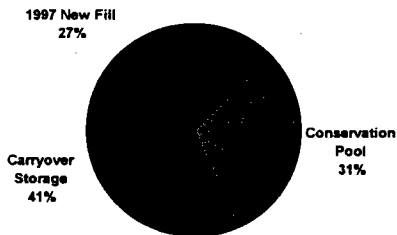
1997 Storage Accounting

- Beginning Reservoir Carryover Levels
- 1997 Storage Water Available
- Storage Accounting by Use
- Storage Accounting by User
- 3-Year History of Reservoir Operations

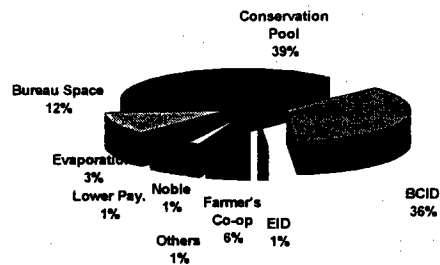
Beginning Reservoir Carryover - Cascade



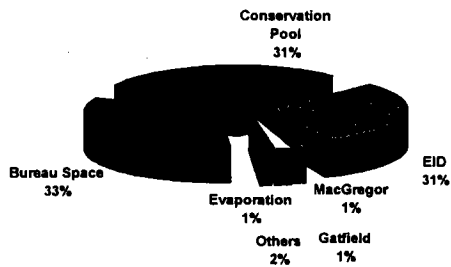
Beginning Reservoir Carryover - Deadwood



