

Payette River Basin, State of Idaho

Water District No. 65

Chairman: Dan Surmeier
Vice Chairman: Jim Standley
Secretary: Doyle Fackler

102 North Main Street
Payette, Idaho 83661

Phone: 208-624-4465
Fax: 208-642-1042
E-Mail: waterdist65@srvinet.com
Watermaster: Ron Shurtleff

Regular Board Meeting

Date: December 8, 2008

Time: 7:00 p.m.

Location: Payette River Irrigation Office, 102 N. Main, Payette, Idaho

Attending: Marcia Herr, Dennis Lammey, Joy Sisler, Chuck Pollock, Jim Standley, Dan Surmeier, Darlene Maxwell, Doyle Fackler, Dick Hamilton, C. Eugene Parks, Chad Henggeler, Ron Mio, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White

Guests: Jennifer Cuhaciyon, IDWR

Agenda: Chairman Dan Surmeier called the meeting to order and asked if there were any additions or changes that should be made to the agenda. **Dennis Lammey moved and Gene Parks seconded to approve the agenda as presented. The motion carried.**

Minutes: The minutes of the November 10, 2008, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members if there were any additions or corrections to make to the minutes. **Jim Standley moved, Dennis Lammey seconded, to approve the minutes as mailed. The motion carried.**

Financial: Chairman Surmeier asked Ron Shurtleff to review the financial statement for the district. Ron summarized the balance sheet with a checking account balance of \$1,700.28 and a balance in the State Treasury Fund of \$1,238,801.62 resulting in a checking and savings total of \$1,240,501.90. Total assets balanced with the total liabilities and equity of \$1,334,445.32. As of December 7, 2008, our net income slightly increased to \$15,784.63. Ron reported that Idaho Power leased 10,000af to be released in January to recoup some of the cost of importing power during the peak summer use. Chairman Surmeier asked if there were any questions. **Dennis Lammey moved, Chuck Pollock seconded, to approve the Financial Statement as reported. The motion carried.**

IDWR

Report: Jennifer Cuhaciyon, IDWR, reported that the Payette River Stored Water Supply showed that as of December 8, 2008, the accounted for storage remained at 834,703af; the unaccounted for storage at 32,519af and a late season fill of 11,682.1af for a total storage available of 878,904af. Canals and pumps use was 149,904af; Deadwood Flow from October 19th thru October 31st was 1,281af; endangered species use from June 30th thru August 30th was 180,188af; Cascade Flow from October 19th thru October 31st was 3,213af; Black Canyon release from October 19th thru October 31st was 3,081af; power flow (USBR) from August 30th thru September 1st was 3,197af; operational loss from September 2nd thru Oct. 12th was 13,811af; and USBR (up to 5,000af) from September

2nd thru October 4th was 5,000af; for a total stored passing Letha of 209,771af. Evaporation was 26,539af for a total storage used for the 2008 water season of 386,213af. Storage based on accounting was 492,691af less actual reservoir contents of 493,081af gives an averaging error of -391 af. Jennifer also reported that Liz Cresto returned to work today from maternity leave and will again be attending these meetings.

Watermaster's

Report:

Chairman Surmeier asked Watermaster Ron Shurtleff to give his monthly report. Ron reported that the updated storage usage and carryover projection for the 2008 water season was as follows: Black Canyon, 99,144 af; Emmett Irrigation, 23,836af; Farmers Co-op, 20,853af; Letha Irrigation, 4,823af; Lower Payette, 3,818af; Noble Ditch, 1,052af; Enterprise Ditch, 677af, for a total of 154,230af. He then showed the teacup report, Ron stated the Payette River system is at 60% of capacity, the Cascade Reservoir is 62% full and Deadwood is 51%.

Included in the packets were several Snotel charts including Brundage Reservoir, Bear Basin, Squaw Flat and Secesh Summit. He mentioned that we are well below last year for precipitation and snow pack.

Ron reported that the Idaho Power Company has finalized their request for 10,000 acre-feet of stored water from the Payette Basin. Black Canyon Irrigation has agreed to lease 6,000 acre-feet to be committed to this usage, and the Farmers Cooperative Irrigation Company has contributed the remaining 4,000 acre-feet. The power company plans to release the water during the month of January 2009. Darlene Maxwell asked if this will be considered 2008 water or 2009 water. Ron stated that the Water Pool rules state that water leased to use out of basin must be released no later than March 1 of the following year, and thus this rental will qualify for a 2008 rental.

Ron included in his slideshow presentation pictures of the City of Fruitland, Municipal Water Intake Project. He stated that the project is a very impressive undertaking and that he wanted to let the members learn about how the water will be extracted from the river. Ron showed several slides depicting 18 stainless steel tubular screens 75 feet in length that are buried several feet below the natural river bed level and perpendicular to the flow. The screens are attached to a manifold of piping and covered with a specific texture of gravel. In addition to the water intake screens air lines, parallel on both sides and slightly above each screen are laid to use for opening the stream bed by periodically charging the pipes with compressed air. Ron explained that the system is designed to provide clear algae free water to the treatment plant where it will then be made potable.

USBR

Criteria:

Ron included in the packets a copy of the scoring criteria, evaluation and selection process for the USBR Water conservation Incentive Program. It states that proposals submitted under this Funding Opportunity will be divided by area and then rated using the established criteria listed. The proposal will receive points up to the maximum listed depending upon how well the proposal meets the criteria element. Past performance will also be considered during this evaluation process. The proposals will then be ranked from the highest score to the lowest score for each area. Proposals receiving the highest

scores will be the first to be considered for funding. The exact number of proposals selected will depend upon available funds.

Ron commented that not only has the competition for the Water Conservation grants gotten stronger, also the qualification criteria has received some strict items that must be met in order to get an application through the first round of elimination.

Nominations

Committee:

Ron then presented the amended Nomination Committee report and reviewed the changes made. Ron said that he had spoken with Steve Dobson, George McClelland and Weldon Bastion, and that each had said that they would be happy to be removed from the member list of the Advisor Board. Much discussion ensued and it was decided that the three names would be dropped from the list. The committee had submitted to retain Dan Surmeier remain as Chairman/Treasurer; Jim Standley, Vice-Chairman and Doyle Fackler, Secretary as the list of officers to be nominated. **Gene Parks moved and Dennis Lammey seconded to approve the nomination list as amended and to submit the list at the annual meeting. Passed.**

Announcements

& Reports:

Ron reminded the board that the 71st Annual IWUA Convention will be held January 20-22, 2009, in Boise. Along with Ron, several other members will be attending. Ron stated if anyone else is interested in going to let him know immediately.

Ron also reported that he believes both his digital camera and GPS Unit were stolen from his truck while parked out back. He has submitted a police report but has not heard anything as of yet. Both items will have to be replaced.

Also in the packets was a request letter to Klaus Jorde from Dave Tuthill in regard to the IDWR Low Head Power Study. It seems that only a draft copy has been sent to the districts and Mr. Tuthill was asking for a final copy of the pdf file and the associated spreadsheets. Ron will inform the board when the final copy is received.

Adjournment:

Chairman Surmeier asked if there was any additional business that should be brought before the board, hearing none, the meeting was adjourned.

Respectfully submitted

Jamie White, Recording Secretary

Dan Surmeier, Chairman

2:03 PM
01/30/09
Accrual Basis

Water District No. 65
Balance Sheet
As of January 30, 2009

	Jan 30, 09
ASSETS	
Current Assets	
Checking/Savings	
Checking - Water District	3,705.98
State Treasurer	1,214,210.23
Total Checking/Savings	1,217,916.21
Accounts Receivable	
A/R - Assessments	482.80
Acct. Rec. - Rental Pool	50,353.29
Total Accounts Receivable	50,836.09
Other Current Assets	
201 - Undeposited Funds	2,126.40
Total Other Current Assets	2,126.40
Total Current Assets	1,270,878.70
Fixed Assets	
Office Equipment	19,482.66
Field Equipment	12,490.41
Vehicles	25,916.00
Total Fixed Assets	57,889.07
TOTAL ASSETS	1,328,767.77
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Printing Expense Payable	902.72
Payable to Lessor - In Basin	15,451.00
Payable - Lessor-Out of Basin	918,040.00
Payable to IDWRB - Fees	91,545.10
Total Other Current Liabilities	1,025,938.82
Total Current Liabilities	1,025,938.82
Total Liabilities	1,025,938.82
Equity	
Equity - Equipment	57,889.07
Retained Earnings	274,983.43
Net Income	-30,043.55
Total Equity	302,828.95
TOTAL LIABILITIES & EQUITY	1,328,767.77

2:02 PM
01/30/09
Accrual Basis

Water District No. 65
Profit & Loss
January 1 - 30, 2009

	<u>Jan 1 - 30, 09</u>
Ordinary Income/Expense	
Expense	
Payroll Expenses	
Benefits - Medical Insurance	725.00
Total Payroll Expenses	725.00
Office Rent	575.00
Office Assistance	400.00
Postage and Delivery	201.85
Postage Reimbursasal Account	0.00
Office Supplies	311.38
Telephone	59.30
Professional Fees	
Accountant Fees	2,480.00
Total Professional Fees	2,480.00
Automobile and Mileage	111.43
Dues and Subscriptions	500.00
IWUA Basin Members Dues	23,708.00
Internet Services	44.90
Meeting Expenses	40.69
Travel and Training	
IWUA Convention Expense	280.00
Meals and Lodging	106.00
Total Travel and Training	386.00
Insurance	500.00
Equip. Purchases, Office & Field	0.00
Total Expense	30,043.55
Net Ordinary Income	-30,043.55
Net Income	-30,043.55

State Water District No 65

Payette River Basin, State of Idaho

Dan Surmeier, Chairman
Jim Standley, Vice Chairman
Doyle Fackler, Secretary
Ron Shurtleff, Watermaster

102 North Main Street
Payette, Idaho 83661

Phone: 208 642-4465
Fax: 208-642-1042
Email: waterdist65@srvinet.com

NOTICE OF ADVISORY BOARD MEETING ***December 8, 2008*** ***7:00 P.M.***

RECEIVED

DEC 02 2008

WATER RESOURCES
WESTERN REGION

December 1, 2008

Mr. John Westra
2735 Airport Road
Boise, ID 83705

Dear Mr. Westra,

The Advisory Board of State Water District No. 65 will meet on **Monday, December 8th 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 November, 2008 Minutes*
- *Review to Approve Financial Statement*
- *Water Accounting, Preliminary Results*
- *Storage Use and Carryover Projection*
- *Rental Pool Activity Report and Update*
- *Rental Pool Rules, Review*
- *Cost Share Projects update*
- *Nominations Committee Report/Continued*
- *Review Resolutions for Annual Meeting*
- *Any other business to be brought before the board*

Note! Winter Meeting Time 7:00 PM

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 included in this mailing.

I look forward to seeing you at the meeting on **December 8, 2008**, in the Payette River Irrigation Office.

Sincerely,

Ron Shurtleff

Payette River Basin, State of Idaho

Water District No. 65

Chairman: Dan Surmeier
Vice Chairman: Jim Standley
Secretary: Doyle Fackler

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Payette, Idaho 83661

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Regular Board Meeting

- Date:** December 8, 2008
Time: 7:00 p.m.
Location: Payette River Irrigation Office, 102 N. Main, Payette, Idaho
- Attending:** Marcia Herr, Dennis Lammey, Joy Sisler, Chuck Pollock, Jim Standley, Dan Surmeier, Darlene Maxwell, Doyle Fackler, Dick Hamilton, C. Eugene Parks, Chad Henggeler, Ron Mio, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White
- Guests:** Jennifer Cuhaciyon, IDWR
- Agenda:** Chairman Dan Surmeier called the meeting to order and asked if there were any additions or changes that should be made to the agenda. **Dennis Lammey moved and Gene Parks seconded to approve the agenda as presented. The motion carried.**
- Minutes:** The minutes of the November 10, 2008, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members if there were any additions or corrections to make to the minutes. **Jim Standley moved, Dennis Lammey seconded, to approve the minutes as mailed. The motion carried.**
- Financial:** Chairman Surmeier asked Ron Shurtleff to review the financial statement for the district. Ron summarized the balance sheet with a checking account balance of \$1,700.28 and a balance in the State Treasury Fund of \$1,238,801.62 resulting in a checking and savings total of \$1,240,501.90. Total assets balanced with the total liabilities and equity of \$1,334,445.32. As of December 7, 2008, our net income slightly increased to \$15,784.63. Ron reported that Idaho Power leased 10,000af to be released in January to recoup some of the cost of importing power during the peak summer use. Chairman Surmeier asked if there were any questions. **Dennis Lammey moved, Chuck Pollock seconded, to approve the Financial Statement as reported. The motion carried.**
- IDWR Report:** Jennifer Cuhaciyon, IDWR, reported that the Payette River Stored Water Supply showed that as of December 8, 2008, the accounted for storage remained at 834,703af; the unaccounted for storage at 32,519af and a late season fill of 11,682.1af for a total storage available of 878,904af. Canals and pumps use was 149,904af; Deadwood Flow from October 19th thru October 31st was 1,281af; endangered species use from June 30th thru August 30th was 180,188af; Cascade Flow from October 19th thru October 31st was 3,213af; Black Canyon release from October 19th thru October 31st was 3,081af; power flow (USBR) from August 30th thru September 1st was 3,197af; operational loss from September 2nd thru Oct. 12th was 13,811af; and USBR (up to 5,000af) from September

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Jamie White, Recording Secretary

Dan Surmeier, Chairman

2:03 PM
01/30/09
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As of January 30, 2009

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01/30/09
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Water District No. 65
Profit & Loss
January 1 - 30, 2009

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Postage Reimbursals Account	0.00
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Professional Fees	
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State Water District No 65

Payette River Basin, State of Idaho

Dan Surmeier, Chairman
Jim Standley, Vice Chairman
Doyle Fackler, Secretary
Ron Shurtleff, Watermaster

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Phone: 208 642-4465
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Email: waterdist65@srvinet.com

NOTICE OF ADVISORY BOARD MEETING

November 10, 2008

7:00 P.M.

