

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 OF ADVISORY BOARD MEETING

November 9, 2009

7:00 P.M.

RECEIVED

NOV 03 2009

WATER RESOURCES
WESTERN REGION

November 1, 2009

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 9th 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, 2009 Minutes*
- *Review to Approve Financial Statement*
- *Water Accounting and Reconciliation*
- *Storage Report and Carryover Predictions*
- *Cost Share Program, Progress*
- *Committee Reports*
- *Set Annual Meeting Schedule*
- *Any other business to be brought before the board*

Note! Winter Meeting Time 7:00PM

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 9, 2009**, 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

Regular Board Meeting

Date: November 9, 2009

Time: 8:00 p.m.

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

Attending: Dennis Lammey, Chuck Pollock, Joy Sisler, Jim Standley, Jim Hutchins, Darlene Maxwell, Dennis Heaps, Dan Surmeier, Chad Henggeler, Ron Mio, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White

Guests: Liz Cresto, Idaho Department of Water Resources and Jerry Gregg, USBR Manager

Agenda: Chairman Surmeier called the meeting to order and asked if there were any changes or additions to the presented agenda. None were stated. **Joy Sisler moved and Dennis Lammey seconded to approve the agenda as presented. The motion carried.**

Minutes: The minutes of the October 12th, 2009, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members to review the minutes for their approval. **Joy Sisler moved and Jim Standley seconded to approve the minutes of the October 12, 2009 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 \$946.66 and a balance in the State Treasury Fund of \$1,191,301.74 resulting in a checking and savings total of \$1,192,248.40. Total assets for the district equal \$1,229,995.97. The accounts receivable has a balance of \$37,747.57, and the current liabilities equal \$929,128.63. As of November 9, 2009, the District is showing a net income of \$26,036.67 resulting in a total equity of \$358,909.26.

Ron pointed out that due to the project to install a Radio Base Station at the Payette River Irrigation Office the line item, "Office Equipment Purchases", is over budget. He explained that the project is being cost shared with the Bureau of Reclamation. When complete a request for reimbursement will be sent to the Bureau and the 50% incentive grant payment will then reduce the balance under that item and bring it closer to its budgeted amount. He further explained, when the budget was approved, a new copier had not been considered during this year. The decision to purchase the new copier also contributed to the overage under this line item

Chairman Surmeier asked if there were any questions. **Dennis Lammey moved and Chuck Pollock seconded to approve the Financial Statement as reported. The motion carried.**

IDWR
Report:

Chairman Surmeier acknowledged Liz Cresto with the Idaho Department of Water Resources, and gave her the opportunity to give her Payette River stored water supply report. Liz explained that as of October 31, 2009, the accounted for storage supply equaled 834,703 AF, the unaccounted for storage was 33,049 AF and there was a late season fill of 18,123.4 AF for a total storage available amount of 885,876 AF. Canals and pumps had used 168,108 AF and 166,402 AF had qualified for the endangered species flow augmentation. Evaporation amounted to 25,945 AF for a total storage used volume for 2009 of 379,255 AF. For reconciliation purposes total storage used (379,255) subtracted from the total available storage (885,876) the remaining storage equals 506,620 AF. When compared to the actual reservoir content of 510,803 the difference equals an averaging error of (4,183) AF, which is considered a reasonable error for a system of this size.

USBR Report: Chairman Surmeier then turned the floor over to Jerry Gregg, Manager for the Snake River Area. Jerry updated the members on a Black Canyon Dam Project and reported the Bonneville Power Administration Director has given the go ahead for an additional 12-megawatt generator to be added at the Dam. The project would involve placing another intake structure through the dam with an additional penstock routed to a new Power House to be built just below the existing Power House. He said the cost is estimated at \$32 million dollars and expected to be a 4-year project that could begin by 2012. Mr. Gregg stated that calculations indicate that BPA should see a pay back within 8 years. Much discussion ensued and Jerry will continue to update the members as the project progresses.

Mr. Gregg also reminded the members that Water Conservation Applications for 2010 Cost Share Projects need to be turned in by December 15th to be eligible for funding during this first application period of the 2012 budget year.

Watermaster
Report:

Ron Shurtleff gave his Watermaster's report starting with the current reservoir conditions. Ron reported the Payette Storage at 59% of a full condition with both Cascade and Deadwood reservoirs sitting at 59%. Ron compared last years beginning level for the entire Payette River system noting that we are 1% behind where we were on this date last year. Ron showed that Deadwood Reservoir is starting the year well ahead of last years level, but that Cascade Reservoir is a bit below its starting position.

Also provided were Charts for the usual Snotel reporting sites. Ron stated that with the exception of Secesh Summit, all sites are slightly above normal precipitation for this date.

Ron then reviewed the preliminary carryover predictions for 2009. He stated that Black Canyon Irrigation District shows 74,822AF; Emmett Irrigation District, 25,958AF; Farmers Co-op, 19,989AF; Letha Irrigation and Water, 3,484AF; Noble Ditch, 830AF;

Lower Payette Ditch, 635AF; and Enterprise Ditch with 234AF. Ron stated that all companies are ending the year in a very healthy position.

Cost Share

Report:

Ron updated the members of the progress in the 2009 Cost Share Program. He stated that the only change from last month was a \$428.02 payment for Bilbrey Ditch's Automation Repair. He included a chart showing the approved projects with a list of the projects already complete and funded. To date, six of the facility improvement projects were complete and funded with a total payment amount of \$65,945.82. And the water quality portion of the program had one application for GIS mapping and the Bilbrey payment which had been funded for a total of \$1,428.02. Ron explained that some projects may not be completed this year, such as the Last Chance Ditch Headworks Rehabilitation which is being placed on hold during consideration of a Low Head Power Generation project, also the applications from the Reed Ditch, the Trash-rack/Culvert on Little Rock Road and the project to increased capacity at the head check, may need to be carried as payables into the 2010 year.

Budget

Report:

Chairman Surmeier asked Ron to explain the budget committee's report. He discussed each line and explained all deviations from the previous 2009 budget. Ron also explained the justification that had prompted the suggested changes. Ron also explained that in order to make this proposed budget work. The committee is suggesting a \$0.10 per acre assessment increase. The increase would move the assessment from the current \$0.40 per acre to \$0.50. The justification is that since the Water District No. 65 has begun paying the IWUA dues for all diverting entities in the basin, (\$0.16 per acre), it is necessary to increase income, or reduce the customary Cost Share Incentive Program. After much discussion, **Jim Standley moved to accept the 2010 proposed budget with the \$0.10 assessment increase as presented by the Budget Committee and present it at the Water Districts Annual Meeting for approval, the motion was seconded by Ron Mio and the motion carried.**

Nomination

Committee:

Chairman Surmeier asked the members to review the Nomination Committee report and asked Ron to explain the changes. Ron showed where the list of advisory board members had been reviewed and stated that the supplied list is being recommended by the committee to serve for the 2010 year. The committee is also recommending a slate of officers to include Jim Standley for Chairman/Treasurer; Doyle Fackler, Vice-Chairman and Ron Mio, Secretary. Chairman Surmeier asked if there were any suggested changes to the committee's recommendations. After much discussion and some adjustments to the Advisory Board list, **Joy Sisler moved and Dennis Lammey seconded to approve the amended list of Advisory Member nominees, and the presented list of Officer**

Nominations, and to submit this list as the Nomination Committee recommendation at the 2010 annual meeting. Passed.

The floor was then opened to discuss the 2010 Annual Meeting date. Ron gave the available dates for the meeting room at the USDA Service Center in Emmett and pointed

out that there was only one day which fit well in our schedule. **Dennis Lamme**y moved and **Jim Standley** seconded to accept that date and hold the 2010 Annual Meeting on Friday, January 15, 2010 at 1:00 pm, and in the USDA Center in Emmett, Idaho. **Passed.**

CPA

Audit:

Ron reported that he had received a letter from Tim Folke, CPA asking to confirm his employment to conduct the annual audit for the Water District. Ron noted that there was no significant change to the requested fee for this service but that the cost had moved from \$2,480 to \$2,500. **Jim Standley** moved to employ **Mr. Timothy Folke, CPA, PC** to perform the Annual Independent Audit at the stated fee of \$2,500. The motion was seconded by **Dennis Lamme**y and the **motion carried.**

USCID

Report:

Ron gave a slide show from the United States Conference on Irrigation and Drainage that he attended. It was a presentation from Mr. Tony Oakes a representative of the Rugicon Systems, Australia. Ron was impressed with the size of projects that were underway in portions of Australia and wanted to share the astounding information with the board.

Radio Base

Update:

Ron reported that the Radio Base Antenna has been installed on top of the Office building and should be working within the week barring any complications.

Campbell

Scientific:

Ron provided the class schedule and information regarding the CR1000 LoggerNet Training. He stated that attending either February 1st – 4th or March 1st – 4th, 2010, would work best with his schedule. Ron also requested that one other person be approved to attend the classes. **Chuck Pollock** moved and **Darlene Maxwell** seconded to approve **Ron and one other person to attend the CR1000 LoggerNet Training Classes in Logan Utah and to cover the cost of registration and lodging. Passed.**

Adjournment:

Chairman 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

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 14, 2009

7:00 P.M.