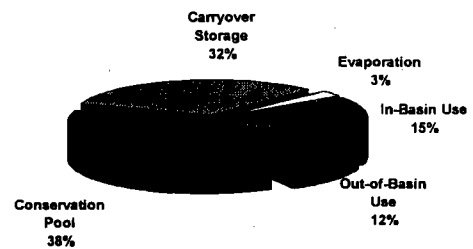
1997 Storage Water Available - Cascade



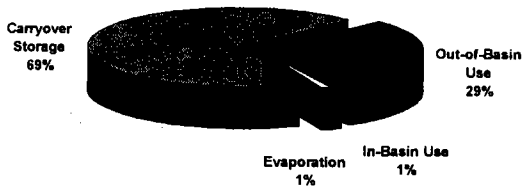
1997 Storage Water Available - Deadwood



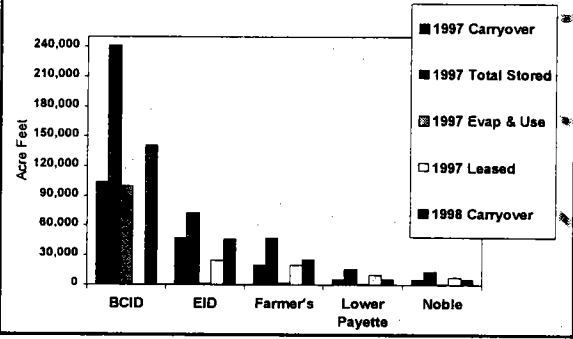
Storage Accounting by Use - Cascade



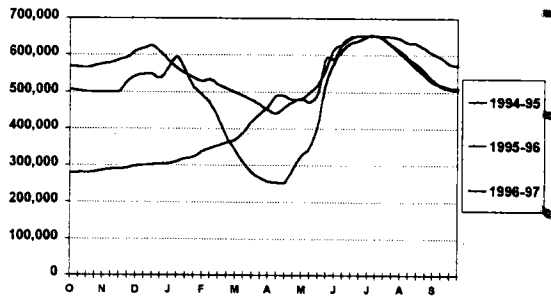
Storage Accounting by Use - Deadwood



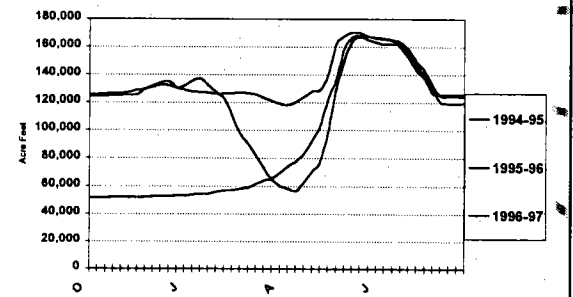
Storage Accounting by User



3-Year History of Reservoir Operations - Cascade



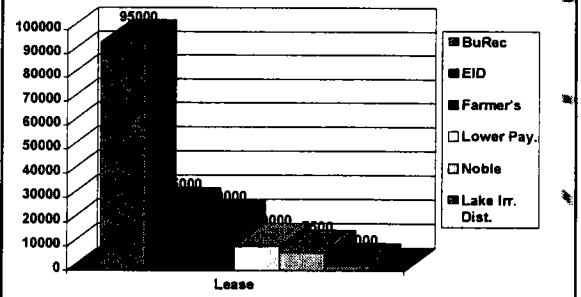
3-Year History of Reservoir Operations - Deadwood



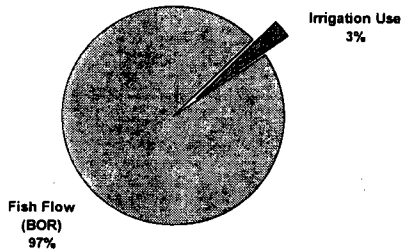
Rental Pool Accounting

- Leases to WD65 Rental Pool
- Rental of Stored Water from WD65 Rental Pool

Leases to WD65 Rental Pool



Rental of Stored Water from WD65 Rental Pool



Idaho Water Issues of 1997

- Water Quality Issues on the Lower Payette River - Watershed Advisory Group - Development of TMDL
- Nez Perce In-Stream Flow Claims
- Deer Flat In-Stream Flow Claims
- Basin Wide Issues 5, 5A, and 10
- Endangered Species Listings

Water Quality / TMDL

- *Strawman* TMDL Currently Being Developed
- Drainwater Reuse Study - USBR
- Ongoing Monitoring of Lower Payette
 - Nutrients
 - Temperature
 - Bacteria
 - Non-Point Source Drains

Nez Perce In-Stream Flow Claims Litigation

- Failed Negotiations
- Discovery Process Underway
 - Interrogatories
 - Depositions - Tribal Elders
 - Expert Analysis of Impacts of Claims on Existing Water Rights
- Motion for Summary Judgement
 - Entitlement Issue - Fall 1998(?)

Deer Flat In-Stream Flow Claims

- Negotiations
 - IWUA Coalition/State of Idaho Close to Possible Settlement Agreement
 - No Flushing Flows
 - Swan Falls Agreement/Weiser State Minimum Flow Intact
 - Cap on Subordinated Future Depletions on the Payette, Boise and Weiser Rivers
 - No Federal Reserve Water Right
 - Allow Up to 250 CFS to be Acquired From Middle Snake for Instream Uses Through IWRB

Basin Wide Issues

- Basin Wide Issue No. 5/5A
 - Idaho Supreme Court Decision - Firefighting Use Protected as General Provision, Excess Use and Early/Late Season Use Not Protected as General Provisions in the SRBA - (To Be Reargued)
 - Integrity of Payette Decree Before the SRBA - Rehearing Set On *Res Judicata* Effect of Prior Decrees (Issue No. 5A)

Basin Wide Issues

- Basin Wide Issue No. 10
 - Idaho Supreme Court Ruled That Partial Forfeiture Exists in the State of Idaho
 - IDWR Has Used Theory of Partial Forfeiture in Water Right Administration in the Past
 - Impact on Storage Rights - Not Clear in the Idaho Code as to What Constitutes Use

1997 Highlights - WD65

- Water District Active in IWUA Coalition
- USBR/Water District No. 65 Study to Raise Black Canyon Dam by Six Inches Completed
- Payette River Watershed Council Agrees on Split Release of Salmon Water, Involved With Development of IDWR Payette River Basin Plan

1997 Highlights - WD65

- Cascade Reservoir Sedimentation Study Corrected for Errors - Net Loss of 1%
- Task 1 of Diversion Upgrade Study Completed
- Water Right Accounting System - Remote Data Entry Used During 1997
- Lower Payette River WAG Involvement
- Storage Water Rental Price Increased