RECEIVED

NOV 04 2008

WATER RESOURCES
WESTERN REGION

November 3, 2008

Mr. John Westra
2735 Airport Road
Boise, ID 83705

Dear Mr. Westra,

The Advisory Board of State Water District No. 65 will meet on **Monday, November 10th 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, 2008 Minutes***
- ***Review to Approve Financial Statement***
- ***Water Accounting, Preliminary Results***
- ***Storage Use and Carryover Projection***
- ***Report, Winter Water Rental to Idaho Power***
- ***Cost Share Projects update***
- ***Committee Reports, Budget and Nominations***
- ***Confirm Annual Meeting Plans***
- ***Any other business to be brought before the board***

Note! Winter Meeting Time 7:00 PM

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 included in this mailing.

I look forward to seeing you at the meeting on **November 10, 2008**, in the Payette River Irrigation Office.

Sincerely,

Ron Shurtleff

Payette River Basin, State of Idaho

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- Attending:** Marcia Herr, Dennis Lammey, Ken Mineard, Dennis Heaps, Joy Sisler, Chuck Pollock, Jim Standley, Dan Surmeier, Darlene Maxwell, Doyle Fackler, Dick Hamilton, C. Eugene Parks, Chad Henggeler, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White
- Guests:** Jerrold Gregg, USBR
- Agenda:** Chairman Dan Surmeier called the meeting to order and asked if there were any additions or changes that should be made to the agenda. **Joy Sisler moved, Dennis Lammey seconded to approve the agenda as presented. The motion carried.**
- Minutes:** The minutes of the August 11, 2008, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members if there were any additions or corrections to make to the minutes. **Jim Standley moved, Dennis Lammey seconded, to approve the minutes, with corrections, of the August 11, 2008, meeting, The motion carried.**
- Financial:** Chairman Surmeier asked Ron Shurtleff to review the financial statement for the district. Ron summarized the balance sheet with a checking account balance of \$1,577.30 and a balance in the State Treasury Fund of \$1,111,397.80 resulting in a checking and savings total of \$1,112,975.10. Total assets balanced with the total liabilities and equity of \$1,171,091.72. As of November 10, 2008, our net income is \$15,471.03. Chairman Surmeier asked if there were any questions. **Dennis Lammey moved, Chuck Pollock seconded, to approve the Financial Statement as reported. The motion carried.**
- USBR**
Report: Jerrold Gregg, USBR, reported that the Water Conservation Grant application deadline is December 15, 2008, and applications need to be turned into Brian Sauer as soon as possible. Mr. Gregg reported the change to our Presidential Administration will also bring a change to the Commissioner for the Bureau of Reclamation and that he has no specific knowledge as to who may be inline for the position.
- Watermaster's**
Report: Chairman Surmeier asked Watermaster Ron Shurtleff to give his monthly report. Ron reported that Jennifer Cuhacian, IDWR, was unable to attend tonight's meeting so she emailed her report to him. He stated that he is still receiving information and these are

preliminary numbers, the Payette River Stored Water Supply Report showed that as of October 16, 2008, the accounted for storage remained at 834,703af; the unaccounted for storage at 32,519af and a late season fill of 8,897.8af for a total storage available of 876,120af. Canals and pumps use was 149,731af, endangered species use from June 30th thru Aug. 30th, was 180,188af; power flow from Aug. 30th thru Sept. 1st, was 3,197af; operational loss from Sept. 2nd thru Oct. 16th was 11,895af; and USBR from Sept. 2nd thru Oct. 4th was 5,000af; for a total stored passing Letha of 200,280af. Storage based on accounting, which is 876,120af less usage of 373,209af, gives the result of 502,911af, whereas the actual storage in the reservoir system equaled 503,498af, giving an averaging error of (-587)af. Ron stated that this year has produced the smallest averaging errors ever, which he expects is the result of the reclassification of Deadwood Storage Space.

Ron then gave the teacup report, he stated the Payette River system is at 58% of capacity, the Cascade Reservoir is at 60% full and Deadwood is 50%. He also provided an updated 2008 carryover prediction as follows: Black Canyon will have an approximate remainder of 98,413af, Emmett Irrigation with 22,779af, Farmers Co-op with 20,793af, Letha Irrigation with 3,726af, Lower Payette Ditch with 3,562af, Noble Ditch with 1,052af and Enterprise Ditch with 677af.

Ron reported the Idaho Power Company has had a standing request for power generation water rental this 2008 season. Recent interest by the Black Canyon Irrigation District along with 2,800 acre-feet of leased water that was left un-rented created an opportunity to communicate with the power company to see if there remains any interest for generation water. At this time Idaho Power is interested in as much as 10,000 AF from the Payette. Release would be most advantageous during January when higher priced power is expected. Ron said he will be talking with the power company, the Black Canyon Irrigation District and others that may be interested in filling the request from Idaho Power Company.

CPA

Audit:

Ron reported that he had received a letter from Tim Folke, CPA for the Water District; it stated that there would be no fee increases for the 2008 audit. **Gene Parks moved to retain Mr. Timothy Folke, CPA, P.C. for his services for our Annual Independent Audit, not exceeding \$2,480. The motion was seconded by Dennis Lammey and the motion carried.**

Budget

Committee:

Chairman Surmeier asked for the budget report and Ron discussed each line item and the changes from 2008 suggested by the budget committee. The board also reviewed the proposed 2009 budget. There were a couple of name changes to the line items to clarify distribution of funds, after much discussion, **Jim Standley moved to accept the 2009 budget with name changes as presented by the Budget Committee and present it at the Water Districts Annual Meeting for approval, the motion was seconded by Dennis Lammey and the motion carried.**

**Nomination
Committee:**

Ron then presented the new Nomination Committee report and reviewed the changes made. Much discussion ensued and it was decided that Ron will check with Dave Tuthill regarding the voting status of members listed as “independents”, but are land owners within Irrigation Districts. It was also suggested to add a resolution that could clear up the questions that have arisen since the last annual meeting, regarding proper representation on the advisory board. This Nominations Committee report was continued to next months meeting.

**Other
Business:**

Ron reminded the board that he will be leaving for the 77th Annual Conference for the National Water Resources Association, November 19-21, 2008. He also informed the board he would be having surgery on the November 26th and not be in the office until December 1, 2008.

Dennis Heaps informed the board that the body of the young man that went missing last season was recently recovered and reiterated the need for water safety education. He will provide more information on a High School program for Water Education when it is available.

Adjournment:

Chairman Surmeier asked if there was any additional business that should be brought before the board, hearing none, the meeting was adjourned.

Respectfully submitted

Jamie White, Recording Secretary

Dan Surmeier, Chairman

Water District No. 65
Balance Sheet
 As of December 1, 2008

	Dec 1, 08
ASSETS	
Current Assets	
Checking/Savings	
Checking - Water District	1,102.93
State Treasurer	1,244,397.80
Total Checking/Savings	1,245,500.73
Accounts Receivable	
A/R - Assessments	588.40
Acct. Rec. - Rental Pool	120.97
Total Accounts Receivable	709.37
Total Current Assets	1,246,210.10
Fixed Assets	
Office Equipment	18,267.72
Field Equipment	13,210.33
Vehicles	25,916.00
Total Fixed Assets	57,394.05
TOTAL ASSETS	1,303,604.15
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Payroll Liabilities	
SUI	-0.09
Total Payroll Liabilities	-0.09
Printing Expense Payable	902.72
Payable to Lessor - In Basin	2.00
Payable - Lessor-Out of Basin	885,000.00
Payable to IDWRB - Fees	90,000.20
Total Other Current Liabilities	975,904.83
Total Current Liabilities	975,904.83
Equity	
Equity - Equipment	57,394.05
Retained Earnings	252,321.81
Net Income	17,983.46
Total Equity	327,699.32
TOTAL LIABILITIES & EQUITY	1,303,604.15

3:00 PM
 12-01-08
 Accrual Basis

Water District No. 65
Profit & Loss
 January 1 through December 1, 2008

	Jan 1 - Dec 1, 08
Ordinary Income/Expense	
Income	
Interest Income	14,916.53
Assessment Revenue	59,751.68
Administrative Fee Revenue	
Admin. Fees - In Basin	1.00
Admin. Fees - Out of Basin	187,388.00
Total Administrative Fee Revenue	187,389.00
Total Income	262,057.21
Expense	
Payroll Expenses	
Salary - Watermaster	43,431.70
Payroll Taxes	
Company FICA Expense	2,692.77
Company Medicare Expense	629.76
Company Fed Unemployment Tax	56.00
Company State Unemployment Ta	140.52
Total Payroll Taxes	3,519.05
Benefits - Medical Insurance	5,905.11
Benefits - Retirement	4,777.52
Total Payroll Expenses	57,633.38
Office Rent	6,325.00
Office Assistance	4,400.00
Postage and Delivery	892.10
Postage Reimburasal Account	0.00
Office Supplies	2,377.25
Telephone	1,219.83
Professional Fees	
Accountant Fees	2,480.00
Professional Fees - Other	750.00
Total Professional Fees	3,230.00
Oper. & Maint. - River Gage	14,204.00
Automobile and Mileage	4,311.33
Dues and Subscriptions	25,038.75
Water Education	
Contributions	1,750.00
Total Water Education	1,750.00
Internet Services	289.40
Computer Repairs	224.73
Travel and Training	
IWUA Convention Expense	1,650.00
Meals and Lodging	1,602.31
Training Expense	1,323.00
Travel	586.02
Total Travel and Training	5,161.33
Repairs and Maintenance	
Equipment Repairs	399.73
Total Repairs and Maintenance	399.73
Workman's Comp Insurance	399.00
Interest Expense	
Interest Exp.- Rental Pool	10,372.28
Total Interest Expense	10,372.28
Insurance	500.00
Miscellaneous	140.00
Equip. Purchases, Office & Field	1,214.94

3:00 PM
12-01-08
Accrual Basis

Water District No. 65
Profit & Loss
January 1 through December 1, 2008

	Jan 1 - Dec 1, 08
Cost - Share Incentive Prog.	
Water Management	100,742.38
Water Quality Projects	3,220.00
Total Cost - Share Incentive Prog.	103,962.38
Meeting Expenses	28.32
Total Expense	244,073.75
Net Ordinary Income	17,983.46
Net Income	17,983.46

State Water District No 65

Payette River Basin, State of Idaho

Dan Surmeier, Chairman
Jim Standley, Vice Chairman
Doyle Fackler, Secretary
Ron Shurtleff, Watermaster

102 North Main Street
Payette, Idaho 83661

Phone: 208 642-4465
Fax: 208-642-1042
Email: waterdist65@srvinet.com

RECEIVED

OCT 02 2008

WATER RESOURCES
WESTERN REGION

NOTICE OF ADVISORY BOARD MEETING

October 13, 2008

8:00 P.M.

Oct. 1, 2008

Mr. John Westra
2735 Airport Road
Boise, ID 83705

Dear Mr. Westra,

The Advisory Board of State Water District No. 65 will meet on **Monday, October 13th at 8:00 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 August, 2008 Minutes***
- ***Review to Approve Financial Statement***
- ***Reservoir Status Reports and Flow Augmentation Report***
- ***Storage Use and Carryover Projection***
- ***Report on Proposed, Winter Water Rental***
- ***Improvement Projects update***
- ***Select Budge & Nominating Committees***
- ***Set Annual Meeting Date and Location***
- ***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 included in this mailing.