RECEIVED

DEC 08 2009

WATER RESOURCES
WESTERN REGION

December 4, 2009

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 14th 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, 2009 Minutes*
- *Review to Approve Financial Statement*
- *Water Accounting and Reconciliation*
- *Storage Report and Carryover Predictions*
- *Cost Share Program, Progress*
- *Radio Base Station Update*
- *Payette Heights Irrigation Company?*
- *Review Annual Meeting Agenda*
- *Any other business to be brought before the board*

Note! Winter Meeting Time 7:00PM

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 14, 2009**, in the Payette River Irrigation Office.

Sincerely,

Ron Shurtleff

5:17 PM
12/05/09
Accrual Basis

Water District No. 65
Balance Sheet
As of December 5, 2009

Dec 5, 09

ASSETS	
Current Assets	
Checking/Savings	
Checking - Water District	1,913.09
State Treasurer	1,183,463.91
Total Checking/Savings	1,185,377.00
Accounts Receivable	
A/R - Assessments	1,529.00
Acct. Rec. - Rental Pool	36,218.57
Total Accounts Receivable	37,747.57
Total Current Assets	1,223,124.57
Fixed Assets	
Office Equipment	19,482.66
Field Equipment	12,643.26
Vehicles	25,916.00
Total Fixed Assets	58,041.92
TOTAL ASSETS	1,281,166.49
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Payroll Liabilities	
SUI	-0.09
Total Payroll Liabilities	-0.09
Printing Expense Payable	902.72
Payable - Lessor-Out of Basin	842,543.60
Payable to IDWRB - Fees	85,682.40
Total Other Current Liabilities	929,128.63
Total Current Liabilities	929,128.63
Total Liabilities	929,128.63
Equity	
Equity - Equipment	57,889.07
Retained Earnings	274,983.52
Net Income	19,165.27
Total Equity	352,037.86
TOTAL LIABILITIES & EQUITY	1,281,166.49

5:16 PM
 12/05/09
 Accrual Basis

Water District No. 65
Profit & Loss
 January 1 through December 5, 2009

Jan 1 - Dec 5, 09

Ordinary Income/Expense	
Income	
Interest Income	4,753.68
Assessment Revenue	59,702.56
Administrative Fee Revenue	
Admin. Fees - Assigned Storag	95,000.00
Admin Fees - In Basin	-879.00
Admin Fees - Out of Basin	71,402.00
Total Administrative Fee Revenue	165,523.00
Total Income	229,979.24
Expense	
Payroll Expenses	
Salary - Watermaster	44,735.00
Payroll Taxes	
Company FICA Expense	2,773.57
Company Medicare Expense	648.66
Company Fed Unemployment Tax	56.00
Company State Unemployment Ta	148.41
Total Payroll Taxes	3,626.64
Benefits - Medical Insurance	7,344.98
Benefits - Retirement	4,473.50
Total Payroll Expenses	60,180.12
Office Rent	6,325.00
Office Assistance	4,400.00
Postage and Delivery	867.43
Postage Reimbursaal Account	0.00
Office Supplies	2,500.43
Telephone	1,253.51
Professional Fees	
Accountant Fees	2,480.00
Total Professional Fees	2,480.00
Oper. & Maint. - River Gage	14,219.00
Automobile and Mileage	2,907.10
Dues and Subscriptions	891.62
IWUA Basin Members Dues	23,708.00
Water Education	
Contributions	873.98
Water Education - Other	133.65
Total Water Education	1,007.63
Internet Services	486.20
Meeting Expenses	40.69
Computer Repairs	17.94
Travel and Training	
IWUA Convention Expense	675.00
Meals and Lodging	915.07
Training Expense	1,275.18
Total Travel and Training	2,865.25
Repairs and Maintenance	
Equipment Repairs	657.86
Total Repairs and Maintenance	657.86
Workman's Comp Insurance	187.00
Interest Expense	
Interest Exp.- Rental Pool	6,686.33
Total Interest Expense	6,686.33
Insurance	500.00
Miscellaneous	0.00
Equip. Purchases, Office & Field	11,259.02

5:16 PM
12/05/09
Accrual Basis

Water District No. 65
Profit & Loss
January 1 through December 5, 2009

	<u>Jan 1 - Dec 5, 09</u>
Cost - Share Incentive Prog.	
Water Management	65,945.82
Water Quality Projects	1,428.02
Total Cost - Share Incentive Prog.	<u>67,373.84</u>
Total Expense	<u>210,813.97</u>
Net Ordinary Income	<u>19,165.27</u>
Net Income	<u><u>19,165.27</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 OF ADVISORY BOARD MEETING

October 12, 2009

8:00 P.M.

October 2, 2009

Mr. John Westra
2735 Airport Road
Boise, ID 83705

RECEIVED

OCT 05 2009

WATER RESOURCES
WESTERN REGION

Dear Mr. Westra,

The Advisory Board of State Water District No. 65 will meet on **Monday, October 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 August, 2009 Minutes*
- *Review to Approve Financial Statement*
- *Water Accounting and Reconciliation*
- *IDWR; National Hydrograph Dataset Project / Payette Basin*
- *Storage Report and Carryover Predictions*
- *Cost Share Program, Progress*
- *Special Projects Update*
- *Fall Meeting Seminars and Convention Scheduling*
- *Committee Assignments (Nominations & Budget)*
- *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 12, 2009**, 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

Regular Board Meeting

Date: October 12, 2009

Time: 8:00 p.m.

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

Attending: Doyle Fackler, Dennis Heaps, Dan Surmeier, Norm Collinsworth, Marcia Herr, Joy Sisler, Jim Standley, Jim Hutchins, C. Eugene Parks, Michael McEvoy, Ron Mio, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White

Guests: Liz Cresto, Wilma Robertson and Danielle Favreau, Idaho Department of Water Resources

Agenda: Chairman Surmeier called the meeting to order and asked if there were any changes or additions to the presented agenda. None were stated. **Doyle Fackler moved and Jim Standley seconded to approve the agenda as presented. The motion carried.**

Minutes: The minutes of the August 10th, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members to review the minutes for their approval. **Jim Standley moved and Doyle Fackler seconded to approve the minutes of the August 10, 2009 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 \$3,506.72 and a balance in the State Treasury Fund of \$1,196,301.74 resulting in a checking and savings total of \$1,199,808.46. Total assets for the district equal \$1,295,597.95. The accounts receivable has a balance of \$37,747.57, and the current liabilities equal \$929,128.63. As of October 12, 2009 the District is showing a net income of \$33,596.73 resulting in a total equity of \$366,469.32. Chairman Surmeier asked if there were any questions. **Doyle Fackler moved and Gene Parks seconded to approve the Financial Statement as reported. The motion carried.**

Ron stated the major portion of the accounts receivable was the Rental Pool fee invoiced to the Idaho Water Resource Board for 2800 AF of water rented by the Resource Board in 2008, for ESPA mitigation purposes. Ron asked how he should pursue getting payment for this invoice. It was stated that the water was sent down stream as flow augmentation water to relieve District No. 01 of this corresponding commitment. Dennis Heaps commented that the Bureau of Reclamation agreed to take the water if the Resource Board did not, and since it contributed to flow augmentation the Bureau of

Reclamation should be contacted for payment. Ron said he will talk to the Bureau in regard to the unpaid rental pool fee.

IDWR
Report:

Chairman Surmeier acknowledged Liz Cresto with the Idaho Department of Water Resources, and gave her the opportunity to give her Payette River stored water supply report. Liz explained that as of October 11, 2009 the accounted for storage supply equaled 834,703 AF, the unaccounted for storage was 32,883 AF and there was a late season fill of 5,074 AF for a total storage available amount of 872,660 AF. Canals and pumps had used 167,911 AF and 166,402 AF had qualified for the endangered species flow augmentation. Evaporation amounted to 22,301 AF for a total storage used volume of 370,918 AF. For reconciliation purposes total storage used (370,918) subtracted from the total available storage (872,660) the remaining storage equals 501,742 AF. When compared to the actual reservoir content of 508,796 the difference equals an averaging error of (4,054) AF, which is considered a reasonable error for a system of this size.

Liz further reported on the stored water accounting showing that when the flow augmentation ended, 5,495 AF of power flow was applied during the taper down and transition period. Then any water above the 135 CFS minimum flow at the Letha gage was accounted for as operational loss. The value is traditionally split between the irrigators and the Bureau of Reclamation up to a maximum contribution of 5,000 AF of Bureau water. This year's total operational loss is 8,810 AF.

Hydrography
Dataset

Liz then introduced Wilma Robertson, GIS analyst, and Danielle Favreau GIS specialist from the Department of Water Resources.

Ms. Robertson explained that the Department of Water Resources is undertaking a project to create detail mapping of water flows in the state of Idaho. Preliminary work has been completed but now they are interested in working with local persons of knowledge in order to add more detail and accuracy to their current dataset. Danielle Favreau showed maps that they wish to leave with us in this district and asked that anyone with knowledge about a particular area take a map and add information which the department could then include in the new set of data. Danielle commented that the Payette Basin already performed a lot of work in the GIS format. She suggested that it would be of interest to the Department to meet with the persons who have worked in the process so that the Hydrography project could incorporate the knowledge of correct flow directions and values. After a question and answer period the team left with a standing invitation to the Payette Basin, to obtain increased detail of stream flows throughout the valley.

