

Payette River Basin, State of Idaho  
**Water District No 65**

George McClelland, Chairman  
Dean Charters, Vice Chairman  
Dan Surmeier, Secretary

102 North Main Street  
Payette, Idaho 83661

Phone: 208 642-4465  
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Email: waterdist65@srvinet.com  
Ron Shurtleff, Watermaster

November 2, 2006

**NOTICE OF ADVISORY BOARD MEETING**  
**November 13, 2006**  
**7:00 P.M.**  
**Winter Meeting Time**

RECEIVED  
NOV 06 2006  
WATER RESOURCES  
WESTERN REGION

Mr. John Westra,

The Water District No. 65 Advisory Board will meet on **Monday, November 13<sup>th</sup> at 7:00 P.M.** in the **Payette River Irrigation Office** located at 102 North Main Street in Payette Idaho. The following tentative agenda items will be considered during the meeting.

- ***Review to Approve October 9<sup>th</sup> Minutes***
- ***Review to Approve Financial Statement***
- ***Idaho Department of Water Resources***
  - ***Water Accounting & Reconciliation***
- ***Storage Consumption Report***
- ***Radio Frequency License, for Water District 65***
- ***Committee Reports, Budget, Nominations***
- ***Set Annual Meeting Date and Location***
- ***Campbell Scientific Training, by Intermountain Environmental***
- ***Diversion Dam Progress Report.***
- ***Any other business to be brought before the board***

There will also be a Meeting of the Payette River Water Users Association, board of directors following the water district meeting. Members please find the meeting notice enclosed with this mailing.

**Note!!**  
**7:00 PM, Winter Meeting Time,**  
**One Hour Earlier!**

I hope to see you at the meeting on November 13, 2006, Payette River Irrigation Office.

Sincerely,

*Ron Shurtleff*

Ron Shurtleff

Payette River Basin, State of Idaho  
Water District No. 65

Chairman: George McClelland  
Vice Chairman: Dean Charters  
Secretary: Dan Surmeier

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Watermaster: Ron Shurtleff

**Regular Board Meeting**

**Date:** October 9, 2006  
**Time:** 8:00 p.m.  
**Location:** Payette River Irrigation Office, 102 N. Main, Payette, Idaho

**Attending:** Joy Sisler, Jim Standley, Dennis Lammey, Ron Mio, Dennis Heaps, Robert Henggeler, Maynard Potter, Marcia Herr, George McClelland, Margaret Barber, Dean Charters, C. Eugene Parks, Dan Surmeier and Watermaster, Ron Shurtleff.

**Guests:** Miss Liz Robbins, Idaho Department of Water Resources.

Chairman George McClelland called the meeting to order.

**Minutes:** The minutes of the regular August meeting had been mailed to the board members for their review. **Jim Standley moved, Dennis Lammey seconded to approve the minutes for the August 14, 2006 meeting and the motion carried.**

**Financial:** Chairman McClelland asked Ron Shurtleff to review the financial statement. Ron reported a checking account balance of \$1,122.80 and a saving balance in the State Treasury Fund of \$1,157,167.94 for a total in checking / savings of \$1,158,290.74. Total accounts receivable equals \$4,629.29, fixed assets of \$55,001.29 for a total assets of \$1,218,171.32. Also included in the packet was a profit and loss report from January through September of 2006 showing a net income of \$95,541.84. **Ron Mio moved to approve the Financial Statement as reported, Dennis Lammey seconded the motion and the motion carried.**

**IDWR**

**Report:** Liz Robbins with the Idaho Department of Water Resources gave her report on the Water Accounting Reconciliation. She stated that the Payette River stored water supply "accounted for" storage stayed at 841,711.0, "unaccounted for" is at 40,247.9, late season fill of 3,655.2 for a total storage available of 885,614. Canals and pumps usage is at 168,856, stored water passing Letha for Endangered species is at 152,884 and an operational loss to irrigators of 6,655 and an additional 5,000 charged to the Bureau of Reclamation. Total storage used is 361,555. The storage based on accounting is 524,059 and storage based on actual reservoir contents is 519,898 with an averaging error of 4,161. Liz also provided a preliminary operational loss on the Payette River. She explained that operational losses are calculated by summing the total storage passing Letha after Labor Day. Between September 5 and October 5, 2006 the cfs has dropped from 700 to 40, a total acre foot of 11,655 and total cfs of 5876. Chairman McClelland asked if this was a normal operational loss year and Watermaster Ron Shurtleff explained

that it was at a higher rate this year because of avoiding "wheeling" charges from Idaho Power Company to the Black Canyon Dam and charged to the Black Canyon Irrigation District. In a good water year it is possible to trade water for electric power costs but on a dry year it would not be smart to devote water to power generation. He stated we are a victim of our own efficiency and in the future we need to try to shed electrical load to eliminate this conflict.