1997 Highlights - WD65

- USBR Strategic Plan 1997-2002 Comments
- Horseshoe Bend Hydro Problem - Solution
- *American Rivers* Lawsuit Dismissed
- USBR O&M Charges Meeting
- Cost-Share Funding of Over \$65,000 Provided to District Water Users for Facility Improvements/Automation

Payette River Watershed Council

- Proactive Effort Involving All Stakeholders on the River
 - More Effective Communication With Public
 - Greater Public Understanding of Water Users' Problems and Concerns
 - Consensus Building Approach to Resource Management Without Endangering Existing Water Rights

USBR O&M Charges Meeting

- Explanation of 1997 O&M Charges on USBR Facilities to Contractors
- Explanation of Budgetary Process on USBR Facilities
- Directive Given to USBR Through Appropriations Language - FFA
- USBR Agrees to More Detailed Communications in Future Billings for O&M Charges

Conferences Attended

- IWUA Annual Convention - Boise, Idaho
- IWUA Law Seminar - Sun Valley, Idaho
- IWUA Law Seminar - Boise, Idaho
- Western Water Caucus Briefing on the Future of the USBR - Washington, D.C.
- NWRA National Convention - Albuquerque, New Mexico

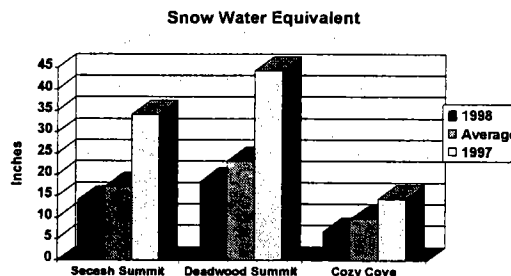
1998 Preview

- Water Quality/TMDL Issues
- Federal In-Stream Flow Claims
- ESA Bull Trout/Salmon/Steelhead Issues
 - Additional 1 Million Acre Feet of Idaho Water
 - Possible "Habitat Conservation Plan" Talks
- Basin Wide Issues 5 & 5A Re-Argued Before the Idaho Supreme Court
- Outfitter Licensing Issue on Lower Payette
- New Board Member Orientations Planned

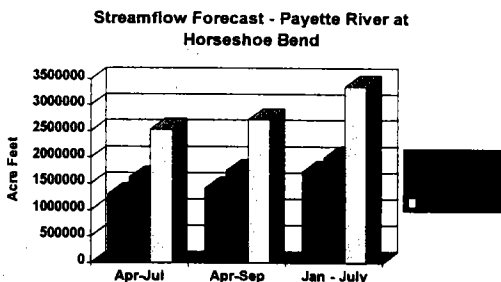
1998 Preview

- USBR Snake River Resource Review
- IDWR Payette River Basin Plan
- Payette River Watershed Council - Split Release of Salmon Water - 1998
- 1998 Idaho Legislature
- Black Canyon Dam Upgrade
- Automation Upgrades to New Projects in Water District No. 65

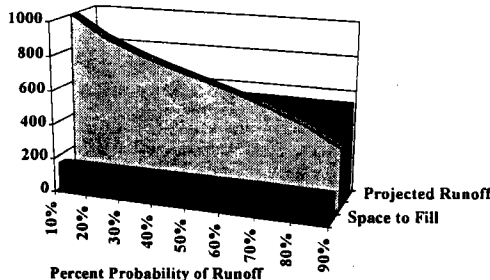
Current Snow Level Comparison Payette River Basin



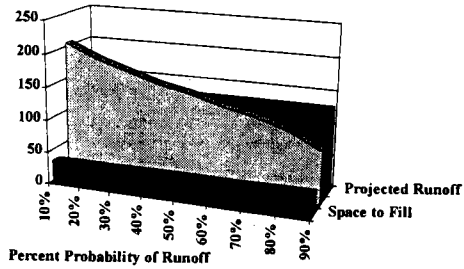
Spring Runoff Estimates - Jan. 1



1998 Probability of Refill Cascade Reservoir



1998 Probability of Refill Deadwood Reservoir



Thank You !