Watermaster
Report:

Ron Shurtleff gave his Watermaster's report starting with the current reservoir conditions. Ron reported the Payette Storage at 57% of a full condition with both Cascade and Deadwood reservoirs sitting at 57%. He explained that storage water continues to be released from Cascade reservoir but that Deadwood has been reduced to its winter release rate and will begin to move upward from this level. Ron compared the

ending level for each reservoir to last years condition and indicated that Deadwood is above last years ending level however Cascade is lower than we ended in 2008. Ron presented the daily storage accounting for the larges storage users and pointed out an accounting of his prediction for storage carried to the 2010 year by company. Ron predicted a total carryover by the irrigators of 120,574 acre-feet. Ron also showed the result of the season's first snow accumulation by including the Snotel charts for the Basin.

Cost Share

Report:

Ron updated the members of the progress in the 2009 Cost Share Program. He included a sheet showing the approved projects with a list of the projects already complete and funded. Six of the facility improvement projects were complete and funded with a total payment amount of \$65,945.82. And the water quality portion of the program had one application for GIS mapping which had been funded in the amount of \$1,000.00. Ron explained that some projects may not be attempted and the Last Chance Ditch Headworks Project may ask to be redirected to another project in their system since plans for a Low Head Power Generation facility may preempt the need for a headgate rebuild.

Bilbrey

Request:

Ron presented a request from the Bilbrey Ditch for financial assistance with repairs to their automated headgate. Ron reported that he had asked the manager of the canal to repair the motor drive unit on the headgate because it was failing and causing the canal to draw water above their water right and incurring storage usage which would need to be taken from other companies accounts. Ron presented an invoice for \$428.02 for a new 1/6th HP Gearmotor and suggested that the district could assist the company by using funds from the water quality cost share budget. **Jim Standley moved and Doyle Fackler seconded to share the repair of the headgate drive system by reimbursing the company \$428.02 for the cost of the Gearmotor. The motion carried.**

Committee

Selection:

Chairman Surmeier stated that it was the time of year to appoint the Budget and Nominating committees in preparation for the 2010 Annual Meeting. Ron had prepared a list of the previous committees and reminded the members of the duties of each committee. Ron also suggested that both committees meet at the same time in an attempt to streamline the procedure. After much discussion it was decided to combine the duties within one committee and conduct the budget and nomination business during one meeting. The following persons were appointed to serve as both the Budget Committee and the Nominating Committee: Chairman, Dan Surmeier, Michael McEvoy, Dennis Lammey, Jim Standley, Chuck Pollock, and Doyle Fackler. It was decided to hold the committee meeting on October 28th, in the Emmett Irrigation District's office.

Water

Education:

Ron included information for the following upcoming conferences.

Idaho Water Users Association: 26th Annual Water Law Seminar to be held November 5th and 6th in Boise.

National Water Resource Association: 2009 Annual Conference, San Antonio.

USCID, the US Society for Irrigation and Drainage: 5th International Conference.

Campbell Scientific: CR1000 / Loggernet Training.

Ron stated that he would like to attend the portion of the USCID conference which pertained to Radio Telemetry for water control SCADA systems, and that he will also need to be at the next Instream Flow Coalition meeting in conjunction with the IWUA Water Law Seminar. Ron suggested that the District send Chairman, Dan Surmeier to the NWRA Conference in San Antonio, and that he will attend the USCID, IWUA, and if possible one of the Campbell Scientific classes. **Joy Sisler moved and Michael McEvoy seconded to send Chairman Surmeier to the National Water Resource Association Meeting in San Antonio, and allow Ron Shurtleff to attend the USCID, IWUA and Campbell Scientific conferences if he is able to fit them in his schedule.**
Motion carried.

Adjournment: Chairman 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

2:38 AM

11/01/09

Accrual Basis

Water District No. 65
Balance Sheet
As of November 2, 2009

Nov 2, 09

	<u>Nov 2, 09</u>
ASSETS	
Current Assets	
Checking/Savings	
Checking - Water District	946.66
State Treasurer	1,191,301.74
Total Checking/Savings	<u>1,192,248.40</u>
Accounts Receivable	
A/R - Assessments	1,529.00
Acct. Rec. - Rental Pool	36,218.57
Total Accounts Receivable	<u>37,747.57</u>
Total Current Assets	1,229,995.97
Fixed Assets	
Office Equipment	19,482.66
Field Equipment	12,643.26
Vehicles	25,916.00
Total Fixed Assets	<u>58,041.92</u>
TOTAL ASSETS	<u><u>1,288,037.89</u></u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Payroll Liabilities	
SUI	-0.09
Total Payroll Liabilities	-0.09
Printing Expense Payable	902.72
Payable - Lessor-Out of Basin	842,543.60
Payable to IDWRB - Fees	85,682.40
Total Other Current Liabilities	<u>929,128.63</u>
Total Current Liabilities	<u>929,128.63</u>
Total Liabilities	929,128.63
Equity	
Equity - Equipment	57,889.07
Retained Earnings	274,983.52
Net Income	26,036.67
Total Equity	<u>358,909.26</u>
TOTAL LIABILITIES & EQUITY	<u><u>1,288,037.89</u></u>

2:38 AM
 11/01/09
 Accrual Basis

Water District No. 65
Profit & Loss
 January 1 through November 2, 2009

Jan 1 - Nov 2, 09

Ordinary Income/Expense	
Income	
Interest Income	4,591.51
Assessment Revenue	59,702.56
Administrative Fee Revenue	
Admin. Fees - Assigned Storag	95,000.00
Admin Fees - In Basin	-879.00
Admin Fees - Out of Basin	71,402.00
Total Administrative Fee Revenue	165,523.00
Total Income	229,817.07
Expense	
Payroll Expenses	
Salary - Watermaster	40,261.50
Payroll Taxes	
Company FICA Expense	2,496.21
Company Medicare Expense	583.79
Company Fed Unemployment Tax	56.00
Company State Unemployment Ta	148.41
Total Payroll Taxes	3,284.41
Benefits - Medical Insurance	6,641.65
Benefits - Retirement	4,473.50
Total Payroll Expenses	54,661.06
Office Rent	5,750.00
Office Assistance	4,000.00
Postage and Delivery	764.08
Postage Reimbursasal Account	0.00
Office Supplies	2,489.43
Telephone	1,181.78
Professional Fees	
Accountant Fees	2,480.00
Total Professional Fees	2,480.00
Oper. & Maint. - River Gage	14,219.00
Automobile and Mileage	2,738.02
Dues and Subscriptions	891.62
IWUA Basin Members Dues	23,708.00
Water Education	
Contributions	873.98
Water Education - Other	133.65
Total Water Education	1,007.63
Internet Services	461.25
Meeting Expenses	40.69
Computer Repairs	17.94
Travel and Training	
IWUA Convention Expense	675.00
Meals and Lodging	915.07
Training Expense	1,275.18
Total Travel and Training	2,865.25
Repairs and Maintenance	
Equipment Repairs	657.86
Total Repairs and Maintenance	657.86
Workman's Comp Insurance	187.00
Interest Expense	
Interest Exp.- Rental Pool	6,686.33
Total Interest Expense	6,686.33
Insurance	500.00
Miscellaneous	0.00
Equip. Purchases, Office & Field	11,099.62

2:38 AM

11/01/09

Accrual Basis

Water District No. 65
Profit & Loss
January 1 through November 2, 2009

	<u>Jan 1 - Nov 2, 09</u>
Cost - Share Incentive Prog.	
Water Management	65,945.82
Water Quality Projects	1,428.02
Total Cost - Share Incentive Prog.	<u>67,373.84</u>
Total Expense	<u>203,780.40</u>
Net Ordinary Income	<u>26,036.67</u>
Net Income	<u><u>26,036.67</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

August 10, 2009

8:00 P.M.

RECEIVED

AUG 05 2009

WATER RESOURCES
WESTERN REGION

August 3, 2009

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, August 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 July, 2009 Minutes*
- *Review to Approve Financial Statement*
- *Water Accounting and Reconciliation*
- *Natural Flow and Storage Report*
- *Water Bank Lease, Report and Requests*
- *Cost Share Program, Progress*
- *Special Projects Update*
- *Any other business to be brought before the board*

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 **August 10, 2009**, 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

Regular Board Meeting

Date: August 10, 2009

Time: 8:00 p.m.

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

Attending: Dan Surmeier, Marcia Herr, C. Eugene Parks, Jim Standley, Chad Henggeler, Rick York, Dennis Lammey, Ron Mio, Doyle Fackler, Chuck Pollock, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White

Guests: Liz Cresto, Idaho Department of Water Resources

Agenda: Chairman Surmeier called the meeting to order and asked if there were any changes or additions to the presented agenda. None were stated. **Dennis Lammey moved and Jim Standley seconded to approve the agenda as presented. The motion carried.**

Minutes: The minutes of the July 13, 2009, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members to review the minutes for their approval. **Jim Standley moved and Dennis Lammey seconded to approve the minutes of the July 13, 2009 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 \$374.63 and a balance in the State Treasury Fund of \$143,193.36 resulting in a checking and savings total of \$143,567.99. The accounts receivable / rental pool account has a balance of \$1,133,040.57. Ron stated that the River Gage has been paid and fell well within budget. There were no changes in the Total Fixed Assets. As of August 10, 2009, the total assets balance with the total liabilities and equity for the district, of \$1,336,189.48. Ron reported that at this point we are showing a positive net income of \$70,949.81. Chairman Surmeier asked if there were any questions. **Dennis Lammey moved and Doyle Fackler seconded to approve the Financial Statement as reported. The motion carried.**

IDWR

Report:

Chairman Surmeier asked Liz Cresto with the Idaho Department of Water Resources to give her Payette River stored water supply report. She explained that as of August 9, 2009, accounted for storage supply is at 834,703af, unaccounted for storage is 32,883af for a total storage available of 867,586af. Canals and pumps have used 53,916af and 126,421af has passed Letha for the endangered species flow augmentation. Evaporation is 7,842af for a total used of 188,179af. Storage based on accounting is 679,408af, storage based on actual reservoir contents is 685,972af for an averaging error of 6,565af.