#### Watermaster's

##### Report:

Ron Shurtleff gave a report on the Payette River Salmon Flow Augmentation and provided a copy of the storage released for mitigation. On June 23, 2006 the Bureau began releasing storage water for flow augmentation. The natural flow at Letha is still above zero, meaning that there is enough natural flow in the system to satisfy all the irrigation demands. The change in reservoir contents was used to calculate salmon flow. On July 6, 2006, Deadwood got down to its storage right of 161,000 af. Prior to that date the flow released from Deadwood was not considered flow augmentation water. On July 12, 2006, the remaining natural flow at Letha reached 0. From that day forward flow augmentation water is calculated as the stored flow passing Letha. The total cfs equaled 77,078 and total acre-feet sent downstream was 152,884.

Ron also reported on the major storage reservoirs in the Boise and Payette River Basins with the presentation of the USBR Tea Cup diagram. He reported that the Cascade Reservoir is currently at 58% full condition and the Deadwood Reservoir is at 57%. Ron provided copies of the Emmett Irrigation and Black Canyon Irrigation breakdowns of the total storage used to date and the remaining available storage. Emmett has used 21,329 af and has a remaining 33,272af left. Black Canyon has used 137,300 with a remaining 88,451 left.

#### Committee

##### Appointments:

Chairman McClelland opened the floor for volunteers to serve on the 2006 Budget Committee. After discussing the duties of the committee, **Jim Standley moved to appoint Dick Hamilton as the Committee Chairman along with Jim Standley, Maynard Potter, Dan Surmeier, Dean Charters and Chuck Pollock to act as the Budget Committee. A proposed budget for the 2007 season will be presented at the regular November Advisory board meeting. The motion was seconded by Gene Parks, and the motion carried.**

Chairman McClelland then opened the floor for volunteers to serve on the 2006 Nominations Committee. **Dennis Heaps moved to retain Joy Sisler as Committee Chairman. And to retain Gene Parks, Ron Mio, Bob Henggeler, Dan Surmeier and George McClelland as the Nominations Committee. The motion was seconded by Jim Standley and the motion carried.**

#### Financial

##### Audit:

Included in the packets was a note from Ron that stated Mr. Timothy Folke, CPA, P.C. had not yet sent in his letter to confirm if the Water District #65 wishes to once again employ his service for our Annual Independent Audit. Ron suggested that the Board of Directors might authorize him to sign and send back the confirmation letter when it is received. Ron stated that if the confirmation comes with any different conditions than we

have authorized in the past, he will postpone sending it back and bring the decision to the November meeting. For the two preceding years the fee for the annual audit has been \$2,350.00. **Dan Surmeier moved to give Ron Shurtleff the authority to sign and return, barring no changes, the confirmation to retain Mr. Timothy Folke, CPA, P.C. for his services for our Annual Independent Audit, the motion was seconded by Gene Parks the motion carried.**

**Water**  
**Projects**

Ron showed slides of three water projects of interest. The first being the Low Head Power Generation Plant on the New York Canal located at the Mora Drop near Kuna, Idaho. Ron had attended the Grand Opening of the new plant with Dennis Heaps, Dan Surmeier, and John Surmeier. The second project was the Diversion Dam rebuild of the Lower Payette Ditch Co. and the third was a project of the Lake Reservoir Co. to install stainless steel seal plates and new seal strips on the radial gates at the Upper Payette Lake Dam.

**Adjournment:** Chairman George McClelland asked for any additional business to be brought before the board, hearing none he declared the meeting adjourned.