I look forward to seeing you at the meeting on **October 13, 2008**, in the Payette River Irrigation Office.

Sincerely,

Ron Shurtleff

Payette River Basin, State of Idaho

Water District No. 65

Chairman: Dan Surmeier
Vice Chairman: Jim Standley
Secretary: Doyle Fackler

102 North Main Street
Payette, Idaho 83661

Phone: 208-624-4465
Fax: 208-642-1042
E-Mail: waterdist65@srvinet.com
Watermaster: Ron Shurtleff

Regular Board Meeting

- Date:** October 13, 2008
- Time:** 8:00 p.m.
- Location:** Payette River Irrigation Office, 102 N. Main, Payette, Idaho
- Attending:** Jim Standley, Dennis Lammey, Chuck Pollock, C. Eugene Parks, Dennis Heaps, Joy Sisler, Doyle Fackler, Dan Surmeier, Darlene Maxwell, Michael McEvoy, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White
- Guests:** Jennifer Cuhaciyian, Idaho Department of Water Resources
- Agenda:** Chairman Dan Surmeier called the meeting to order and asked if there were any additions or changes that should be made to the agenda. **Dennis Lammey moved, Gene Parks seconded to approve the agenda as presented. The motion carried.**
- Minutes:** The minutes of the August 11, 2008, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members if there were any additions or corrections to make to the minutes. **Gene Parks moved, Dennis Lammey seconded, to approve the minutes of the August 11, 2008, meeting, The motion carried.**
- Financial:** Chairman Surmeier asked Ron Shurtleff to review the financial statement for the district. Ron summarized the balance sheet with a checking account balance of \$643.60 and a balance in the State Treasury Fund of \$1,147,026.96 resulting in a checking and savings total of \$1,147,640.56. Total assets balanced with the total liabilities and equity of \$1,205,787.18. As of October 13, 2008, our net income is \$50,150.49. Chairman Surmeier asked if there were any questions. **Michael McEvoy moved, Dennis Lammey seconded, to approve the Financial Statement as reported. The motion carried.**
- IDWR Report:** Jennifer Cuhaciyian, IDWR reviewed the Payette River Stored Water Supply Report. She stated that as of October 9, 2008, the accounted for storage was at 834,703af; the unaccounted for storage was 32,519af and late season fill of 5,903.6af for a total storage available of 873,126af. Canals and pumps use was 149,412af, endangered species use from June 30th thru Aug. 31st, was 180,188af; power flow from Aug. 31st thru Sept. 1st, was 2,615af; operational loss from Sept. 2nd thru Oct. 9th was 5,887af; and USBR from Sept. 2nd thru Oct. 6th was 5,000af; for a total stored passing Letha of 193,690af. Storage based on accounting, which is 873,126af less usage of 364,731af, gives the result of 508,395af, whereas the actual storage in the reservoir system equaled 508,976af, giving an averaging error of (582)af. She also reported that on June 30th, the Bureau began releasing storage water for flow augmentation. The natural flow at Letha was still above

zero, meaning there was enough natural flow to meet irrigation demands. Cascade and Deadwood change in contents was used to calculate flow augmentation releases.

Watermaster's
Report:

Chairman Surmeier asked Watermaster Ron Shurtleff to give his monthly report. Ron stated that the Payette River storage system is at 57% of capacity; he provided the teacup charts and stated that Cascade is 59% full and Deadwood is 49% full. He also provided comparisons of 2007 and 2008 Reservoir Storage Charts for Lake Cascade and Deadwood Reservoir as well as Natural Flow Charts for Horseshoe Bend. Ron concluded with the storage use accounting sheets for Black Canyon Irrigation District, Emmett Irrigation district and Farmer Co-op Irrigation.

Ron provided the 2008 carryover predictions as follows: Black Canyon will have an approximate remainder of 98,300af, Emmett Irrigation with 19,364af, Farmers Co-op with 22,376af, Letha Irrigation with 3,726af, Lower Payette Ditch with 3,562af, Noble Ditch with 1,052af and Enterprise Ditch with 677af.

Ron also reported to the members a situation that exists each year following the flow augmentation period. The basin in its attempt to conserve storage water reduces the release rates from the reservoirs to only match the irrigation need. Now that we have learned to run very efficiently in the lower reaches, below Black Canyon Dam we do not send enough water past the generators to supply the Black Canyon Irrigation District's "C-Line Pumps". This causes the irrigation district to bring in BPA power over Idaho Power Co. transmission lines and Idaho Power charges the irrigation district a healthy sum of money to wheel this power to them. For several years we have tried to minimize these costs and have at times been successful. This past season was especially costly since the flows were minimized on the 2nd of September because Labor Day was on the 1st and no power flow was needed to supplement to a later date. Ron said he had a conversation with the Idaho Power Co. to see if they might rent addition water for generation through the critical period. Idaho Power replied that early September timing was not profitable but they might be interested in renting water for use in January when electricity is expensive and additional generation could be profitable. Ron stated that there remains 2,200 AF of un-rented water in the water bank and that he has offered this to the power company. Also the Black Canyon Irrigation District decided to lease 6,000 AF for this same purpose if the opportunity arises since the revenue generated by the lease would help offset the wheeling charges.

Ron reported that in September the Water District usually agrees to devote 5,000 AF of stored water to operation loss in order to give the watermaster some additional flow to use to avoid inadvertently dropping below the minimum flow at the Letha gage. The Bureau of Reclamation also usually agrees to match this amount and he hopes that this might be the case again this year. Ron stated that since no meeting was held during September he would like to have the water district make the commitment to contribute 5,000 AF for operational loss to be match by the Bureau of Reclamation if they are once again willing to make their usual commitment. **Michael McEvoy moved and Jim Standley seconded that the Water District No. 65 contribute 5,000 AF of stored**

water for use by the watermaster to give a margin of safety to the minimum flow at the Letha gage. The motion carried.

Cost Share: Ron gave a quick update on the Cost Share Incentive Program. He stated that the Elmore Check Gate for the Noble Ditch Company has been completed and funded for a total of \$93,935.08 paid to date. The only project left is the Trash Rack at Little Rock Rd. Crossing for the Reed Ditch Company.

Committee Selection:

Chairman Surmeier opened the floor for volunteers to serve on the 2009 Budget Committee. After discussing the duties of the committee, **Jim Standley moved, Dennis Lammey seconded to appoint Dan Surmeier as the Committee Chairman along with Dennis Lammey, Jim Standley, Maynard Potter, Michael McEvoy and Chuck Pollock to act as the Budget Committee. A proposed budget for the 2009 season will be presented at the regular November Advisory board meeting. Passed.** A meeting for this committee was scheduled for 2pm, Wednesday, November 5th, 2008 in Emmett.

Chairman Surmeier then opened the floor for volunteers to serve on the 2009 Nominations Committee. **Jim Standley moved to appoint Dan Surmeier as the Committee Chairman with Joy Sisler, Gene Parks, Ron Mio, Darlene Maxwell, Chuck Pollock and Doyle Fackler to serve on the Nominations Committee, the motion was seconded by Dennis Lammey. Passed.** A meeting for this committee was scheduled for 7pm, Wednesday, October 29, 2008 at the Payette River Irrigation Office.

The floor was then opened to discuss the 2009 Annual Meeting date. After Ron secured the date available, **Michael McEvoy moved, Gene Parks seconded to hold the 2009 Annual Meeting at 1:00pm, Tuesday, January 13, 2009, at the USDA Center in Emmett, Idaho. Passed.**

Other Business:

Ron reminded the board of the upcoming Idaho Water Users Association's 25th Annual Water Law Seminar on Thursday, November 6, 2008.

He added that if anyone besides himself and Chairman Surmeier was interested in attending the National Water Resources Association's 77th Annual Conference November 19-21, 2008 should let him know before October 16, 2008, for the pre-registration deadline.

Ron included in the packets a map and meeting information regarding an Idaho Power proposed Boardman to Hemingway Transmission Line Project. Idaho Power is planning on building a 298-mile, 500 kilovolt transmission line from northeast Oregon to southern Idaho. This corridor passes near our boundaries and they are encouraging participation in the National Environmental Policy Act process. There will be a public information meeting on Wednesday, October 22, 2008, at the Four Rivers Cultural Center in Ontario if anyone is interested in attending.

Chairman Surmeier asked if there was any additional business that should be brought before the board, hearing none, the meeting was adjourned.

Respectfully submitted

Jamie White, Recording Secretary

Dan Surmeier, Chairman

12:08 PM
11-03-08
Accrual Basis

Water District No. 65
Balance Sheet
As of November 3, 2008

	Nov 3, 08
ASSETS	
Current Assets	
Checking/Savings	
Checking - Water District	3,362.93
State Treasurer	1,111,026.96
Total Checking/Savings	1,114,389.89
Accounts Receivable	
A/R - Assessments	601.60
Acct. Rec. - Rental Pool	120.97
Total Accounts Receivable	722.57
Total Current Assets	1,115,112.46
Fixed Assets	
Office Equipment	18,267.72
Field Equipment	13,210.33
Vehicles	25,916.00
Total Fixed Assets	57,394.05
TOTAL ASSETS	1,172,506.51
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Payroll Liabilities	
SUI	-0.09
Total Payroll Liabilities	-0.09
Printing Expense Payable	918.72
Payable to Lessor - In Basin	2.00
Payable - Lessor-Out of Basin	767,000.00
Payable to IDWRB - Fees	78,000.20
Total Other Current Liabilities	845,920.83
Total Current Liabilities	845,920.83
Total Liabilities	845,920.83
Equity	
Equity - Equipment	57,394.05
Retained Earnings	252,321.81
Net Income	16,869.82
Total Equity	326,585.68
TOTAL LIABILITIES & EQUITY	1,172,506.51

12:08 PM
 11-03-08
 Accrual Basis

Water District No. 65
Profit & Loss
 January 1 through November 3, 2008

	Jan 1 - Nov 3, 08
Ordinary Income/Expense	
Income	
Interest Income	14,545.69
Assessment Revenue	59,751.68
Administrative Fee Revenue	
Admin. Fees - In Basin	1.00
Admin. Fees - Out of Basin	177,388.00
Total Administrative Fee Revenue	177,389.00
Total Income	251,686.37
Expense	
Payroll Expenses	
Salary - Watermaster	43,431.70
Payroll Taxes	
Company FICA Expense	2,692.77
Company Medicare Expense	629.76
Company Fed Unemployment Tax	56.00
Company State Unemployment Tax	140.52
Total Payroll Taxes	3,519.05
Benefits - Medical Insurance	5,210.10
Benefits - Retirement	4,343.20
Total Payroll Expenses	56,504.05
Office Rent	5,750.00
Office Assistance	4,000.00
Postage and Delivery	892.10
Postage Reimbursals Account	300.00
Office Supplies	2,547.91
Telephone	1,111.14
Professional Fees	
Accountant Fees	2,480.00
Professional Fees - Other	750.00
Total Professional Fees	3,230.00
Oper. & Maint. - River Gage	14,204.00
Automobile and Mileage	4,052.45
Dues and Subscriptions	24,992.75
Water Education	
Contributions	1,750.00
Total Water Education	1,750.00
Internet Services	289.40
Computer Repairs	189.73
Travel and Training	
IWUA Convention Expense	1,650.00
Meals and Lodging	1,602.31
Training Expense	1,323.00
Travel	586.02
Total Travel and Training	5,161.33
Repairs and Maintenance	
Equipment Repairs	91.90
Total Repairs and Maintenance	91.90
Workman's Comp Insurance	399.00
Interest Expense	
Interest Exp.- Rental Pool	10,372.28
Total Interest Expense	10,372.28
Insurance	500.00
Miscellaneous	192.87
Equip. Purchases, Office & Field	1,214.94

12:08 PM
11-03-08
Accrual Basis

Water District No. 65
Profit & Loss
January 1 through November 3, 2008

	<u>Jan 1 - Nov 3, 08</u>
Cost - Share Incentive Prog.	
Water Management	96,042.38
Water Quality Projects	1,000.00
Total Cost - Share Incentive Prog.	<u>97,042.38</u>
Meeting Expenses	28.32
Total Expense	<u>234,816.55</u>
Net Ordinary Income	<u>16,869.82</u>
Net Income	<u><u>16,869.82</u></u>

State Water District No 65

Payette River Basin, State of Idaho

102 North Main Street
Payette, Idaho 83661

Dan Surmeier, Chairman
Jim Standley, Vice Chairman
Doyle Fackler, Secretary
Ron Shurtleff, Watermaster

Phone: 208 642-4465
Fax: 208-642-1042
Email: waterdist65@srvinet.com

NOTICE NO SEPTEMBER MEETING

RECEIVED

SEP 02 2008

WATER RESOURCES
WESTERN REGION

August 29, 2008

Mr. John Westra
2735 Airport Road
Boise, ID 83705

Dear Mr. Westra,

At the August 11, 2008 meeting of State Water District No. 65 the Advisory Board agreed that it would not be necessary to hold a meeting during the month of September. All is progressing well and this will free up the board members during this busy harvest season.