Watermaster

Report:

Watermaster Ron Shurtleff then reported that the reservoir storage on Payette River System is at 76% of capacity. Cascade is 76% full and Deadwood is 78% full. He also provided reservoir storage graphs showing discharge flows as well as the natural flow at Horseshoe Bend.

Ron then reported on the 2009 rental pool leases. He stated that everything is the same as the last meeting with the exception of the "In Basin" contributions. On July 8, 2009, Emmett Irrigation contributed 987af and another 7413af on August 4, 2009. for a total of 8400af.

Ron then gave an update on the 2009 cost share applications. He reported that payment has been made on the Farmers Co-op Irrigation Vaughn Check Structure for \$16,106.27; Lower Payette Ditch, Lower End Check #4 of \$22,022.41; Reed Ditch Co., Brill Pipe Xing Stewart and Pasture of \$4,598.64. The Reed Ditch Co., Brill Lateral Station #2 came in a bit over budget. **Moved by Jim Standley, seconded by Dennis Lammey to increase payment of \$50 to cover the Brill Lateral Station #2 cost share project. The motion passed.**

Ron provided a worksheet of the upcoming 2010 Cost Share Applications. As of today, there are five submitted requests: Black Canyon Irrigation, A-Line Canal Lining, Payette Co., which is a carryover from 2008 and 2009; Emmett Irrigation Dist., Replace Chute with Buried Pipe; Enterprise Ditch Co., Anderson Lateral Piping Project; Noble Ditch Co., Head of Noble 7-Mile Slough D-Dam; and Farmers Co-op, Westside Lateral Piping Project.

Ron reported on the Water Quality, PH and Temperature Meter that has been requested by DEQ. This meter can be used at the Slough, Last Chance, Enterprise and the Silverleaf Drain on Emmett Irrigation. Ron stated that he had already purchased one for \$200. **Moved by Dennis Lammey, seconded by Doyle Fackler to approve the purchase of a Water Quality, PH and Temperature Meter. The motion passed.**

Ron provided a couple of pictures of the Emmett Irrigation District Water Measurement Bridge and stated that construction is currently in process.

Ron mentioned that he had participated in a phone conference with the engineers that are proposing the low head power generation projects on the Farmers Cooperative ditch and the Last Chance Ditch. Dave Tuthill, now in private practice was in the conference and when asked how he would rank these projects as far as plausibility, he stated that he would place them at the top of the list when compared to all other proposals that he has knowledge of.

Ron reported that the Lower Payette Ditch Company has been successful in obtaining an additional water right which will allow an expansion of 2,500 acres. At this date about 800 acres of land is planned to be brought back under irrigation on the old Bivens Livestock Hill project. Also there is a high interest in re-instating the Payette Heights Irrigation project which operated via a 130 foot pumped lift near the point of Clay Peak.

Ron also mentioned that he will be working with Liz Cresto to devise a system where the accounting will carry bulk values for an accumulation of small diversions in the basin, in order to properly account for their usage. Ron has hopes of devising a system where these small diversions will have their place in the accounting and begin to pay their share of the operation and maintenance of the storage facilities. Until recently we have considered the small diversions too insignificant carry much impact. However now the numbers have grown to where it is easy to see their load on the system.

Additional

Business:

Ron asked the board members if they would be interested in skipping the September monthly meeting due to little activity at this time. **Jim Standley moved, Chad Henggeler seconded to skip the September meeting and resume in October. The motion passed.**

Adjournment:

Chairman 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

4:00 PM
10/02/09
Accrual Basis

Water District No. 65
Balance Sheet
As of October 2, 2009

Oct 2, 09

ASSETS	
Current Assets	
Checking/Savings	
Checking - Water District	85,512.39
State Treasurer	1,116,255.44
Total Checking/Savings	<u>1,201,767.83</u>
Accounts Receivable	
A/R - Assessments	1,529.00
Acct. Rec. - Rental Pool	36,218.57
Total Accounts Receivable	<u>37,747.57</u>
Total Current Assets	1,239,515.40
Fixed Assets	
Office Equipment	19,482.66
Field Equipment	12,643.26
Vehicles	25,916.00
Total Fixed Assets	<u>58,041.92</u>
TOTAL ASSETS	<u>1,297,557.32</u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Payroll Liabilities	
SUI	-0.09
Total Payroll Liabilities	<u>-0.09</u>
Printing Expense Payable	902.72
Payable - Lessor-Out of Basin	842,543.60
Payable to IDWRB - Fees	85,682.40
Total Other Current Liabilities	<u>929,128.63</u>
Total Current Liabilities	<u>929,128.63</u>
Total Liabilities	929,128.63
Equity	
Equity - Equipment	57,889.07
Retained Earnings	274,983.52
Net Income	35,556.10
Total Equity	<u>368,428.69</u>
TOTAL LIABILITIES & EQUITY	<u>1,297,557.32</u>

3:59 PM

10/02/09

Accrual Basis

Water District No. 65
Profit & Loss
January 1 through October 2, 2009

Jan 1 - Oct 2, 09

Ordinary Income/Expense	Jan 1 - Oct 2, 09
Income	
Interest Income	4,545.21
Assessment Revenue	59,702.56
Administrative Fee Revenue	
Admin. Fees - Assigned Storag	95,000.00
Admin Fees - In Basin	-879.00
Admin Fees - Out of Basin	71,402.00
Total Administrative Fee Revenue	<u>165,523.00</u>
Total Income	229,770.77
Expense	
Payroll Expenses	
Salary - Watermaster	40,261.50
Payroll Taxes	
Company FICA Expense	2,496.21
Company Medicare Expense	583.79
Company Fed Unemployment Tax	56.00
Company State Unemployment Ta	148.41
Total Payroll Taxes	<u>3,284.41</u>
Benefits - Medical Insurance	5,938.32
Benefits - Retirement	4,026.15
Total Payroll Expenses	53,510.38
Office Rent	5,175.00
Office Assistance	3,600.00
Postage and Delivery	764.08
Postage Reimbursasal Account	0.00
Office Supplies	2,403.19
Telephone	1,060.21
Professional Fees	
Accountant Fees	2,480.00
Total Professional Fees	<u>2,480.00</u>
Oper. & Maint. - River Gage	14,219.00
Automobile and Mileage	2,370.17
Dues and Subscriptions	891.62
IWUA Basin Members Dues	23,708.00
Water Education	
Contributions	873.98
Water Education - Other	133.65
Total Water Education	<u>1,007.63</u>
Internet Services	441.30
Meeting Expenses	40.69
Computer Repairs	17.94
Travel and Training	
IWUA Convention Expense	530.00
Meals and Lodging	881.60
Training Expense	1,275.18
Total Travel and Training	<u>2,686.78</u>
Repairs and Maintenance	
Equipment Repairs	657.86
Total Repairs and Maintenance	<u>657.86</u>
Workman's Comp Insurance	187.00
Interest Expense	
Interest Exp.- Rental Pool	6,686.33
Total Interest Expense	<u>6,686.33</u>
Insurance	500.00
Miscellaneous	365.22
Equip. Purchases, Office & Field	5,496.45

3:59 PM
10/02/09
Accrual Basis

Water District No. 65
Profit & Loss
January 1 through October 2, 2009

	Jan 1 - Oct 2, 09
Cost - Share Incentive Prog. Water Management	65,945.82
Total Cost - Share Incentive Prog.	<u>65,945.82</u>
Total Expense	<u>194,214.67</u>
Net Ordinary Income	<u>35,556.10</u>
Net Income	<u><u>35,556.10</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 13, 2009

8:00 P.M.

July 8, 2009

Mr. John Westra
2735 Airport Road
Boise, ID 83705

RECEIVED

JUL 09 2009

WATER RESOURCES
WESTERN REGION

Dear Mr. Westra,

The Advisory Board of State Water District No. 65 will meet on **Monday, July 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 June, 2009 Minutes***
- ***Review to Approve Financial Statement***
- ***Water Accounting and Reconciliation***
- ***Natural Flow and Storage Report***
- ***Water Bank Lease, Report and Requests***
- ***Cost Share Program, Progress***
- ***Special Projects Report***
- ***Any other business to be brought before the board***

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 13, 2009**, 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

Regular Board Meeting

Date: July 13, 2009
Time: 8:00 p.m.
Location: Payette River Irrigation Office, 102 N. Main, Payette, Idaho

Attending: Dan Surmeier, Marcia Herr, Darlene Maxwell, C. Eugene Parks, Jim Standley, Dennis Heaps, Chad Henggeler, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White

Agenda: Chairman Surmeier called the meeting to order and asked if there were any changes or additions to the presented agenda. Ron stated that he needed to add a donation request from the Idaho Water Education Foundation and survey information from Scythe and Spade. **Jim Standley moved and Gene Parks seconded to approve the agenda as amended. The motion carried.**

Minutes: The minutes of the June 8, 2009, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members to review the minutes for their approval. **Chad Henggeler moved and Darlene Maxwell seconded to approve the minutes of the June 8, 2009 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 \$966.77 and a balance in the State Treasury Fund of \$168,605.69 resulting in a checking and savings total of \$169,572.46. There were no changes in the Total Fixed Assets. As of July 13, 2009, the total assets balance with the total liabilities and equity for the district, of \$265,201.95. Ron reported that at this point we are showing a negative net income of \$68,573.27. Chairman Surmeier asked if there were any questions. **Eugene Parks moved and Chad Henggeler seconded to approve the Financial Statement as reported. The motion carried.**

IDWR

Report: Watermaster Ron Shurtleff reported that Jennifer Cuhaciyon, Idaho Department of Water Resources, was unable to attend the meeting due to a staff shortage. Liz Cresto was able to email the water accounting and reconciliation report. Ron noted that the day of allocation had occurred on July 11th, which is 4 days later than what is considered the average date of this event. A preliminary Payette River stored water supply update was presented, it showed as of July 11, 2009, water accounted for storage remained at 834,703af and unaccounted for storage was 30,777af for a total storage available of 865,480af. Canals and Pumps have used 433af; and stored water passing Letha for

endangered species was 53,774af, for a total of 54,207af. Total storage used is 55,218af with an averaging error of 7,595af.