Respectfully submitted

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Jamie White, Recording Secretary

**Water District No. 65**  
**Balance Sheet**  
**As of November 3, 2006**

	<u>Nov 3, 06</u>
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
Checking - Water District	1,446.42
State Treasurer	<u>1,153,645.31</u>
Total Checking/Savings	1,155,091.73
Accounts Receivable	
A/R - Assessments	3,372.00
Acct. Rec. - Rental Pool	<u>1,257.29</u>
Total Accounts Receivable	4,629.29
Other Current Assets	
202 - Automation Equipment Inventory	<u>250.00</u>
Total Other Current Assets	<u>250.00</u>
Total Current Assets	1,159,971.02
Fixed Assets	
Office Equipment	18,432.72
Field Equipment	11,196.95
Vehicles	<u>25,371.62</u>
Total Fixed Assets	<u>55,001.29</u>
<b>TOTAL ASSETS</b>	<b><u>1,214,972.31</u></b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Cost - Share Funds Payable	19,281.29
Payroll Liabilities	1,183.96
Payable to Lessor - In Basin	-870.00
Payable - Lessor-Out of Basin	672,600.00
Payable to IDWRB - Fees	<u>68,313.00</u>
Total Other Current Liabilities	<u>760,508.25</u>
Total Current Liabilities	<u>760,508.25</u>
Total Liabilities	760,508.25
Equity	
Equity - Equipment	55,001.29
Retained Earnings	306,801.55
Net Income	<u>92,661.22</u>
Total Equity	<u>454,464.06</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b><u>1,214,972.31</u></b>

**Water District No. 65**  
**Profit & Loss**  
 January 1 through November 3, 2006

	Jan 1 - Nov 3, 06
<b>Ordinary Income/Expense</b>	
<b>Income</b>	
Interest Income	17,601.40
Assessment Revenue	58,824.84
Administrative Fee Revenue	
Admin. Fees - In Basin	7.30
Admin. Fees - Out of Basin	152,000.00
<b>Total Administrative Fee Revenue</b>	<b>152,007.30</b>
<b>Total Income</b>	<b>228,433.54</b>
<b>Expense</b>	
<b>Payroll Expenses</b>	
Salary - Watermaster	40,977.30
Salary - Deputy & Assistants	1,650.00
<b>Payroll Taxes</b>	
Company FICA Expense	2,642.89
Company Medicare Expense	618.10
Company Fed Unemployment Tax	69.20
Company State Unemployment Tax	245.26
<b>Total Payroll Taxes</b>	<b>3,575.45</b>
Benefits - Medical Insurance	6,950.10
Benefits - Retirement	4,097.70
<b>Total Payroll Expenses</b>	<b>57,250.55</b>
Office Rent	5,750.00
Office Assistance	4,000.00
Postage and Delivery	926.71
Postage Reimbursasal Account	0.00
Office Supplies	1,614.03
Telephone	1,320.23
<b>Professional Fees</b>	
Accountant Fees	2,350.00
<b>Total Professional Fees</b>	<b>2,350.00</b>
Oper. & Maint. - River Gage	12,747.00
Automobile and Mileage	3,039.26
Dues and Subscriptions	780.55
<b>Water Education</b>	
Contributions	750.00
Water Education - Other	7,321.00
<b>Total Water Education</b>	<b>8,071.00</b>
Internet Services	223.65
<b>Travel and Entertainment</b>	
IWUA Convention Expense	530.00
Meals and Lodging	368.40
<b>Total Travel and Entertainment</b>	<b>898.40</b>
<b>Repairs and Maintenance</b>	
Equipment Repairs	310.00
Repairs and Maintenance - Other	120.00
<b>Total Repairs and Maintenance</b>	<b>430.00</b>
Workman's Comp Insurance	461.00
Interest Expense	8,195.08
Insurance	518.00
Miscellaneous	7.50

4:08 PM  
11/02/06  
Accrual Basis

**Water District No. 65**  
**Profit & Loss**  
January 1 through November 3, 2006

	<u>Jan 1 - Nov 3, 06</u>
Cost - Share Incentive Prog. Water Management	<u>27,189.36</u>
Total Cost - Share Incentive Prog.	<u>27,189.36</u>
Total Expense	<u>135,772.32</u>
Net Ordinary Income	<u>92,661.22</u>
Net Income	<u><u>92,661.22</u></u>