I look forward to seeing all of you, when we meet again on Columbus Day, the 13th of October.

Sincerely,

Ron Shurtleff

Payette River Basin, State of Idaho

Water District No. 65

Chairman: Dan Surmeier
Vice Chairman: Jim Standley
Secretary: Doyle Fackler

102 North Main Street
Payette, Idaho 83661

Phone: 208-624-4465
Fax: 208-642-1042
E-Mail: waterdist65@srvinet.com
Watermaster: Ron Shurtleff

Regular Board Meeting

Date: August 11, 2008

Time: 8:00 p.m.

Location: Payette River Irrigation Office, 102 N. Main, Payette, Idaho

Attending: Jim Standley, Chad Henggeler, Marcia Herr, Dennis Lammey, Chuck Pollock, Maynard Potter, C. Eugene Parks, Dennis Heaps, Joy Sisler, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White

Guests: Liz Cresto and Jennifer Cuhaciyon, Idaho Department of Water Resources

Chairman Surmeier was absent so Vice-Chairman Standley opened the meeting.

Minutes: The minutes of the July 14, 2008, meeting had been mailed to the board members with their meeting notice. Vice-Chairman Standley asked the members if there were any additions or corrections to make to the minutes. **Dennis Lammey moved and Gene Parks seconded, to approve the minutes of the July 14, 2008, meeting, The motion carried.**

Financial: Vice-Chairman Standley asked Ron Shurtleff to review the financial statement for the district. Ron reported a checking account balance of \$627.92 and a balance in the State Treasury Fund of \$146,319.53 resulting in a checking and savings total of \$146,947.45. Ron reported accounts receivable of \$722.57, and with the fixed assets the total assets for the district as of August 11, 2008, equal \$205,064.07. Ron also read the profit and loss report for the first eight months of 2008 which indicates a negative net income of \$105,591.60; this negative income figure is created by issuing our cost share payments, plus incurring the usual operating cost before some of the district income has been received. Ron stated that the income will become a positive figure as administration fees are collected. Ron also suggested to the members that the new budget for 2009 may need to contain a reduced cost share program limit since the district is no paying the IWUA dues for its members. Vice-Chairman, Standley asked if there were any questions. **Maynard Potter moved, Dennis Lammey seconded, to approve the Financial Statement as reported. The motion carried.**

Liz Cresto

IDWR: Liz Cresto introduced Jennifer Cuhaciyon, and reported that Jennifer will be running the accounting and filling for her when she takes maternity leave. Liz then reviewed the Payette River Stored Water Supply Report. She stated that as of August 10, 2008, the accounted for storage was at 834,703af; the unaccounted for storage, water held in Black Canyon Reservoir, is 32,519af for a total storage available of 867,222af. The storage

usage including canals with 39,814, salmon water at 132,069 and evaporation loss of 7,520 totals 179,404 acre-feet of storage as of the August 10th date. Storage based on the accounting, which is 8678,222 AF less usage of 179,404 AF gives the result of 687,818, whereas the actual storage in the reservoir system equaled 689,561 acre-feet giving an averaging error of (1,743) AF, which is very close for a system of this size.

Watermaster's Report:

Vice-Chairman Standley asked Watermaster Ron Shurtleff to give his monthly report. Ron stated that the Payette River storage system is at 77% of capacity; he provided the teacup charts and reported that Cascade is 78% full and Deadwood is 72% full. He also displayed the charts for Cascade and Deadwood reservoirs which compared this years water levels to the last year and to the 30 year average. Ron explained the chart showing natural flow at the Horseshoe Bend reach and demonstrated how it is tracking very close to the 2006 year, and also how much better this 2008 year is when compared to last year when natural flow reached record lows. Ron concluded with the storage use accounting sheets for Black Canyon Irrigation District and Emmett Irrigation district and predicted that this 2008 season will end with very good carryover levels in the accounts of the irrigators

Cooperative Stream Gage Program:

For the board members information, Ron reported Sean Vincent, Hydrology Section Manager, IDWR had sent the invoice for the cooperative stream gage program for the Letha and Payette Gages, to cover the period of service starting July 1, 2008 continuing to June 30, 2009. Ron stated that the invoiced amount of \$14,204 fell within the budgeted amount, and that the invoice has been paid.

Cost Share:

Ron then gave a quick update on the Cost Share Incentive Program. He stated that five of the seven 2008 projects were now completed and funded for a total of \$86,935.08 to date. The Reed Ditch Company and Noble Ditch Elmore Check are still in progress. The Water Quality improvement projects for the Noble Ditch and Letha Irrigation as well as the Payette River Irrigation Office ArcGis mapping project will be funded as the request come in, probably in the next few months.

NWRA Conference:

Ron provided an email from the Idaho Water Users regarding the upcoming NWRA Annual Conference in San Diego, California on November 19-21, 2008. Ron asked for the board's approval to attend this conference as well as any other members that might be interested in going. Dennis Heaps stated that he and other members of the Black Canyon Irrigation District plan to attend the conference. Dennis asked if the Water District 65 would be sending its chairman again this year. **Maynard Potter moved, Dennis Lammey seconded, to approve Ron Shurtleff and Chairman, Dan Surmeier to attend the 2008 NWRA Conference in San Diego on November 19-21, 2008. The motion carried.**

Federal Surplus:

Ron reported to the board about his interest in the Idaho Federal Surplus Property program. An application for eligibility must be completed, if approved we would be able

to apply for excess office equipment to include computers that become obsolete at other agencies including the Bureau of Reclamation. Ron stated that he specifically interested in picking up a good serviceable computer to use exclusively as a water control base station to be accessed via the internet. Ron explained the system using PC anywhere is in use in the office however the current computer is not sufficient to accomplish the tasks reliably. Ron asked if there was any objection to his filling out the paperwork that would give the district access to the surplus property. There were no objections to Ron's request.

September

Meeting:

Ron suggested that since there is no pressing business that needs attention during the month of September it may be possible to skip that monthly meeting. It was the general consensus of the members that it would not be necessary to hold a meeting in September and that the next meeting will be scheduled for October 13, 2008.

Other

Business:

Vice-Chairman Standley asked if there was any additional business that should be brought before this board. Dennis Heaps mentioned that he had provided Ron with a copy of the September 29, 1949 Farm Journal. The entire issue back in 1949 had been devoted to the history of the Black Canyon Irrigation District project. Copies of the Journal have been reprinted for the upcoming 100th Anniversary of Black Canyon Project. Dennis invited everyone to read the articles and Dennis said he has made additional copies if anyone who is interested and they may be purchased for \$10 each.

Vice-Chairman Standley again asked if there was any further business, and seeing none, the meeting was adjourned.

Respectfully submitted

Jamie White, Recording Secretary

Dan Surmeier, Chairman

Water District No. 65
Balance Sheet
 As of September 30, 2008

	Sep 30, 08
ASSETS	
Current Assets	
Checking/Savings	
Checking - Water District	1,954.88
State Treasurer	1,146,693.73
Total Checking/Savings	1,148,648.61
Accounts Receivable	
A/R - Assessments	601.60
Acct. Rec. - Rental Pool	120.97
Total Accounts Receivable	722.57
Total Current Assets	1,149,371.18
Fixed Assets	
Office Equipment	18,267.72
Field Equipment	13,210.33
Vehicles	25,916.00
Total Fixed Assets	57,394.05
TOTAL ASSETS	1,206,765.23
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Payroll Liabilities	
Federal Withholding	399.00
FICA	
Company FICA	269.28
Employee FICA	269.28
Total FICA	538.56
Medicare	
Company Medicare	62.97
Employee Medicare	62.97
Total Medicare	125.94
State Withholding	196.00
SUI	26.74
Total Payroll Liabilities	1,286.24
Printing Expense Payable	918.72
Payable to Lessor - In Basin	2.00
Payable - Lessor-Out of Basin	767,000.00
Payable to IDWRB - Fees	78,000.20
Total Other Current Liabilities	847,207.16
Total Current Liabilities	847,207.16
Total Liabilities	847,207.16
Equity	
Equity - Equipment	57,394.05
Retained Earnings	252,321.81
Net Income	49,842.21
Total Equity	359,558.07
TOTAL LIABILITIES & EQUITY	1,206,765.23

12:23 PM
 09/30/08
 Accrual Basis

Water District No. 65
Profit & Loss
 January through September 2008

	Jan - Sep 08
Ordinary Income/Expense	
Income	
Interest Income	14,212.46
Assessment Revenue	59,751.68
Administrative Fee Revenue	
Admin. Fees - In Basin	1.00
Admin. Fees - Out of Basin	177,388.00
Total Administrative Fee Revenue	177,389.00
Total Income	251,353.14
Expense	
Payroll Expenses	
Salary - Watermaster	39,088.53
Payroll Taxes	
Company FICA Expense	2,423.49
Company Medicare Expense	566.78
Company Fed Unemployment Tax	56.00
Company State Unemployment Ta	140.52
Total Payroll Taxes	3,186.79
Benefits - Medical Insurance	4,515.09
Benefits - Retirement	3,908.88
Total Payroll Expenses	50,699.29
Office Rent	5,175.00
Office Assistance	3,600.00
Postage and Delivery	583.75
Postage Reimburasal Account	0.00
Office Supplies	2,432.41
Telephone	1,002.68
Professional Fees	
Accountant Fees	2,480.00
Professional Fees - Other	750.00
Total Professional Fees	3,230.00
Oper. & Maint. - River Gage	14,204.00
Automobile and Mileage	3,871.80
Dues and Subscriptions	784.75
Water Education	
Contributions	1,750.00
Total Water Education	1,750.00
Internet Services	239.50
Computer Repairs	119.73
Travel and Training	
IWUA Convention Expense	1,465.00
Meals and Lodging	1,602.31
Training Expense	1,323.00
Travel	586.02
Total Travel and Training	4,976.33
Repairs and Maintenance	
Equipment Repairs	91.90
Total Repairs and Maintenance	91.90
Workman's Comp Insurance	399.00
Interest Expense	
Interest Exp.- Rental Pool	10,372.28
Total Interest Expense	10,372.28
Insurance	500.00
Miscellaneous	192.87
Equip. Purchases, Office & Field	1,214.94

12:23 PM
09/30/08
Accrual Basis

Water District No. 65
Profit & Loss
January through September 2008

	<u>Jan - Sep 08</u>
Cost - Share Incentive Prog. Water Management	96,042.38
Total Cost - Share Incentive Prog.	96,042.38
Meeting Expenses	28.32
Total Expense	<u>201,510.93</u>
Net Ordinary Income	<u>49,842.21</u>
Net Income	<u><u>49,842.21</u></u>

State Water District No 65

Payette River Basin, State of Idaho

Dan Surmeier, Chairman
Jim Standley, Vice Chairman
Doyle Fackler, Secretary
Ron Shurtleff, Watermaster

102 North Main Street
Payette, Idaho 83661

Phone: 208 642-4465
Fax: 208-642-1042
Email:waterdist65@srvinet.com

NOTICE OF ADVISORY BOARD MEETING

July 14, 2008

8:00 P.M.

July 3, 2008

Mr. John Westra
2735 Airport Road
Boise, ID 83705

Dear Mr. Westra,

The Advisory Board of State Water District No. 65 will meet on **Monday, July 14th at 8:00 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 June, 2008 Minutes***
- ***Review to Approve Financial Statement***
- ***Reservoir Status Reports and Flow Augmentation Report***
- ***Natural Flow Predictions***
- ***Rental Pool Lease Update***
- ***Improvement Projects update***
- ***Any other business to be brought before the board***

PLEASE NOTE: Summer Meeting Time! 8:00 PM

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 included in this mailing.

I look forward to seeing you at the meeting on **July 14, 2008**, in the Payette River Irrigation Office.

Sincerely,

Ron Shurtleff

State Water District No 65

Payette River Basin, State of Idaho

Dan Surmeier, Chairman
Jim Standley, Vice Chairman
Doyle Fackler, Secretary
Ron Shurtleff, Watermaster

102 North Main Street
Payette, Idaho 83661

Phone: 208 642-4465
Fax: 208-642-1042
Email: waterdist65@srvinet.com

NOTICE OF ADVISORY BOARD MEETING

June 9, 2008

8:00 P.M.