Watermaster

Report:

Watermaster Ron Shurtleff then reported that the reservoir storage on Payette River System is at 92% of capacity. Cascade is 91% full and Deadwood is 98% full. He also provided reservoir storage graphs showing discharge flows as well as the natural flow at Horseshoe Bend.

Ron then reported on the 2009 rental pool leases. He stated that because of the wet spring, the USBR has decreased their "out-of-basin" request, but may require the full amount in the end. They will let Ron know within the next couple of days. Currently the request from USBR for "out-of-basin" flow augmentation rental is 165,000af and 8,400af estimated requirement for "in-basin" rental. As of today, no "in-basin" water has been assigned. To date, the following acre-feet are currently assigned: Farmers Co-op Irrigation, 25,000af; Noble Ditch Co., 9,947af; Lower Payette Ditch Co., 9,947af; Emmett Irrigation, 18,000af; Black Canyon Irrigation, 6,800af; Lake Irrigation District, 2,106af; Kneen, 400af and Sisk, 600af for a total of 72,800af.

Ron then gave an update on the 2009 cost share applications. He reported that payment has been made on the Farmers Co-op Irrigation Vaughn Check Structure for \$16,106.27. He reported that this project had also come in under budget. Total to date paid-in-full is \$42,727.32. Ron then gave a slide presentation of the Brill Lateral piping project and the Lower Payette Ditch end check #4.

Ron gave an update on the meeting with IGEM LLC Management regarding the potential Low Head Hydro Power Generation Project at the Squeeze Gates on the Farmers Co-op canal and the Last Chance Ditch Company's spill site. He stated that both canals agreed to proceed with engineers researching the feasibility due to real estate concerns at no cost to the companies. Idaho Fish and Game will be an agency that will likely have a lot to say about the proposal and Idaho Power will need to cooperate with an interconnect agreement as well as many other permits along the way. Ron reported that Robert Hlavacek of IGEM LLC said the FERC permitting regulations are written to infer that achieving a permit from that agency may not be a requirement.

Ron reported that he had spoke with Brian Sauer and they agreed to cost share the Water District #65 Radio Base project to be installed at the Payette River Irrigation Office. He also stated that the steel has been delivered and they are planning to start work Friday on the Emmett Irrigation District Watermaster's Bridge project.

Additional

Business:

Ron reported that the Idaho Water Education Foundation had sent their yearly request for contribution. It was estimated that 13,000 6th graders and 15,000 3rd graders were reached through the "Otto Otter" program. **Jim Standley moved and Gene Parks seconded to contribute \$1,000 toward the Idaho Water Education Foundation. The motion carried.**

Ron mentioned that he received information from Scythe and Spade, a mapping and survey company. They are seeking to put together a data base with agricultural information which would include water supply entities. They are inviting the irrigation companies to fill out their questionnaire and in return each company would receive a map of their canals and service area, etc. Ron said he wasn't sure if the individual canal companies will be getting this request directly, but if any are interested to let him know.

Adjournment: Chairman 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

3:50 PM
08/03/09
Accrual Basis

Water District No. 65
Balance Sheet
As of August 3, 2009

Aug 3, 09

ASSETS

Current Assets

Checking/Savings 422.69
Checking - Water District 148,605.69
State Treasurer

Total Checking/Savings 149,028.38

Accounts Receivable 1,539.00
A/R - Assessments 36,018.57
Acct. Rec. - Rental Pool

Total Accounts Receivable 37,557.57

Other Current Assets 30.00
201 - Undeposited Funds

Total Other Current Assets 30.00

Total Current Assets 186,615.95

Fixed Assets

Office Equipment 19,482.66
Field Equipment 12,643.26
Vehicles 25,916.00

Total Fixed Assets 58,041.92

TOTAL ASSETS 244,657.87

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Other Current Liabilities

Payroll Liabilities

Federal Withholding 347.00

FICA

Company FICA 277.36

Employee FICA 277.36

Total FICA 554.72

Medicare

Company Medicare 64.87

Employee Medicare 64.87

Total Medicare 129.74

State Withholding 204.00

SUI 19.90

Total Payroll Liabilities 1,255.36

Printing Expense Payable 902.72

Total Other Current Liabilities 2,158.08

Total Current Liabilities 2,158.08

Total Liabilities 2,158.08

Equity

Equity - Equipment 57,889.07

Retained Earnings 274,983.52

Net Income -90,372.80

Total Equity 242,499.79

TOTAL LIABILITIES & EQUITY 244,657.87

3:49 PM
 08/03/09
 Accrual Basis

Water District No. 65
Profit & Loss
 January 1 through August 3, 2009

Jan 1 - Aug 3, 09

Ordinary Income/Expense	
Income	
Interest Income	4,395.46
Assessment Revenue	59,702.56
Administrative Fee Revenue	
Admin Fees - In Basin	-879.00
Total Administrative Fee Revenue	-879.00
Total Income	63,219.02
Expense	
Payroll Expenses	
Salary - Watermaster	31,314.50
Payroll Taxes	
Company FICA Expense	1,941.50
Company Medicare Expense	454.06
Company Fed Unemployment Tax	56.00
Company State Unemployment Tax	139.97
Total Payroll Taxes	2,591.53
Benefits - Medical Insurance	4,531.66
Benefits - Retirement	3,131.45
Total Payroll Expenses	41,569.14
Office Rent	4,025.00
Office Assistance	2,800.00
Postage and Delivery	613.85
Postage Reimburasal Account	0.00
Office Supplies	1,923.71
Telephone	812.03
Professional Fees	
Accountant Fees	2,480.00
Total Professional Fees	2,480.00
Oper. & Maint. - River Gage	14,219.00
Automobile and Mileage	1,559.70
Dues and Subscriptions	590.00
IWUA Basin Members Dues	23,708.00
Water Education	
Contributions	373.98
Water Education - Other	133.65
Total Water Education	507.63
Internet Services	299.35
Meeting Expenses	40.69
Computer Repairs	17.94
Travel and Training	
IWUA Convention Expense	530.00
Meals and Lodging	881.60
Training Expense	1,225.18
Total Travel and Training	2,636.78
Repairs and Maintenance	
Equipment Repairs	601.35
Total Repairs and Maintenance	601.35
Workman's Comp Insurance	187.00
Interest Expense	
Interest Exp.- Rental Pool	6,686.33
Total Interest Expense	6,686.33
Insurance	500.00
Miscellaneous	0.00
Equip. Purchases, Office & Field	5,087.00

3:49 PM
08/03/09
Accrual Basis

Water District No. 65
Profit & Loss
January 1 through August 3, 2009

	Jan 1 - Aug 3, 09
Cost - Share Incentive Prog. Water Management	42,727.32
Total Cost - Share Incentive Prog.	<u>42,727.32</u>
Total Expense	<u>153,591.82</u>
Net Ordinary Income	<u>-90,372.80</u>
Net Income	<u><u>-90,372.80</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 RECEIVED
June 8, 2009
8:00 P.M.

JUN 03 2009

WATER RESOURCES
WESTERN REGION

June 1, 2009

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 8th 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, 2009 Minutes***
- ***Review to Approve Financial Statement***
- ***Water Accounting and Reconciliation***
- ***Storage Report and Fill Progress***
- ***Water Bank Lease, Report***
- ***Cost Share Program, Progress***
- ***Any other business to be brought before the board***

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 **June 8, 2009**, in the Payette River Irrigation Office.