WATER DISTRICT NO. 65

102 N. Main St.

Payette, Idaho 83661

Phone (208) 642-4465

Fax (208) 642-1042

E-mail wdist65@primenet.com

January 13, 1998

RESOLUTION #1

RESOLVED, that the water users of Water District No. 65 do hereby agree to vote by acclamation the resolutions to be adopted in this meeting, unless a request is made by a qualified voter to vote on any resolution by casting a roll call vote counting the numbers of voting shares: each share representing one irrigable acre assessed by the District, total of which based on the total acres assessed by Water District No. 65 this past year.

RESOLUTION #2

A motion, to be made and seconded, that the 1998 Budget (Attachment A) be adopted as read and that the items of salary and other expenses be fixed as contained therein.

RESOLUTION #3

A motion, to be made and seconded, that _____ be elected to serve as Watermaster for Water District No. 65, at the prescribed salary fixed in the 1998 Budget (Attachment A), until the next annual meeting of the District.

RESOLUTION #4

A motion, to be made and seconded, that Water District No. 65 assess each water user \$0.40 per acre irrigated, to be based on irrigable acres listed on their water right, and that the Watermaster for Water District No. 65 be authorized to collect the assessment directly from the water users of the District. For non-irrigation water users, a fee of \$200 shall be assessed by the District.

RESOLUTION #5

A motion, to be made and seconded, that the amounts payable by each ditch, canal company, irrigation district, or other water user, as shown by the approved budget, shall become due and payable on June 1, 1998, and said amounts shall, if not paid by the due date, bear interest from that date until paid at a rate of _____% per annum, and that the Watermaster of Water District No. 65 be authorized to withhold or suspend water deliveries from water users who have not paid said assessment.

RESOLUTION #6

A motion, to be made and seconded, that the following persons nominated for Chairman, Vice Chairman, Secretary, Treasurer be elected by the water users to serve for the ensuing year until the next annual meeting of the District.

<u>Steve Dobson</u>	Chairman
<u>Mike Bankhead</u>	Vice-Chairman
<u>Paul Braun</u>	Secretary
<u>Steve Dobson</u>	Treasurer

Be it further resolved, that the persons nominated for the 1998 Water District No. 65 Advisory Board (Attachment B) be elected by the water users to serve for the ensuing year until the next annual meeting of the District.

RESOLUTION #7

A motion, to be made and seconded, that the water users of Water District No. 65 pay the necessary expense, as listed in the approved budget, to send the Watermaster to the Idaho Water Users Association State Convention, as the voting delegate for the District, and any other workshops, meetings or conventions deemed necessary by the Advisory Board of Water District No. 65.

RESOLUTION #8

A motion, to be made and seconded, that the persons duly nominated by the water users of Water District No. 65 be appointed to serve as the Nominating Committee for the ensuing year until the next annual meeting of the District.

RESOLUTION #9

A motion, to be made and seconded, that the Advisory Board approve any and all expenditures from the "Facility Improvement Incentive Program - 50% Cost Share" category, limiting individual 50% cost share expenditures for improvements to measuring devices, head structures, or facilities constructed for improved water management within the District to \$ _____ per request for the 1998 budget year.

RESOLUTION #10

A motion, to be made and seconded, that the 1998 Budget (Attachment A) be amended to add \$1,000.00 to the Travel Expense category, and that the Watermaster is authorized to

reimburse the Chairman, Vice Chairman, and Secretary of Water District #65 from this category \$.30 per mile for any necessary mileage to and from District meetings, as well as any other necessary expenses incurred by these Officers deemed appropriate for reimbursement by the Advisory Committee.

RESOLUTION #11

A motion, to be made and seconded, directing the 1998 Water District No. 65 Advisory Committee Chairman to appoint a subcommittee to negotiate a long-term lease of the office, located at 102 North Main Street, Payette, Idaho, for approval during the 1999 Annual Meeting of Water District No. 65.