RECEIVED

JUN 02 2008

WATER RESOURCES
WESTERN REGION

May 30.2008

Mr. John Westra
2735 Airport Road
Boise, ID 83705

Dear Mr. Westra,

The Advisory Board of State Water District No. 65 will meet on **Monday, June 9th at 8:00 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 May, 2008 Minutes***
- ***Review to Approve Financial Statement***
- ***Reservoir Status Reports***
- ***Runoff and Natural Flow Predictions***
- ***Rental Pool Lease Update***
- ***Improvement Projects update***
- ***Any other business to be brought before the board***

PLEASE NOTE: 8:00 PM, Summer Meeting Time!

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 included in this mailing.

I look forward to seeing you at the meeting on **June 9, 2008**, in the Payette River Irrigation Office.

Sincerely,

Ron Shurtleff

Payette River Basin, State of Idaho

Water District No. 65

Chairman: Dan Surmeier
Vice Chairman: Jim Standley
Secretary: Doyle Fackler

102 North Main Street
Payette, Idaho 83661

Phone: 208-624-4465
Fax: 208-642-1042
E-Mail: waterdist65@srvinet.com
Watermaster: Ron Shurtleff

Regular Board Meeting

- Date:** June 9, 2008
- Time:** 8:00 p.m.
- Location:** Payette River Irrigation Office, 102 N. Main, Payette, Idaho
- Attending:** Dennis Lammey, Jim Standley, Joy Sisler, Dan Surmeier, Marcia Herr, Weldon Bastian, Dennis Heaps, Doyle Fackler, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White
- Guests:** Jerrold Gregg, USBR, Snake River Area Manager and Liz Cresto, Idaho Department of Water Resources
- Agenda:** Chairman Dan Surmeier called the meeting to order and asked if there were any additions or changes that should be made to the agenda. **Dennis Lammey moved and Jim Standley seconded to approve the agenda as presented. The motion carried.**
- Minutes:** The minutes of the May 31, 2008, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members if there were any additions or corrections to make to the minutes. **Dennis Lammey moved and Jim Standley seconded to approve the minutes of May 12, 2008, meeting. The motion carried.**
- Financial:** Chairman Surmeier asked Ron Shurtleff to review the financial statement for the district. Ron reported a checking account balance of \$5,965.98 and a balance in the State Treasury Fund of \$196,944.36 resulting in a checking and savings total of \$202,910.34. Ron reported accounts receivable of \$1,770.57. Total fixed assets remained at \$57,394.05, including office equipment, field equipment and the district vehicle. The total assets for the district as of June 9, 2008, equal \$262,074.96. Ron also read the profit and loss report for the first part of 2008 which indicates a total income of \$72,715.77. He stated that we are progressing as expected. Chairman Surmeier asked if there were any question. **Dennis Lammey moved and Doyle Fackler seconded to approve the Financial Statement as reported. The motion carried.**
- Liz Cresto**
IDWR: Liz Cresto presented the Payette River Stored Water Supply Report. She stated that as of June 8, 2008, the accounted for storage was at 834,703af; the unaccounted for storage is 176,685af for a total storage available of 1,011,388af. The total storage used including canals, pumps, flood control and evaporation is 197,519af with an averaging error of negative 14,556af. She also reported that all the reservoirs are filled on paper at this time.

USBR

JerrolGregg:

Mr. Jerrold Gregg reported that at this time, the water outlook for the Snake River Basin is quite good. He also reported that the Bureau is staying in place with their request for 165,000 AF of flow augmentation water from the Payette Basin. He will get with Ron finalized the figures and then instruct Gail McGarry to draft the contracts. Mr. Gregg then reported that NOAA Fisheries Service released the final drafts for the new Endangered Species Act Biological Opinions. This is the result of the Remand order for the 2004 Biological Opinions of the Federal Columbia River Power System and the Upper Snake River. These opinions describe the operation of 19 Bureau of Reclamation Projects in the Columbia and Snake River Basins. The documents were released on May 5, 2008 and even though they have been approved by NOAA Fisheries and the US Fish and Wildlife Service it is expected that there is soon to be a law suit filed challenging these new standards of operation.

Watermaster's

Report:

Chairman Surmeier asked Watermaster Ron Shurtleff to give his monthly report. Ron presented several Snotel site charts and reported that some of those sites still had a snowpack on them. He also provided the teacup charts and reported that the Payette River system is at 96% of capacity. Cascade is 95% full and Deadwood is 101% full.

Ron then gave an updated report on the Cost Share Incentive Program. He stated that 2007 projects are complete and finalized. Ron said he would be issuing the final payments in the near future. He also stated the 2008 projects are progressing very well but that there are no new developments since the last report

Ron reported that he is conducting a tour of the Payette Basin on June 18th. The tour is for Idaho Department of Water Resources personnel from the Water Rights Division. Ron said that he will be asking some of the Canal Managers for assistance during the tour.

Stormwater

Seminar:

Ron provided information regarding the upcoming Current Issues in Stormwater Regulation in Idaho Seminar that will be held on August 27, 2008, at the Red Lion Hotel in Boise. Critical issues on the agenda include Stormwater Permitting and Management, Waters of the U.S., Engineering Aspects of Stormwater Management, and Water Supply and Reuse. Ron stated that some of the benefits of attending this seminar would be to make sense of the controversies regarding water supply and reuse, find out what we need to know about treatment methods and enforcement, discover how Idaho water law and the Clean Water Act will affect us, effective strategies for handling urban drainage and get up to speed on emerging stormwater allocation issues. **Moved by Marcia Herr and seconded by Dennis Lammey to authorize Ron Shurtleff to attend the Stormwater Regulation Seminar on August 27, 2008. Passed.**

It was also discussed that this subject be brought up again at the July meeting to see if any other members would be interested in attending.

John Keys
Memorial

Contribution: Ron provided information for the memorial service for Mr. John Keys that will be held on Wednesday, June 11, 2008 at The Cathedral of the Rockies in Boise. Contributions in lieu of flowers can be made to the "John W. Keys III Benefit Memorial Fund" which will then be distributed to organizations and causes near to John's heart, such as their daughter Jennifer's memorial scholarship fund, CAST, Angel Flight and the local Moab Search & Rescue. **Moved by Dennis Lammey and seconded by Joy Sisler to contribute \$100 to the John Keys Memorial Fund. The motion carried.**

Adjournment: Chairman Surmeier asked if there were any additional business items that should be brought before the board, hearing none he declared the meeting adjourned.

Respectfully submitted

Jamie White, Recording Secretary

Dan Surmeier, Chairman

Water District No. 65
Balance Sheet
 As of July 3, 2008

	Jul 3, 08
ASSETS	
Current Assets	
Checking/Savings	
Checking - Water District	3,459.09
State Treasurer	184,944.36
Total Checking/Savings	188,403.45
Accounts Receivable	
A/R - Assessments	803.20
Acct. Rec. - Rental Pool	120.97
Total Accounts Receivable	924.17
Total Current Assets	189,327.62
Fixed Assets	
Office Equipment	18,267.72
Field Equipment	13,210.33
Vehicles	25,916.00
Total Fixed Assets	57,394.05
TOTAL ASSETS	246,721.67
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Payroll Liabilities	
Federal Withholding	399.00
FICA	
Company FICA	269.28
Employee FICA	269.28
Total FICA	538.56
Medicare	
Company Medicare	62.98
Employee Medicare	62.98
Total Medicare	125.96
SUI	-0.06
Total Payroll Liabilities	1,063.46
Printing Expense Payable	918.72
Payable to Lessor - In Basin	2.00
Payable to IDWRB - Fees	0.20
Total Other Current Liabilities	1,984.38
Total Current Liabilities	1,984.38
Total Liabilities	1,984.38
Equity	
Equity - Equipment	57,394.05
Retained Earnings	252,321.81
Net Income	-64,978.57
Total Equity	244,737.29
TOTAL LIABILITIES & EQUITY	246,721.67

Water District No. 65
Profit & Loss
January 1 through July 3, 2008

	Jan 1 - Jul 3, 08
Ordinary Income/Expense	
Income	
Interest Income	12,963.09
Assessment Revenue	59,751.68
Administrative Fee Revenue	
Admin. Fees - In Basin	1.00
Total Administrative Fee Revenue	1.00
Total Income	72,715.77
Expense	
Payroll Expenses	
Salary - Watermaster	26,059.02
Payroll Taxes	
Company FICA Expense	1,615.66
Company Medicare Expense	377.86
Company Fed Unemployment Tax	56.00
Company State Unemployment Tax	113.72
Total Payroll Taxes	2,163.24
Benefits - Medical Insurance	2,430.06
Benefits - Retirement	2,605.92
Total Payroll Expenses	33,258.24
Office Rent	3,450.00
Office Assistance	2,400.00
Postage and Delivery	529.22
Postage Reimburasal Account	0.00
Office Supplies	1,521.04
Telephone	656.66
Professional Fees	
Accountant Fees	2,480.00
Professional Fees - Other	607.50
Total Professional Fees	3,087.50
Automobile and Mileage	2,541.54
Dues and Subscriptions	538.54
Water Education	
Contributions	750.00
Total Water Education	750.00
Internet Services	124.75
Computer Repairs	119.73
Travel and Training	
IWUA Convention Expense	385.00
Meals and Lodging	622.31
Training Expense	690.00
Total Travel and Training	1,697.31
Repairs and Maintenance	
Equipment Repairs	75.94
Total Repairs and Maintenance	75.94
Workman's Comp Insurance	207.00
Interest Expense	
Interest Exp.- Rental Pool	10,372.28
Total Interest Expense	10,372.28
Insurance	500.00
Miscellaneous	192.87
Equip. Purchases, Office & Field	1,214.94
Cost - Share Incentive Prog.	
Water Management	74,428.46
Total Cost - Share Incentive Prog.	74,428.46

6:12 PM
07/03/08
Accrual Basis

Water District No. 65
Profit & Loss
January 1 through July 3, 2008

RECEIVED

JUL 07 2008

WATER RESOURCES
WESTERN REGION

	Jan 1 - Jul 3, 08
Meeting Expenses	28.32
Total Expense	137,694.34
Net Ordinary Income	-64,978.57
Net Income	<u>-64,978.57</u>

RECEIVED

MAY 06 2008

WATER RESOURCES
WESTERN REGION

Phone: 208-642-4465

Fax: 208-642-1042

Email: waterdist65@srvinet.com

State Water District No 65

Payette River Basin, State of Idaho

102 North Main Street

Payette, Idaho 83661

Dan Surmeier, Chairman
Jim Standley, Vice Chairman
Doyle Fackler, Secretary
Ron Shurtleff, Watermaster

NOTICE OF ADVISORY BOARD MEETING

May 12, 2008

8:00 P.M.

May 12, 2008

Mr. John Westra
2735 Airport Road
Boise, ID 83705

Dear Mr. Westra,

The Advisory Board of State Water District No. 65 will meet on **Monday, May 12th at 8:00 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 April, 2008 Minutes***
- ***Review to Approve Financial Statement***
- ***Snotel and Reservoir Status Reports***
- ***Runoff and Natural Flow Predictions***
- ***Rental Pool Lease Opportunities***
- ***Projects update***
- ***Any other business to be brought before the board***

PLEASE NOTE: 8:00 PM, Summer Meeting Time!

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 included in this mailing.

I look forward to seeing you at the meeting on **May 12, 2008**, in the Payette River Irrigation Office.

Sincerely,

Ron Shurtleff

 **State Water District No 65** 

Dan Surmeier, Chairman
Jim Standley, Vice Chairman
Doyle Fackler, Secretary
Ron Shurtleff, Watermaster

Payette River Basin, State of Idaho
102 North Main Street
Payette, Idaho 83661

Phone: 208 642-4465
Fax: 208-642-1042
Email: waterdist65@srvinet.com

NOTICE OF ADVISORY BOARD MEETING

April 14, 2008

8:00 P.M.

April 4, 2008

Mr. John Westra
2735 Airport Road
Boise, ID 83705

Dear Mr. Westra,

The Advisory Board of State Water District No. 65 will meet on **Monday, April 14th at 8:00 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 March, 2008 Minutes*
- *Review to Approve Financial Statement*
- *Snotel and Reservoir Status Reports*
- *Runoff and Streamflow Reports*
- *Rental Pool Lease Opportunities*
- *Projects update*
- *CR 10X Training in Logan, UT Report*
- *Any other business to be brought before the board*

PLEASE NOTE: 8:00 PM, Summer Meeting Time!

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 included in this mailing.

I look forward to seeing you at the meeting on **April 14, 2008**, in the Payette River Irrigation Office.