Sincerely,

Ron Shurtleff

RECEIVED

JUL 09 2009

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:** June 8, 2009
Time: 8:00 p.m.
Location: Payette River Irrigation Office, 102 N. Main, Payette, Idaho
Attending: Dan Surmeier, Marcia Herr, Dennis Lammey, Doyle Fackler, Joy Sisler, Darlene Maxwell, C. Eugene Parks, Jim Standley, Ron Mio, Michael McEvoy, Chuck Pollock, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White
Guests: Liz Cresto, IDWR
Agenda: Chairman Surmeier called the meeting to order and asked if there were any changes or additions to the presented agenda. Hearing none, **Dennis Lammey moved and Darlene Maxwell seconded to approve the agenda as presented. The motion carried.**
Minutes: The minutes of the May 11, 2009, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members to review the minutes for their approval. **Dennis Lammey moved and Doyle Fackler seconded to approve the minutes of the May 11, 2009 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 \$1,374.94 and a balance in the State Treasury Fund of \$191,493.59 resulting in a checking and savings total of \$231,508.30. There were no changes in the Total Fixed Assets. The total assets for the district as of June 8, 2009, equal \$289,550.22. Ron reported that a payment of \$26,621.05 was made on two of the cost share projects which give us a negative net income of \$44,265.00. 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.**
IDWR Report: Chairman Surmeier asked Liz Cresto, IDWR, to give her report. She stated that all accounts are full on paper and the accounting system is running well. She then provided a preliminary Payette River stored water supply update. It shows as of June 1, 2009, water accounted for storage is 834,703af and unaccounted for storage is 123,552af for a total storage available of 958,255af. Canals and Pumps have used 189af; Flood Control is 134,369af; Evaporation/Other is 14,818af and will be reset on the day of allocation. Total storage used of 149,376af. Storage based on accounting is 808,879af; storage based on actual reservoir contents is 817,711af for an averaging error of 8,832af.

Watermaster
Report:

Watermaster Ron Shurtleff reported on reservoir storage the Payette River System. He stated that Cascade and Deadwood Reservoirs are currently at 98% full and Brian Sauer, Conservation Specialist for the Bureau of Reclamation, is planning on touching the top of the reservoirs to make a physical fill. He provided graphs for several Snotel sites and all but Deadwood Summit are completely melted off. Ron then reported the status of the storage reservoirs, Cascade Reservoir is currently at 98% of capacity and Deadwood is at 99%.

Ron then reported on the 2009 rental pool leases. He stated that currently the USBR uncontracted storage assigned to the rental pool is 95,000af; total contracted storage leased for "out-of-basin" rental is 64,800af for a total for flow augmentation "out-of-basin" is 159,800af. As of today, no "in-basin" water has been assigned. Ron did state he would like the Emmett Irrigation District to add another 3000af and Farmers Co-op an additional 5000af. These requests need to be confirmed by July 1, 2009, at the latest. To date, the following acre-feet are currently assigned: Farmers Co-op Irrigation, 20,000AF; Noble Ditch Co., 9,947AF; Lower Payette Ditch Co., 9,947AF; Emmett Irrigation, 15,000AF; Black Canyon Irrigation, 6,800AF; Lake Irrigation District, 2,106AF; Kneen, 400AF and Sisk, 600AF for a total of 64,800AF. Of that total, 2,800AF from Black Canyon is USBR Flow Augmentation.

Ron stated that bids were sent out in regards to the Radio Base Station Project. So far, it looks like Campbell-Scientific will get the project. He also reported that he had spoke with Brian Sauer and cost share monies might be available to fund the application and help us with this project. Ron will continue working on this project.

Ron reported on his attendance to the USCID Conference in Reno, Nevada. He stated that a lot of good information was presented and if anyone is interested, several brochures and pamphlets are available to review.

Ron reported on a meeting with Glava Management out of Boise regarding a potential Low Head Hydro Power Generation Project at the Squeeze Gates on the Farmers Co-op canal and the Last Chance Ditch Company's spill site. He stated that they were just in the feasibility stage, but the sites appear to have a high probability for success. A meeting will be held on Wednesday, June 17, 2009, at 8pm at the Payette River Irrigation Office to discuss the Hydro Projects and introduce the persons involved to the directors of the two companies. He also stated that at a previous meeting representatives from Fish and Game and John Westra, Western Regional Manager for the Department of Water Resources were notified that the project is being considered.

Ron provided a copy of the stipulation regarding the BCID/IWRB Water Exchange Application for Exchange No. 75007. It stated that the Tamarack Resort withdrew its protest to the application on April 14, 2009, and the hearing scheduled for June 9th through June 11th, 2009, has been cancelled. Ron said that this is good news because until these protests were settled it has not been possible for the Idaho Resource Board to pay for the rental water released during 2008.

Cost Share

Update:

Ron then gave an update on the 2009 cost share applications. He reported that payment has been made on the Lower End Check #4 for \$22,022.41 and the Brill Pipe Crossing Stewart and Pasture for \$4,598.64. Both of these projects came in slightly under the budgeted amount and Ron suggested earmarking the under budget difference of \$1402.36 on the Brill Lateral project to another small project on the Brill lateral. By doing this, the entire project will be complete. **Dennis Lammey moved and Ron Mio seconded to award the difference of \$1402.36, from the Brill Pipe Stewart and Pasture Crossing Project to complete Station #2 of the Brill Lateral project so that the entire project may be finished the by the end of June. The motion carried.**

Adjournment: Chairman 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 July 8, 2009

Jul 8, 09

ASSETS	
Current Assets	
Checking/Savings	
Checking - Water District	1,400.88
State Treasurer	185,493.59
Total Checking/Savings	186,894.47
Accounts Receivable	
A/R - Assessments	1,569.00
Acct. Rec. - Rental Pool	36,018.57
Total Accounts Receivable	37,587.57
Other Current Assets	
201 - Undeposited Funds	20.00
Total Other Current Assets	20.00
Total Current Assets	224,502.04
Fixed Assets	
Office Equipment	19,482.66
Field Equipment	12,643.26
Vehicles	25,916.00
Total Fixed Assets	58,041.92
TOTAL ASSETS	282,543.96
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Payroll Liabilities	
SUI	-0.09
Total Payroll Liabilities	-0.09
Printing Expense Payable	902.72
Total Other Current Liabilities	902.63
Total Current Liabilities	902.63
Total Liabilities	902.63
Equity	
Equity - Equipment	57,889.07
Retained Earnings	274,983.52
Net Income	-51,231.26
Total Equity	281,641.33
TOTAL LIABILITIES & EQUITY	282,543.96

2:56 PM
 07/08/09
 Accrual Basis

Water District No. 65
Profit & Loss
 January 1 through July 8, 2009

Jan 1 - Jul 8, 09

Ordinary Income/Expense	
Income	
Interest Income	4,283.36
Assessment Revenue	59,702.56
Administrative Fee Revenue	
Admin Fees - In Basin	-879.00
Total Administrative Fee Revenue	-879.00
Total Income	63,106.92
Expense	
Payroll Expenses	
Salary - Watermaster	26,841.00
Payroll Taxes	
Company FICA Expense	1,664.14
Company Medicare Expense	389.19
Company Fed Unemployment Tax	56.00
Company State Unemployment Tax	119.98
Total Payroll Taxes	2,229.31
Benefits - Medical Insurance	3,828.33
Benefits - Retirement	2,684.10
Total Payroll Expenses	35,582.74
Office Rent	4,025.00
Office Assistance	2,800.00
Postage and Delivery	507.04
Postage Reimbursals Account	0.00
Office Supplies	1,790.82
Telephone	656.92
Professional Fees	
Accountant Fees	2,480.00
Total Professional Fees	2,480.00
Automobile and Mileage	1,500.91
Dues and Subscriptions	500.00
IWUA Basin Members Dues	23,708.00
Water Education	
Contributions	-626.02
Total Water Education	-626.02
Internet Services	254.45
Meeting Expenses	40.69
Computer Repairs	17.94
Travel and Training	
IWUA Convention Expense	530.00
Meals and Lodging	709.55
Training Expense	1,225.18
Total Travel and Training	2,464.73
Repairs and Maintenance	
Equipment Repairs	175.53
Total Repairs and Maintenance	175.53
Workman's Comp Insurance	187.00
Interest Expense	
Interest Exp.- Rental Pool	6,686.33
Total Interest Expense	6,686.33
Insurance	500.00
Miscellaneous	61.83
Equip. Purchases, Office & Field	4,403.22

RECEIVED
JUL 09 2009
 WATER RESOURCES
 WESTERN REGION

2:56 PM
07/08/09
Accrual Basis

Water District No. 65
Profit & Loss
January 1 through July 8, 2009

	Jan 1 - Jul 8, 09
Cost - Share Incentive Prog. Water Management	<u>26,621.05</u>
Total Cost - Share Incentive Prog.	<u>26,621.05</u>
Total Expense	<u>114,338.18</u>
Net Ordinary Income	<u>-51,231.26</u>
Net Income	<u><u>-51,231.26</u></u>

Handwritten notes:
07/08/09
7:00 AM
[Illegible]

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

May 11, 2009

8:00 P.M.

RECEIVED

MAY 04 2009

WATER RESOURCES
WESTERN REGION

May 1, 2009

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 11th 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, 2009 Minutes*
- *Review to Approve Financial Statement*
- *May 1, Water Supply Update*
- *Water Bank Lease, Progress Report*
- *Cost Share Program, Progress*
- *New Year Project Ideas*
- *Any other business to be brought before the board*

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 **May 11, 2009**, 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: May 11, 2009

Time: 8:00 p.m.