WATER DISTRICT #65	BUDGET	BUDGET
BUDGET FOR 1998 OPERATIONS	1997	1998
INFLOW OF FUNDS:		
Contract - DEQ	\$ 1,075.00	\$ 1,138.00
Interest Income	\$ 10,000.00	\$ 10,000.00
Cash Inflows - Assessments	\$ 58,000.00	\$ 58,000.00
Expense Reimbursements	\$ -	\$ -
Water Rental Administrative Fees	\$ 47,500.00	\$ 135,984.00
Total Inflows of Funds	\$ 116,575.00	\$ 205,122.00
OUTFLOW OF FUNDS:		
Salaries:		
Watermaster	\$ 47,250.00	\$ 52,000.00
Assistant & Deputies	\$ -	\$ -
Office Assistant	\$ -	\$ -
Payroll Taxes	\$ 4,200.00	\$ 4,450.00
Retirement	\$ 4,725.00	\$ 5,200.00
Office Rent	\$ 6,600.00	\$ 7,700.00
Postage	\$ 700.00	\$ 800.00
Office Expense	\$ 2,500.00	\$ 2,000.00
Telephone Expense	\$ 3,300.00	\$ 4,300.00
Radio Rent	\$ -	\$ -
Medical Insurance	\$ 4,800.00	\$ 4,500.00
Accounting Fees	\$ 700.00	\$ 600.00
Legal Expense	\$ -	\$ -
O&M River Gauge	\$ 11,000.00	\$ 10,000.00
Automobile Expense	\$ 7,100.00	\$ 7,100.00
Dues and Subscriptions	\$ 750.00	\$ 850.00
Idaho Water Education Foundation	\$ -	\$ 1,800.00
Computer Services	\$ 400.00	\$ 400.00
IWUA Convention	\$ 1,500.00	\$ 1,000.00
Meals & Lodging	\$ 1,500.00	\$ 1,000.00
Travel Expense	\$ 700.00	\$ 1,700.00
Printing Expense	\$ 1,500.00	\$ 800.00
IWUA 'Coalition for Idaho Water' Dues	\$ 5,000.00	\$ -
Facility Improvement-50% Costshare	\$ 95,000.00	\$ 40,000.00
Facility Improvement-50% Costshare (1997)		\$ 25,112.22
Diversion Upgrade Program	\$ -	\$ -
Repairs & Maintenance	\$ 300.00	\$ 300.00
Workman's Compensation	\$ 400.00	\$ 400.00
Property Insurance	\$ -	\$ 350.00
Miscellaneous	\$ 100.00	\$ 100.00
Office Equipment Purchases	\$ 1,500.00	\$ 500.00
Black Canyon Dam Upgrade	\$ -	\$ 120,000.00
Total Outflow of Funds	\$ 201,525.00	\$ 292,962.22
NET INFLOW (OUTFLOW) OF FUNDS	\$ (84,950.00)	\$ (87,840.22)

ATTACHMENT A

Nominations for 1998 Officers and Advisory Board:

<u>Office:</u>	<u>Name:</u>	<u>Representing:</u>
Chairman	Steve Dobson	Independent
Vice Chairman	Mike Bankhead	Lower Payette Ditch Company
Secretary	Paul Braun	BCID
Treasurer	Steve Dobson	Independent
Past-Chairman	Wilbur "Brick" Andrew	BCID
Members:	Jerry Anderson	Enterprise Ditch
	Gail Springer	Bilbrey Ditch
	Dale Krause	BCID
	Dennis Lammey (Alt.)	BCID
	Bob Henggeler	Farmer's Co-op Irr. Company
	Marcia Herr	Letha Irrigation & Power
	Virgil Johnson	Johnson-Colwell Ditch
	Bill Charters	Last Chance Ditch
	George Jensen	Stewart Ditch
	Marc Shigeta	Noble Ditch
	Keith Standley	Emmett Irrigation District
	Karl Siller (Alt.)	Emmett Irrigation District
	Joy Sisler	Independent
Duane Pancheri	Independent	

ATTACHMENT B