Sincerely,

Ron Shurtleff

RECEIVED

MAY 06 2008

WATER RESOURCES
WESTERN REGION

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

Chairman: Dan Surmeier
Vice Chairman: Jim Standley
Secretary: Doyle Fackler

102 North Main Street
Payette, Idaho 83661

Phone: 208-624-4465
Fax: 208-642-1042
E-Mail: waterdist65@srvinet.com
Watermaster: Ron Shurtleff

Regular Board Meeting

- Date:** April 14, 2008
Time: 8:00 p.m.
Location: Payette River Irrigation Office, 102 N. Main, Payette, Idaho
- Attending:** C. Eugene Parks, Dan Surmeier, Jim Standley, Chuck Pollock, Dick Hamilton, Chad Henggeler, Doyle Fackler, Ron Mio, Michael McEvoy, Dennis Lammey, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White
- Guests:** Jerrold Gregg, Snake River, Area Manager and Brian Sauer, Conservation Engineer, USBR
- Agenda:** Chairman Dan Surmeier called the meeting to order and asked if there were any additions or changes that should be made to the agenda. Ron Shurtleff mentioned that the Canal Safety Awareness Request needed to be added to the agenda. **Jim Standley moved to add the Safety Awareness Request to the agenda and approve as presented. Mike McEvoy seconded the motion and the motion carried.**
- Minutes:** The minutes of the March 10, 2008, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members if there were any additions or corrections to make to the minutes. **Ron Mio moved and Gene Parks seconded to approve the minutes of March 10, 2008 meeting. The motion carried.**
- Financial:** Chairman Surmeier asked Ron Shurtleff to review the financial statement for the district. Ron reported a checking account balance of \$4,621.89 and a balance in the State Treasury Fund of \$220,735.88 resulting in a checking and savings total of \$225,357.77. Ron reported accounts receivable of \$1,555.37. Total fixed assets remained at \$57,394.05, including office equipment, field equipment and the district vehicle. The total assets for the district as of April 14, 2008, equal \$284,307.19. Ron also read the profit and loss report for the first part of 2008 which indicates a negative income of \$33,371.02. He stated that we are progressing as expected. Chairman Surmeier asked if there were any question. **Gene Parks moved, Michael McEvoy seconded to approve the Financial Statement as reported. The motion carried.**
- USBR**
Brian Sauer: Mr. Brian Sauer reported that the Payette storage reservoirs were currently at 59% of capacity and the Boise Basin's reservoirs were at 56%. Brian reviewed the Snotel Charts of the watershed areas with the years 2007, 2006 and 1993. He reported that Cozy Cove had lost approximately an inch this last weekend. The Payette River runoff forecast for Horseshoe Bend is at 105% of normal, he also displayed charts indicating that the runoff

projections for Deadwood is at 105% and Cascade Reservoir is expected to be 110%. Brian mentioned that this year they will not be using the spillways at Deadwood but instead intend to release water from the bottom of the dam, through the tubes. They are anticipating that by releasing water of lower temperature the migration of the Bull Trout might be disrupted less. Mr. Sauer also mentioned that they will begin leveling off the release rates to prepare for run-off. Brian also stated he is still accepting applications for the water conservation projects but that this is the last chance to submit applications for 2008. The deadline is April 30th.

Brian also reported that there is a renewed interest in installing another Generation Unit at Black Canyon Dam. He said that funding is being earmarked for the project and that if it becomes a reality the new unit would become the primary generator and two original generators would then be used as supplemental units.

Dennis Lammey joined the meeting at this time.

USBR

Jerrold Gregg: Mr. Jerrold Gregg reported that the Bureau of Reclamation will be able to achieve the 427,000 AF of stored water for flow augmentation. And the 60,000 AF of natural flow will be used to meet the 487,000 AF level of total flow augmentation requested from the Upper Snake. This is better than previously forecast because the eastern part of the state experienced a high yielding water month during March. The Bureau is confident that they should have no trouble meeting this target. Mr. Gregg said that the Bureau is planning to procure 160,000 AF from the Payette Basin. The Bureau intends to assign 95,000 AF of its uncontracted space and is hopeful that the irrigation storage contractors will be able to lease 65,000 AF. In addition Black Canyon Irrigation District will be expected to lease 2800 AF of stored water as agreed in the terms of their C-West Lateral, Water Conservation Project. This water will be in addition to the 160,000 AF request.

Watermaster's

Report: Chairman Surmeier asked Watermaster Ron Shurtleff to give his monthly report. Ron gave an update displaying the Snotel sites at several sites and stated that all are at or above average. He stated that because of colder than normal temperatures the run-off is being held to a later than normal timing this year. He also stated that even if it warms up quickly, it is predicted that there should not be any problems with flooding in the main streams however flooding could occur in a few local areas. Ron also pointed out that he had included the NRCS Water Supply Outlook Report in the information packets and invited the members to read the report if they wished to learn more about the current season's conditions.

Cost Share

Program: Ron continued into the Cost Share Incentive Program Report by showing several photos of the completed 2007 projects including the Woods Ditch Headgate and Flume project, the Reed Ditch drain crossing and divider box, the Brill Lateral project and Last Chance's Acoustic Doppler devise. The mounting pedestal for the recording devise is currently under construction. He also reported that he will be sending the \$50,000 cost share check to fund the Black Canyon Irrigation District's, C West Lateral, enclosure project.

Campbell
Scientific
Training:

Ron reported on the Campbell Scientific Company class he attended in Logan, Utah, April 1-3, 2008. He provided in the packets a sample of the programming he has been learning. Ron stated that the classes in Logan were very helpful and that it is essential to learn the basic programming structure in order to understand what is necessary to make a program perform properly. Ron said that he has successfully written a few simple programs and is now hopeful that he can move into the more complicated programs used in our automation sites. Ron reminded the members that the CR10X data loggers, like we are using, are now obsolete. They are replaced by the CR 1000, and unfortunately they program differently and we will need to also learn this programming procedure.

Ron also reported that all but two of our automation sites have been converted to land lines. One of the remaining will be converted in the near future and the other, the site at Lardo Dam will be converted to a digital cell phone service. A digital cell phone conversion is to be used at this site since a land line installation would result in long distance phone charges on all communication to the site.

Manwaring
Retirement:

Ron reported that the retirement dinner for Russ Manwaring was held on Saturday, April 12, 2008, at Louie's Restaurant in Meridian. Ron stated Mr. Manwaring has worked in the Natural Resource Conservation Service office in Emmett, specifically a grant writer for the West Central Highlands, Resource Conservation and Development program. Ron said that Russ has been very helpful in our basin and that he was instrumental in a few of our recent projects. Ron said that there was a large group that attended his retirement dinner and that Russ will be greatly missed.

Canal Safety:

Chairman Surmeier then asked Ron for the information regarding the Canal Safety Awareness request. Ron said that our district has contributed every year to this program and that this request makes up a part of our water education budget. Ron was not sure if our contribution level was \$500 or \$1000. **Dennis Lammey moved to contribute at the districts usual level to the Canal Safety Awareness Program, Jim Standley seconded, and the motion carried.**

Adjournment:

Chairman Surmeier asked if there were any additional business items that should be brought before the board, hearing none he declared the meeting adjourned.

Respectfully submitted

Jamie White, Recording Secretary

Dan Surmeier, Chairman

12:12 PM
05/05/08
Accrual Basis

Water District No. 65
Balance Sheet
As of May 5, 2008

	May 5, 08
ASSETS	
Current Assets	
Checking/Savings	
Checking - Water District	-1,042.34
State Treasurer	165,735.88
Total Checking/Savings	164,693.54
Accounts Receivable	
A/R - Assessments	49,121.08
Acct. Rec. - Rental Pool	124.17
Total Accounts Receivable	49,245.25
Total Current Assets	213,938.79
Fixed Assets	
Office Equipment	18,267.72
Field Equipment	13,210.33
Vehicles	25,916.00
Total Fixed Assets	57,394.05
TOTAL ASSETS	271,332.84
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Cost - Share Funds Payable	6,699.79
Payroll Liabilities	
Federal Withholding	399.00
FICA	
Company FICA	269.28
Employee FICA	269.28
Total FICA	538.56
Medicare	
Company Medicare	62.97
Employee Medicare	62.97
Total Medicare	125.94
State Withholding	203.00
SUI	18.43
Total Payroll Liabilities	1,284.93
Printing Expense Payable	1,238.72
Payable to Lessor - In Basin	2.00
Payable to IDWRB - Fees	0.20
Total Other Current Liabilities	9,225.64
Total Current Liabilities	9,225.64
Total Liabilities	9,225.64
Equity	
Equity - Equipment	57,394.05
Retained Earnings	252,321.81
Net Income	-47,608.66
Total Equity	262,107.20
TOTAL LIABILITIES & EQUITY	271,332.84

12:13 PM
 05/05/08
 Accrual Basis

Water District No. 65
Profit & Loss
 January 1 through May 5, 2008

RECEIVED

MAY 06 2008

WATER RESOURCES
 WESTERN REGION

	Jan 1 - May 5, 08
Ordinary Income/Expense	
Income	
Interest Income	11,754.61
Assessment Revenue	59,751.68
Administrative Fee Revenue	
Admin. Fees - In Basin	1.00
Total Administrative Fee Revenue	1.00
Total Income	71,507.29
Expense	
Payroll Expenses	
Salary - Watermaster	17,372.68
Payroll Taxes	
Company FICA Expense	1,511.43
Company Medicare Expense	251.90
Company Fed Unemployment Tax	56.00
Company State Unemployment Ta	75.37
Total Payroll Taxes	1,894.70
Benefits - Medical Insurance	1,040.04
Benefits - Retirement	1,302.96
Total Payroll Expenses	21,610.38
Office Rent	2,300.00
Office Assistance	1,600.00
Postage and Delivery	505.46
Postage Reimbursaal Account	0.00
Office Supplies	1,030.68
Telephone	440.30
Professional Fees	
Accountant Fees	2,480.00
Professional Fees - Other	337.50
Total Professional Fees	2,817.50
Automobile and Mileage	1,789.82
Dues and Subscriptions	500.00
Water Education	
Contributions	750.00
Total Water Education	750.00
Internet Services	99.80
Travel and Training	
IWUA Convention Expense	210.00
Meals and Lodging	247.78
Training Expense	690.00
Total Travel and Training	1,147.78
Repairs and Maintenance	
Equipment Repairs	62.00
Total Repairs and Maintenance	62.00
Workman's Comp Insurance	207.00
Interest Expense	
Interest Exp.- Rental Pool	10,372.28
Total Interest Expense	10,372.28
Insurance	500.00
Miscellaneous	92.87
Equip. Purchases, Office & Field	1,214.94
Cost - Share Incentive Prog.	
Water Management	72,046.82
Total Cost - Share Incentive Prog.	72,046.82

12:13 PM

05/05/08

Accrual Basis

Water District No. 65
Profit & Loss
January 1 through May 5, 2008

	<u>Jan 1 - May 5, 08</u>
Meeting Expenses	28.32
Total Expense	<u>119,115.95</u>
Net Ordinary Income	<u>-47,608.66</u>
Net Income	<u><u>-47,608.66</u></u>

State Water District No 65

Payette River Basin, State of Idaho
102 North Main Street
Payette, Idaho 83661

Dan Surmeier, Chairman
Jim Standley, Vice Chairman
Doyle Fackler, Secretary
Ron Shurtleff, Watermaster

Phone: 208 642-4465
Fax: 208-642-1042
Email: waterdist65@srvinet.com

February 29, 2008

RECEIVED

MAR 03 2008

WATER RESOURCES
WESTERN REGION

NOTICE OF ADVISORY BOARD MEETING

March 10, 2008

8:00 P.M.

Mr. John Westra,

The Advisory Board of State Water District No. 65 will meet on **Monday, March 10th at 8:00 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 February, 2008 Minutes*
- *Review to Approve Financial Statement*
- *Snotel and Reservoir Status Reports*
- *Runoff and Streamflow Predictions*
- *Cost share Projects update*
- *Campbell Scientific, Training 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 included in this mailing.

PLEASE NOTE:

8:00 PM, Spring / Summer Meeting Time!

I look forward to seeing you at the meeting on **March 10, 2008**, in the Payette River Irrigation Office.