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

Attending: Dan Surmeier, Marcia Herr, Dennis Heaps, Dennis Lammey, Ricky York, Doyle Fackler, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White

Guests: Jerrold Gregg, USBR; Brian Sauer, USBR and Liz Cresto, IDWR

Agenda: Chairman Surmeier called the meeting to order and asked if there were any changes or additions to the presented agenda. Hearing none, **Dennis Lammey moved and Doyle Fackler seconded to approve the agenda as presented. The motion carried.**

Minutes: The minutes of the April 13, 2009, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members to review the minutes for their approval. **Dennis Lammey moved and Marcia Herr seconded to approve the minutes of the April 13, 2009 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 \$880.21 and a balance in the State Treasury Fund of \$228,382.49 resulting in a checking and savings total of \$229,262.70. Ron reported that the assessments have been mailed out and he is beginning to receive payments. Total fixed assets remain at \$58,041.92, including office equipment, field equipment and the district vehicle. The total assets for the district as of May 11, 2009, total \$328,112.27. Ron also read the profit and loss report which indicates a negative net income of \$5,682.96. 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.**

IDWR

Report: Chairman Surmeier asked Liz Cresto, IDWR, to give her report. She stated that the accounting system is up and running and they are working on last to fill for Cascade and Deadwood reservoirs at this time. She provided a preliminary Payette River stored water supply update. It shows as of May 10, 2009, water accounted for storage is 715,223af and unaccounted for storage is 59,077af for a total storage available of 774,300af. Canals and Pumps have used 139af; Flood Control is 109,109af; Evaporation is 8,608af for a total storage used of 117,855af. Storage based on accounting is 656,445af; storage based on actual reservoir contents is 655,524af for an averaging error of 921af.

Water Outlook
USBR Report:

Brian Sauer, Conservation Specialist for the Bureau of Reclamation gave a PowerPoint presentation showing reservoir storage for Lake Cascade and Deadwood Reservoir. He stated that the Payette Basin snowpack has continued tracking closely with the 1998 season and actually gained a little in May. Brian then reported the status of the storage reservoirs, Cascade Reservoir is currently at 78% of capacity and Deadwood is at 70%. The entire Payette River storage system is at 76% of full capacity. Brian reported the May forecast for the Payette Basin snowpack is 74% of normal at 960,000af. The 8-14 day forecast also shows above average temperatures as well as the 3-month forecast.

USBR
Report:

Jerrold Gregg, Bureau of Reclamation, reported that the Bureau will possibly be able to achieve the entire 487,000 AF of flow augmentation for the 2009 season. Except for the Payette and Boise Basins a large portion of the state is experiencing an average to above average snowpack for this time of year. Mr. Gregg reported that the Idaho Power Company has not attempted to rent any water like during the 2008 season and this will likely make additional sources available to for flow augmentation. Mr. Gregg stated that the release of the salmon water is expected to be accomplished earlier than in prior years, with the bulk of the Boise and Upper Snake water being released and through the system by the end of June to the middle of July. Jerry said that he is requesting about 65,000 AF from the irrigators in the Payette Basin, and the Bureau is intending to contribute their 95,000 AF. Mr. Gregg stated that he needs to have the water commitments as early as possible and would like to achieve his goal for the total commitment by June 15th.

Watermaster's
Report:

Chairman Surmeier asked Watermaster Ron Shurtleff to give his monthly Watermaster's Report. Ron said that included in the packets is the NRCS Idaho Water Supply Outlook Report as of May 1, 2009. The report stated that below normal precipitation combined with a warm spell started snow melt in Idaho's west central mountains, but even with the melt, snowpacks are about 80% of average in the Weiser and Boise basins, and 90% in the Payette Basin. Despite disappointing April precipitation, the Boise Surface Water Supply Index, which combines current reservoir storage with the streamflow forecasts, still shows that even the 90% chance of exceedance forecast should meet demand in the Boise basin.

Ron then reported on the 2009 leases to the rental pool. He stated that USBR has requested 160,000AF for out of basin flow augmentation, 65,000AF of that will be needed from irrigators for out-of-basin and 8,400AF for in-basin irrigators. To date, Farmers Co-op Irrigation has leased 20,000AF; Noble Ditch Co., 9,947AF; Lower Payette Ditch Co., 9,947AF; Emmett Irrigation 10,000AF and Black Canyon Irrigation, 6,800AF for a total of 56,694AF. To date the total commitments equal 151,694 AF acre-feet with the 95,000 AF assigned by the Bureau combined with the irrigators leases. Ron reminded the members that the deadline for additional leases for out of basin is July 1, 2009. Ron asked if he should seek the two private leases in order to relieve a little of the burden from the canal companies. It was a general consensus to contact the two parties that leased water in the 2008 season to see if they would be interested again.

Ron included in the packets correspondence from the National Water Resources Association annual meeting report and minutes. It stated that their highest priorities for 2009 are amendments to the Clean Water Act and specifically their opposition to the Oberstar/Feingold legislation. Another high priority is increased funding for the Bureau, Corps and WAPA. Aging infrastructure is also very high on the list. They also supplied us with the NWRA Irrigation and Conservative Caucus assessment for \$250.00.

Dennis Lamme moved and Doyle Fackler seconded to pay the assessment of \$250.00 for the 2009 NWRA Irrigation and Conservation Caucus. The motion carried.

Ron updated the board on the purchase of a new color copier for the office. He stated that the Lanier Color Copier from Fisher's was ordered and should be delivered to the office within the next two weeks.

IWUA
Water Law
Seminar:

Ron announced that he has been asked to participate in panel discussion at the Idaho Water Users Association, Summer Water Law Seminar. The topic is the comparison and contrasts of Idaho's Local Water Rental Pools. The seminar is to be held on June 22nd and 23rd. Ron said that he will be gathering information and history about our rental pool and would appreciate any help from members that may have knowledge of the early years of the district organization and rental pool activity.

USCID
Conference:

Ron reminded the board that he will be attending the USCID Conference in Reno, Nevada on June 3-6, 2009. He stated that a couple of topics that will be discussed are Irrigation District Sustainability and Strategies to meet the Challenges.

Adjournment: Chairman 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

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Adjournment: Chairman 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

6:43 PM
06/01/09
Accrual Basis

Water District No. 65
Profit & Loss
January 1 through June 1, 2009

	Jan 1 - Jun 1, 09
Ordinary Income/Expense	
Income	
Interest Income	4,172.26
Assessment Revenue	59,702.56
Administrative Fee Revenue	
Admin Fees - In Basin	-879.00
Total Administrative Fee Revenue	-879.00
Total Income	62,995.82
Expense	
Payroll Expenses	
Salary - Watermaster	17,894.00
Payroll Taxes	
Company FICA Expense	1,109.43
Company Medicare Expense	259.46
Company Fed Unemployment Tax	56.00
Company State Unemployment Ta	79.99
Total Payroll Taxes	1,504.88
Benefits - Medical Insurance	3,625.00
Benefits - Retirement	1,789.40
Total Payroll Expenses	24,813.28
Office Rent	2,875.00
Office Assistance	2,000.00
Postage and Delivery	558.71
Postage Reimbursasal Account	-51.67
Office Supplies	1,156.00
Telephone	497.03
Professional Fees	
Accountant Fees	2,480.00
Total Professional Fees	2,480.00
Automobile and Mileage	1,306.88
Dues and Subscriptions	500.00
IWUA Basin Members Dues	23,708.00
Water Education	
Contributions	-626.02
Total Water Education	-626.02
Internet Services	164.65
Meeting Expenses	40.69
Travel and Training	
IWUA Convention Expense	460.00
Meals and Lodging	177.30
Training Expense	585.18
Total Travel and Training	1,222.48
Repairs and Maintenance	
Equipment Repairs	175.53
Total Repairs and Maintenance	175.53
Workman's Comp Insureance	187.00
Interest Expense	
Interest Exp.- Rental Pool	6,686.33
Total Interest Expense	6,686.33
Insurance	500.00
Equip. Purchases, Office & Field	613.22
Total Expense	68,807.11
Net Ordinary Income	-5,811.29
Net Income	-5,811.29

 **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 OF ADVISORY BOARD MEETING
April 13, 2009
8:00 P.M.

April 6, 2009

Mr. John Westra
2735 Airport Road
Boise, ID 83705

RECEIVED

APR 07 2009

WATER RESOURCES
WESTERN REGION

Dear Mr. Westra,

The Advisory Board of State Water District No. 65 will meet on **Monday, April 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 March,, 2009 Minutes*
- *Review to Approve Financial Statement*
- *April 1, Water Supply Outlook Report*
- *Water Bank Lease Report*
- *Communication Tower, Public Hearing Report*
- *Aquatic Herbicides and NPDES Permits*
- *Idaho Canal Safety Awareness Program; Contribution*
- *Water Measurement Bridges*
- *Any other business to be brought before the board*

Note! Back to 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 **April 13, 2009**, 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:** April 13, 2009
- Time:** 8:00 p.m.
- Location:** Payette River Irrigation Office, 102 N. Main, Payette, Idaho
- Attending:** Dan Surmeier, Marcia Herr, Chuck Pollock, Dennis Lammey, Jim Standley, Ricky York, Norm Collinsworth, Chad Henggeler, Darlene Maxwell, Michael McEvoy, Dennis Heaps, Ron Mio, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White
- Guests:** Jerrold Gregg, USBR; Chris Beardsley, USBR; Brian Sauer, USBR and Liz Cresto, IDWR
- Minutes:** The minutes of the March 9, 2009, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members to review the minutes for their approval. **Dennis Lammey moved and Jim Standley seconded to approve the minutes of the March 9, 2009 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 \$833.43 and a balance in the State Treasury Fund of \$183,270.30 resulting in a checking and savings total of \$184,103.73. Ron reported that the assessments are stuffed and ready to mail which accounts for the \$60,113.36 in the A/R assessment's account. The hearing has been postponed to June for the rental pool accounts receivable in the amount of \$36,626.17, Ron is confident this will come thru with no problems. Total fixed assets are \$58,041.92, including office equipment, field equipment and the district vehicle. The total assets for the district as of April 13, 2009, total \$338,290.06. Ron also read the profit and loss report which indicates a net income at this time of \$3,163.40. Chairman Surmeier asked if there were any question. **Ron Mio moved and Dennis Lammey seconded to approve the Financial Statement as reported. The motion carried.**
- IDWR**
- Report:** Chairman Surmeier asked Liz Cresto, IDWR, to give her report. She explained that NOAA Fisheries and US Fish and Wildlife are requesting early flow augmentation releases this year, asking that all water be out around August 20. This may create a small change in the accounting procedure however Liz did not think the change would compromise the accuracy or cause any difficulty in accounting for the flow augmentation. There was some discussion concerning the paper fill as apposed to the physical fill of the reservoirs. Liz reported that she should be able to report when all of the storage accounts have filled. This event will occur ahead of the time the reservoirs reach their highest level since flood release and flow augmentation water will be released during the fill process.