Sincerely,

Ron Shurtleff

Payette River Basin, State of Idaho

Water District No. 65

Chairman: Dan Surmeier
Vice Chairman: Jim Standley
Secretary: Doyle Fackler

102 North Main Street
Payette, Idaho 83661

Phone: 208-624-4465
Fax: 208-642-1042
E-Mail: waterdist65@srvinet.com
Watermaster: Ron Shurtleff

Regular Board Meeting

- Date:** March 10, 2008
Time: 8:00 p.m.
Location: Payette River Irrigation Office, 102 N. Main, Payette, Idaho
- Attending:** Dennis Lammey, Marcia Herr, Jim Standley, Chad Henggeler, Dan Surmeier, Norman Collinsworth, Ron Mio, C. Eugene Parks, Maynard Potter, Fred Coburn, Doyle Fackler, Michael McEvoy and Watermaster, Ron Shurtleff
- Guests:** Jerrold Gregg, Snake River, Area Manager and Brian Sauer, Conservation Engineer, USBR
- Agenda:** Chairman Dan Surmeier called the meeting to order and asked if there were any additions or changes that should be made to the agenda. Ron Shurtleff mentioned that Jerrold Gregg from the Bureau of Reclamation was in attendance and should be given a place in the agenda. **Ron Mio moved to add a place in the agenda for Mr. Jerrold Gregg and also to approve the agenda. Maynard Potter seconded the motion and the motion carried.**
- Minutes:** The minutes of the February 11, 2008, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members if there were any additions or corrections to make to the minutes. **Dennis Lammey moved and Maynard Potter seconded to approve the minutes of February 11, 2008 meeting. The motion carried.**
- Financial:** Chairman Surmeier asked Ron Shurtleff to review the financial statement for the district. Ron reported a checking account balance of \$1,116.94 and a balance in the State Treasury Fund of \$228,538.64 resulting in a checking and savings total of \$229,655.58. Ron reported accounts receivable of \$1,565.37. Total fixed assets equal \$57,394.05, including office equipment, field equipment and the district vehicle. The total assets for the district as of February 11, 2008, equal \$288,647.00. Ron also read the profit and loss report for the first part of 2008 which indicates a negative income of \$30,989.63. Chairman Surmeier asked if there were any question. **Dennis Lammey moved, Ron Mio seconded to approve the Financial Statement as reported. The motion carried.**
- USBR**
Brian Sauer: Mr. Brian Sauer reported that the Payette storage reservoirs were currently at 64% of capacity and the Boise Basin's reservoirs were at 47%. Brian compared the snow conditions on the watershed areas with the years 2007, 2006 and 1993. He reported that the last few days had been dry and the snow water equivalent has decreased slightly since

his last report. The basin is currently at about 106% of normal, down from its high of 115% just a couple of weeks earlier. Brian displayed charts indicating that the runoff projections at the Horseshoe bend gage are expected to be near 109% of average. The Deadwood side of the basin is forecast to have a runoff of 104% and inflows to Cascade Reservoir is forecast near 109% of normal. Brian reported that he had ordered an increase in flow at Cascade Reservoir earlier today in order to gain additional space for flood control. He reported that by Friday he expects to have a total release of 1000 cfs at Cascade and will likely need higher flows to insure that there is sufficient capacity for the runoff. Brian displayed charts of the release rates for the 1993 and 1998 years at both Cascade and Deadwood reservoirs. He indicated that these are years with similar statistics that we might use to give an idea of what to expect with our current snow conditions. Brian concluded with a few charts giving an indication of what the experts are predicting for our temperature and precipitation forecast. The indications are that there is an even chance that precipitation will be similar to what is considered normal, while a slight chance that temperatures will be a little above the normal.

Brian mentioned that the Bureau continues to accept applications for conservation cost share projects and that this current sign up period will end April 30th. He stated that if you have a project it would be expedient to get an application in as soon as possible.

USBR

Jerrold Gregg: Mr. Jerrold Gregg reported that Judge Redden has granted an extension for the final draft of the FCRPS and the Upper Snake Biological Opinions from the March 18th deadline to May 5th. Mr. Gregg said that in light of this decision, the Bureau of Reclamation will operate its federal dams using the same procedures as the past few years. He also stated that Eastern Idaho is only blessed with a snow pack of near 95% of normal which is not enough to allow them to contribute to flow augmentation. In light of this fact the Bureau of Reclamation is not likely to try to meet the 487,000 AF target and the 60,000 AF of natural flow will be used to help reach the 427,000 AF level of flow augmentation. Mr. Gregg said that he is thinking that the Payette Basin might be asked to contribute 165,000 AF but that if there is any interest to contribute beyond that level the Bureau and the Watermaster should conduct careful calculations to insure the outcome would be comfortable and with no risk to water quality at Cascade Reservoir, or Carryover for the following season.

Watermaster's Report:

Chairman Surmeier asked Watermaster Ron Shurtleff to give his monthly report. Ron gave an update displaying the Snotel sites on the north fork and south fork sides of the basin. The charts indicate above normal Snow Water Equivalent (SWE) at all sites with the exception of the Banner site on the southeast side of the basin. Ron reported a current basin wide average SWE of 106%. He demonstrated what the SWE would equal if the weather stopped bringing precipitation to the watershed from this date forward. The indications are that the Payette would experience about 85% of a normal snow pack along with the Boise, and the Weiser Basin with its current snow load would end up with a 100% of normal snow pack if no more precipitation was received this spring. Ron gave a precipitation outlook for the next couple weeks that indicate that the temperatures are

expected to be below normal and precipitation is expected to be above normal looking ahead 8 to 14 days. Ron also pointed out that he had included the NRCS Water Supply Outlook Report in the information packets and invited the members to read the report if they wished to learn more about the current season's conditions.

**Cost Share
Program:**

Ron continued into the Cost Share Incentive Program Report by showing the list of 2007 projects and explained that there remain three projects that are in progress and are expected to be completed in the near future. The Woods Ditch Headgate and Flume project is progressing and will be complete and ready for water turn-in at the end of this month. Ron reported that the equipment for the Last Chance Ditch Company measurement project has arrived and will be installed as soon as possible. He further reported that the Brill Lateral a project on the Reed Ditch has part of the project complete and construction on the second and third stages will begin soon. Ron reminded the board that funding for these 2007 projects has been carried into the 2008 year as a payable and that when complete the entire amount will be applied to the projects.

Ron reported on progress with the 2008 program by reading down the list of the seven applications and reporting the status of each project. The Black Canyon Irrigation District project to enclose the C-West Lateral has the major part of the pipe installed however the smaller 15 inch pipe will not be installed until the end of this irrigation season. Ron said that when the supporting documents have been received concerning that project he will issue the requested payment. Ron reported the Lower Payette Ditch Co. Lower End Check #2 as nearly complete. Ron asked Norm Collinsworth how the Noble Ditch Co. Elmore Check was progressing and Norm reported that it is now complete and ready for operation.

**IWUA
Dues:**

Ron reported that he has been talking to Karen Edwards, secretary for the Idaho Water Users Association. Ron has submitted a list to IWUA of the entities that he believes would be appropriate to include in the dues payment program of the District. Ron reminded the members that the very small acreage accounts did not generate sufficient revenue for the Water Users Association and would produce a negative financial condition if included in the member list. The list that was submitted totaled approximately 130,000 acres, which amounts to 20,000 acres less than the total irrigated acres in the basin. Ron said that he will get the list finalized with IWUA and completed in the near future.

**PC 208
Training:**

Ron gave a report on the automation schooling that was provided by the Bureau of Reclamation. Shane Livingston, USBR conducted a class in the Regional Office of the Bureau of Reclamation in Boise, on March 3-5 Norman Collinsworth, Rod Frates, Ken Mineard and Ron Shurtleff from the Payette Basin attended and each person said that they received a lot of benefit from the classes and thought the time spent was very well invested. Ron further reported that it is important that the canal managers become self sufficient with the automation and relieve the need to rely on the expertise of the Bureau of Reclamation. Ron further reported that the CR10 X dataloggers that our district is

using is now obsolete, and the model that replaces it, the CR 1000 will require additional training. Ron concluded by saying that he is confident that there will be enough expertise in house in the near future and that we should be able to keep our systems serviced without the need for outside help.

Ron reported again as a reminder that he will be attending a class in Logan Utah April 1-3 offered by the Campbell Scientific company. Ron had planned to attend in March however the class was canceled and rescheduled for April.

Automation Sites:

Ron reported that all analog cell phone service to our automation sites has been discontinued. He reported that most of the conversions have changed to land lines and that some are being converted to radio communication. Ron explained that the automation site at Lardo Dam in McCall had to be converted to a Digital Cell Phone system, the Verizon Ravin100 at a cost of about \$870.00. The reason the site must stay cellular is because a land line would mean that all communication would be subject to a long distance charge. Ron has received the equipment and will install it as soon as conditions are favorable.

Laptop Computer:

Ron asked the members if they would allow the district to help purchase a new laptop computer for the recording secretary. The intention is to split the cost between the Payette River Irrigation Office and the Water District. Ron had investigated to learn how much may need to be invested and it appears that a sufficient laptop could be purchased for approximately \$1,300.00. **After some discussion, Marcia Herr moved to allow Ron to use a portion of the item labeled "Office and Field Equipment Purchases" in the budget to purchase a laptop computer in conjunction with the Payette River Irrigation Office. Maynard Potter seconded the motion and the motion carried.**

Adjournment: Chairman Surmeier asked if there were any additional business items that should be brought before the board, hearing none he declared the meeting adjourned.

Respectfully submitted

Ron Shurtleff, Watermaster

5:25 PM

04/04/08

Accrual Basis

RECEIVED
APR 5 9 30 AM
WESTERN REGION
WATER RESOURCE

Water District No. 65 Balance Sheet As of April 4, 2008

Apr 4, 08

ASSETS

Current Assets

Checking/Savings

Checking - Water District 4,257.87
State Treasurer 219,266.55

Total Checking/Savings 223,524.42

Accounts Receivable

A/R - Assessments 1,434.40
Acct. Rec. - Rental Pool 120.97

Total Accounts Receivable 1,555.37

Other Current Assets

201 - Undeposited Funds 10.00

Total Other Current Assets 10.00

Total Current Assets 225,089.79

Fixed Assets

Office Equipment 18,267.72
Field Equipment 13,210.33
Vehicles 25,916.00

Total Fixed Assets 57,394.05

TOTAL ASSETS 282,483.84

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Other Current Liabilities

Cost - Share Funds Payable 6,699.79

Payroll Liabilities

Federal Withholding 399.00

FICA

Company FICA 269.28

Employee FICA 269.28

Total FICA 538.56

Medicare

Company Medicare 62.98

Employee Medicare 62.98

Total Medicare 125.96

FUTA

State Withholding 203.00

SUI 80.78

Total Payroll Liabilities 1,403.30

Printing Expense Payable 1,238.72

Total Other Current Liabilities 9,341.81

Total Current Liabilities 9,341.81

Total Liabilities 9,341.81

Equity

Equity - Equipment 57,394.05

Retained Earnings 252,321.81

Net Income -36,573.83

Total Equity 273,142.03

TOTAL LIABILITIES & EQUITY 282,483.84

5:26 PM
04/04/08
Accrual Basis

Water District No. 65
Profit & Loss
January 1 through April 4, 2008

RECEIVED

APR 07 2008

WATER RESOURCES
WESTERN REGION
Jan 1 - Apr 4, 08

Ordinary Income/Expense	
Income	
Interest Income	10,285.28
Total Income	10,285.28
Expense	
Payroll Expenses	
Salary - Watermaster	13,029.51
Payroll Taxes	
Company FICA Expense	807.83
Company Medicare Expense	188.93
Company Fed Unemployment Tax	56.00
Company State Unemployment Ta	80.78
Total Payroll Taxes	1,133.54
Benefits - Medical Insurance	345.03
Benefits - Retirement	1,302.96
Total Payroll Expenses	15,811.04
Office Rent	1,725.00
Office Assistance	1,200.00
Postage and Delivery	305.46
Postage Reimbursasal Account	0.00
Office Supplies	1,031.49
Telephone	332.73
Professional Fees	
Accountant Fees	2,480.00
Professional Fees - Other	217.50
Total Professional Fees	2,697.50
Automobile and Mileage	1,446.03
Dues and Subscriptions	500.00
Water Education	690.00
Internet Services	51.90
Travel and Entertainment	
IWUA Convention Expense	210.00
Meals and Lodging	23.42
Total Travel and Entertainment	233.42
Workman's Comp Insurance	207.00
Interest Expense	
Interest Exp.- Rental Pool	10,372.28
Total Interest Expense	10,372.28
Insurance	500.00
Equip. Purchases, Office & Field	1,824.40
Cost - Share Incentive Prog.	
Water Management	7,902.54
Total Cost - Share Incentive Prog.	7,902.54
Meeting Expenses	28.32
Total Expense	46,859.11
Net Ordinary Income	-36,573.83
Net Income	-36,573.83

State Water District No 65

Payette River Basin, State of Idaho

102 North Main Street
Payette, Idaho 83661

Dan Surmeier, Chairman
Jim Standley, Vice Chairman
Doyle Fackler, Secretary
Ron Shurtleff, Watermaster

RECEIVED

FEB 05 2008

WATER RESOURCES
WESTERN REGION
Fax: 208-642-1042

Email: waterdist65@srvinet.com

February 4, 2008

NOTICE OF ADVISORY BOARD MEETING

February 11, 2008
7:00 P.M.

Mr. John Westra,

Its February already and now it is time to get another year underway. The Advisory Board of State Water District No. 65 will meet on **Monday, February 11th 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 December, 2007 Minutes*
- *Review to Approve Financial Statement*
- *Snotel and Reservoir Status Reports*
- *Runoff and Streamflow Predictions*
- *Cost share Applications Presented for Approval*
- *Discuss Advisory Board Representation*
- *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 included in this mailing.

PLEASE NOTE:
7:00 PM, Winter Meeting Time!

I look forward to seeing you at the meeting on **February 11, 2007**, in the Payette River Irrigation Office.

Sincerely,

Ron Shurtleff

Payette River Basin, State of Idaho

Water District No. 65

Chairman: Dan Surmeier
Vice Chairman: Jim Standley
Secretary: Doyle Fackler

102 North Main Street
Payette, Idaho 83661

Phone: 208-624-4465
Fax: 208-642-1042
E-Mail: waterdist65@srvinet.com
Watermaster: Ron Shurtleff

Regular Board Meeting

- Date:** February 11, 2008
- Time:** 7:00 p.m.
- Location:** Payette River Irrigation Office, 102 N. Main, Payette, Idaho
- Attending:** Marc Shigeta, Dennis Heaps, Dan Surmeier, Joy Sisler, Marcia Herr, Maynard Potter, Chuck Pollock, C. Eugene Parks, Doyle Fackler, Ron Mio, Dick Hamilton, Michael McEvoy, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White.
- Guests:** Liz Cresto, IDWR and Brian Sauer, USBR
- Agenda:** Chairman Dan Surmeier called the meeting to order and asked if there were any additions or changes that should be made to the agenda. **Joy Sisler moved, Doyle Fackler seconded to approve the agenda as presented. The motion carried.**
- Minutes:** The minutes of the December 10, 2007, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members to review the minutes for their approval. **Doyle Fackler moved and Joy Sisler seconded to approve the minutes of the December 10, 2007 meeting. The motion carried.**
- Financial:** Chairman Surmeier asked Ron Shurtleff to review the financial statement for the district. Ron reported a checking account balance of \$1,251.42 and a balance in the State Treasury Fund of \$241,045.98 resulting in a checking and savings total of \$242,297.40. Ron reported accounts receivable of \$1,884.09. Total fixed assets equal \$57,394.05, including office equipment, field equipment and the district vehicle. The total assets for the district as of February 11, 2008, equal \$301,575.54. Ron also read the profit and loss report for the first part of 2008 which indicates a negative income of \$21,762.69. Chairman Surmeier asked if there were any question. **Mike McEvoy moved, Maynard Potter seconded to approve the Financial Statement as reported. The motion carried.**
- IDWR Report:** Chairman Surmeier introduced Liz Cresto, Idaho Department of Water Resources and asked her to give her accounting report. Liz reported that she had been busy adding several more water rights to the accounting system. Although this means more paperwork for Ron, it will help narrow down all water users that are currently diverting water but not being assessed. She explained that when the users divert water without reporting it, appears like the water never existed, it affects the natural flow and causes the later water rights owners to go on storage earlier.

USBR

Report:

Brian Sauer, Conservation Specialist for the Bureau of Reclamation presented a water supply outlook for the Payette River in 2008. Mr. Sauer reported the status of the storage reservoirs in the Payette and Boise basins at 42% and 63% respectively. Cascade Reservoir is currently at 67% of capacity and Deadwood at 43%. He also provided several charts of Snotel sites including Banner Summit, Big Creek Summit, Deadwood Summit and Sesech Summit, all sites were well on track with last year or above. He then reported the runoff predictions for Payette River at Horseshoe Bend at 115% of average. Deadwood Reservoir Inflows were 114% of average and Cascade 113%. He also reported that the three month outlook for temperature in our area is indicating an equal chance of above or below normal while precipitation is predicted to be above normal.

Brian also stated that as of this date, water conservation funding is still available until April, if anyone is interested in applying; applications need to be submitted as soon as possible.

Watermaster's

Report:

Chairman Surmeier asked Watermaster Ron Shurtleff to give his monthly Watermaster's Report. He stated he would not have spend time duplicating information that Brian had reported but did show the usual reservoir charts indicating the Reservoir Storage for Lake Cascade not too far below where is was at this date last year however Deadwood is well below it's last years above normal level. In the packet, he included two new Snotel sites; Long Valley and Van Wyck, they have not been in existence long enough to have generated a 30 year average but when compared to last years Snow Water Equivalent, these sites are well above that level.

Cost Share

Program:

Ron directed the members to the page in the packet that listed the seven cost share projects presented for funding requests in the 2008 cost share incentive program. The list included the following projects and funding requests. Ron said that all to the projects have been evaluated to fit the District's criteria and he would recommend that they receive funding. Ron also said he had spoken to Rick York in regard to the Noble Ditch Co., Elmore Check just before the meeting. Mr. York stated that the original request may be insufficient due to cost increases that have occurred since the date of the application he asked to add \$2,000 to his cost share assistance request for that project. Ron demonstrated that the budget does not have sufficient funding to grant the entire increase, but suggested that the Elmore Check be awarded the available \$1,374 and if any monies are released during the year that they could be applied to that project.

Facility Improvement Projects

1. Black Canyon Irr. Dist.	C-West Enclosure & Re-route	\$ 50,000.00
2. Lower Payette Ditch	Lower-end Check #2	\$ 12,025.21
3. Reed Ditch Company	Trash Rack at Little Rock Rd X'ing	\$ 3,000.00
4. Reed Ditch Company	Brill Lateral-Control & Measurement	\$ 7,500.00
5. Noble Ditch Company	Elmore Check Gate	\$ 5,000.00
6. Lower Payette Ditch Company	#3 Lower-end Check Structure	\$ 20,000.00
7. WD65/Last Chance	Acoustic Doppler Flow Series 3	\$ 1,100.00
	Total Application Requests	\$ 98,625.21

Water Quality Improvement Projects

1. Noble Ditch Company	Water Quality Testing	\$ 1,245.00
2. Payette River Irr. Office	ArcGis Mapping Project	\$ 1,000.00
3. Letha Irrigation & Water	Water Quality Testing	\$ 1,245.00
	Total Application Requests	<u>\$ 3,490.00</u>

After careful consideration Chuck Pollock moved to approve the seven Facility Improvement Projects including the increase to the Elmore Check project and to allow any released monies to be awarded up to \$2,000 to that project, also to approve the three Water Quality Improvement requests. The motion was seconded by Mike McEvoy, and the motion carried.

Deadwood

Study:

Ron reported that a sedimentation study was completed on the Deadwood Reservoir and he will provide a copy to anyone that may be interested in reading it. He stated that it was discovered the original 1930 survey was most likely incorrect and the reservoir never did have the 161,900 acre feet capacity as reported. Ron said the measurements to generate the contour below the water surface used a form Sonar and GPS and the above water areas were similar. The survey generated over 4 million reference points and the Bureau of Reclamation is confident that this most recent measurement is accurate and correct. The study indicated a maximum capacity of 153,500 acre feet. Ron also stated that the report is actually reassuring news since the change in content was caused very little by sedimentation but mostly from the discrepancy between the old and new measurements. This indicates that the Reservoir should have a long life span.

Advisory

Board:

Ron brought up a question that was raised after the annual meeting regarding regular members and alternates for the Advisory Board. Ron stated that he finds evidence that originally each water delivery entity possessed one regular member and many also had one alternate. Discussion ensued on the proper voting procedures and the duties of the Nominating Committee. Questions were raised whether there needed to be alternate members chosen to represent each company. Ron asked the members present to think about this and he will research further and try to learn of the District's original intended criteria for representation. Ron explained that any changes in procedure should be handled at next year's annual meeting.

IWUA

Dues:

Ron then reported on a meeting that will be held with himself and Norm Semanko and Karen Edwards of the Idaho Water Users Association. He stated that they were going to work out the logistics on just how to implement paying IWUA annual dues through the Water District 65. Ron pointed out that many of the small acreages would generate more expense to IWUA than dues would generate. This could defeat their purpose if it cost more in mailing and materials than the dues could bring in. It is going to be a learning experience for IWUA and the District and the end result may need to turn out a bit differently than originally proposed. Ron will report back when he and Karen have the details worked out.

Automation

Sites:

Ron reported that all analog cell phone service will be discontinued at the end of this month. All automation sites now on analog cell phones will now require digital cell phone service or need to be converted to a land line or radio system. Ron provided a price quote as of February 7, 2008, for the analog to digital cell phone conversion. The Verizon Ravin100 system is approximately \$855.00 for each complete automation site converted.

CR10X

Training:

Ron reported on a CR10X Program Training thru Shane Livingston at the USBR. He stated that it is further training for the automation sites and will be held sometime in March at the USBR Computer Lab in Boise. The exact dates are still pending and Ron suggested that anyone interested in attending to please contact him immediately.

Campbell

Training:

Ron also stated that he will be attending a training seminar at Campbell Scientific in Logan, Utah on April 1-3, 2008. The costs of the class will be \$690 and there will be three hotel nights. All members unanimously agreed to have Ron attend.

Kansas City:

Ron reported on an upcoming Kansas City trip on May 14-16, 2008, to help move his daughter back to this area. No objections were made.

Adjournment:

Secretary Dan Surmeier asked if there were any additional business items that should be brought before the board, hearing none he declared the meeting adjourned.

Respectfully submitted

Ron Shurtleff, Watermaster

Jamie White, Recording Secretary

Water District No. 65
Balance Sheet
 As of February 29, 2008

	Feb 29, 08
ASSETS	
Current Assets	
Checking/Savings	
Checking - Water District	2,952.27
State Treasurer	228,538.64
Total Checking/Savings	231,490.91
Accounts Receivable	
A/R - Assessments	1,444.40
Acct. Rec. - Rental Pool	120.97
Total Accounts Receivable	1,565.37
Other Current Assets	
201 - Undeposited Funds	32.00
Total Other Current Assets	32.00
Total Current Assets	233,088.28
Fixed Assets	
Office Equipment	18,267.72
Field Equipment	13,210.33
Vehicles	25,916.00
Total Fixed Assets	57,394.05
TOTAL ASSETS	290,482.33
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Cost - Share Funds Payable	7,508.71
Payroll Liabilities	
Federal Withholding	399.00
FICA	
Company FICA	269.27
Employee FICA	269.27
Total FICA	538.54
Medicare	
Company Medicare	62.97
Employee Medicare	62.97
Total Medicare	125.94
FUTA	56.00
State Withholding	203.00
SUI	53.86
Total Payroll Liabilities	1,376.34
Printing Expense Payable	1,238.72
Total Other Current Liabilities	10,123.77
Total Current Liabilities	10,123.77
Total Liabilities	10,123.77
Equity	
Equity - Equipment	57,394.05
Retained Earnings	252,321.81
Net Income	-29,357.30
Total Equity	280,358.56
TOTAL LIABILITIES & EQUITY	290,482.33

3:24 PM
02/29/08
Accrual Basis

Water District No. 65
Profit & Loss
January through February 2008

	Jan - Feb 08
Ordinary Income/Expense	
Income	
Interest Income	7,057.37
Total Income	7,057.37
Expense	
Payroll Expenses	
Salary - Watermaster	8,686.34
Payroll Taxes	
Company FICA Expense	538.55
Company Medicare Expense	125.95
Company Fed Unemployment Tax	56.00
Company State Unemployment Ta	53.86
Total Payroll Taxes	774.36
Benefits - Retirement	868.64
Total Payroll Expenses	10,329.34
Office Rent	1,150.00
Office Assistance	800.00
Postage and Delivery	277.76
Postage Reimburasal Account	0.00
Office Supplies	644.43
Telephone	225.46
Professional Fees	
Accountant Fees	2,480.00
Professional Fees - Other	135.00
Total Professional Fees	2,615.00
Automobile and Mileage	1,222.05
Dues and Subscriptions	500.00
Internet Services	51.90
Travel and Entertainment	
IWUA Convention Expense	210.00
Total Travel and Entertainment	210.00
Workman's Comp Insurance	207.00
Interest Expense	
Interest Exp.- Rental Pool	10,372.28
Total Interest Expense	10,372.28
Insurance	500.00
Equip. Purchases, Office & Field	1,824.40
Cost - Share Incentive Prog.	
Water Management	5,456.73
Total Cost - Share Incentive Prog.	5,456.73
Meeting Expenses	28.32
Total Expense	36,414.67
Net Ordinary Income	-29,357.30
Net Income	-29,357.30