USBR

Report:

Jerrold Gregg, Bureau of Reclamation reported that the bureau may be capable of meeting their procurement goal of 487,000 AF this year which is an improvement due to the wet month of March. To achieve the entire 487K they will be seeking as much as 65,000-70,000 AF from contracted storage in the Payette Basin. Mr. Gregg was asked when the commitments need to be completed. He stated that the latest he could wait would be the early part of July, however mid June would be a more comfortable time to submit water bank commitments. He also stated that after July 31, 2009, there would be little chance of obtaining the budget necessary to pickup additional water.

Water Outlook

USBR Report:

Brian Sauer, Conservation Specialist for the Bureau of Reclamation gave a PowerPoint presentation showing reservoir storage for Lake Cascade and Deadwood Reservoir, he stated that both sites are on track to fill thanks to a fairly wet early spring and an improved forecast for reservoir inflow. Brian showed the mountain snow water equivalent progression and how the Payette Basin fell behind during February and then gained again in March. The April 1, snow water equivalent is placed at 87% of normal. The bureau estimates the runoff at Horseshoe Bent to equal 82% of normal with the assumption the remaining spring track with normal conditions. Brian then reported the status of the storage reservoirs, Cascade Reservoir is currently 70% of capacity and Deadwood is at 55%. The entire Payette River storage system is at 67% of a full condition. Brian reported the April 1 forecast places the runoff to Deadwood at 77% of normal and the Cascade runoff forecast at 82% of normal. Brian also showed long range weather predictions indicating a cooler than normal period with the likelihood of drier than normal conditions for the next 8 to 14 days.

Watermaster's

Report:

Chairman Surmeier asked Watermaster Ron Shurtleff to give his monthly Watermaster's Report. Ron said that included in the packets is the NRCS Idaho Water Supply Outlook Report as of April 1, 2009. The report states that with the recent increased volumes of precipitation, water managers will be watching reservoir storage closely and making flood control releases as needed to maintain required space as the snowmelt season kicks in. The month of March boosted lagging snow totals in Idaho's west central mountains and precipitation ranged from 132% of average in the Weiser Basin to 142% in the Boise Basin and 153% in the Payette Basin. This type of jump this late in the season is unusual and makes the water supply outlook much brighter as we continue through spring. Streamflow forecasts have also been increased this month. Ron stated that although the outlook is not quite as plush as last year, we are still in pretty good shape.

Ron then reported on the 2009 leases to the rental pool. He stated that USBR has requested 160,000AF for out of basin flow augmentation, 65,000AF of that will be needed from irrigators for out-of-basin and 8,400AF for in-basin irrigators. To date, Farmers Co-op Irrigation has leased 20,000AF; Noble Ditch Co., 9,947AF and Lower Payette Ditch Co., 9,947AF for a total of 39,894AF. To date the total commitments equal 134,894 AF acre-feet with the 95,000 AF assigned by the Bureau combined with the

irrigators leases. Ron encouraged additional leases for out of basin by July 1, 2009. Ron also asked if he should seek the two small leases that total 1000 AF this year. It was decided that this may make it easier to obtain the amount of water needed to help the bureau reach its goal of the 487,000.

Ron reported that he had attended the Payette Planning and Zoning meeting on March 26, 2009, with a request for a conditional use permit to install a 50' communication tower on the east side to the office building. He also offered an alternative request for a 30' tower on the office building roof. Ron reported that the request for the ground mount was not approved but the roof mount 30' tower did receive an approval. He received a letter from the city stating that the request was approved.

Ron presented a quote to replace the copier in the office with a new color copier. He requested that this be cost shared with Farmers Co-op, Noble Ditch and Lower Payette Ditch. He stated that he and Peggy had visited several businesses to observe different models and have determined that the Lanier Color Copier from Fisher's seems to be the best choice. The cost would be \$3790.00 to the Water District and would result in 50% ownership, consistent with the previous purchase of the current copier. **Dennis Lammey moved and Jim Standley seconded to commit the Water District to 50% ownership of a new color copier machine at the approximate amount of \$3,790.00. The motion carried.**

EID Site:

Ron made a request to cost share a measurement bridge at the Emmett Irrigation District site. He stated that he has an estimated cost for materials of \$624.16 and has presented this Idea to the EID Board of Directors. **Dennis Lammey moved and Chuck Pollock seconded to approve an expenditure of up to \$500 for installation of a measurement bridge at the EID site. The motion carried.**

IWUA

Awareness

Program:

Ron presented a notice from Idaho Water Users Association asking for our usual donation to help protect the children of the Treasure Valley and support their program to continue the education on the dangers posed by the irrigation canals. **Dennis Lammey made a motion and Marcia Herr seconded, to donate \$500.00 to the Canal Safety Awareness Program. The motion passed.**

Aquatic

Herbicide

Update:

Ron provided a copy of a letter received from Norm Semanko regarding the Aquatic Herbicide NPDES Permit Ruling which was overturned by the 6th Circuit Court. It stated that EPA has decided not to seek rehearing in the court of appeals. In light of those impacts, on April 9, 2009, the Government will file a Motion for Stay of the Mandate for a period of two years. If the stay is granted, the requested two years will provide EPA time to develop, propose and issue a final NPDES general permit for pesticide applications covered under the decision. Norm will keep us updated on the activities with regard to this important matter.

Other

Business:

A dedication in John Key's name of the primary pumping plant at Grand Coulee Dam will take place on May 12th at 1pm. The event is planned to last for about 30 minutes with a tour of the pumping plant to follow. Contact Lynn Brower at 509-633-9503, if interested in attending.

Dennis Heaps mentioned that if anyone was interested in ordering 2" rough lumber for check boards to contact him. He is placing an order next week.

Ron reported to the members that Roy Orr, retired manager for Black Canyon Irrigation passed away on April 8th and the services for Roy were held on April 11th in Caldwell.

Ron also reported that Doyle Fackler's wife has experienced some serious complications during her recent cancer treatments and that we should remember both her and Doyle in our prayers. Ron also reported that Maynard Potter is progressing well with his cancer treatments and continues to manage the two canals along with his cattle ranch.

Adjournment: Chairman 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

12:41 PM
05/01/09
Accrual Basis

Water District No. 65
Balance Sheet
As of May 1, 2009

	May 1, 09
ASSETS	
Current Assets	
Checking/Savings	
Checking - Water District	17,554.68
State Treasurer	183,270.30
Total Checking/Savings	<u>200,824.98</u>
Accounts Receivable	
A/R - Assessments	36,618.64
Acct. Rec. - Rental Pool	36,031.05
Total Accounts Receivable	<u>72,649.69</u>
Total Current Assets	<u>273,474.67</u>
Fixed Assets	
Office Equipment	19,482.66
Field Equipment	12,643.26
Vehicles	25,916.00
Total Fixed Assets	<u>58,041.92</u>
TOTAL ASSETS	<u><u>331,516.59</u></u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Payroll Liabilities	
Federal Withholding	347.00
FICA	
Company FICA	277.36
Employee FICA	277.36
Total FICA	<u>554.72</u>
Medicare	
Company Medicare	64.86
Employee Medicare	64.86
Total Medicare	<u>129.72</u>
State Withholding	204.00
SUI	19.92
Total Payroll Liabilities	<u>1,255.36</u>
Printing Expense Payable	902.72
Total Other Current Liabilities	<u>2,158.08</u>
Total Current Liabilities	<u>2,158.08</u>
Total Liabilities	2,158.08
Equity	
Equity - Equipment	57,889.07
Retained Earnings	274,983.52
Net Income	-3,514.08
Total Equity	<u>329,358.51</u>
TOTAL LIABILITIES & EQUITY	<u><u>331,516.59</u></u>

12:41 PM
 05/01/09
 Accrual Basis

Water District No. 65
Profit & Loss
 January 1 through May 1, 2009

	Jan 1 - May 1, 09
Ordinary Income/Expense	
Income	
Interest Income	4,060.07
Assessment Revenue	59,702.56
Administrative Fee Revenue	
Admin Fees - In Basin	-879.00
Total Administrative Fee Revenue	-879.00
Total Income	62,883.63
Expense	
Payroll Expenses	
Salary - Watermaster	17,894.00
Payroll Taxes	
Company FICA Expense	1,109.43
Company Medicare Expense	259.46
Company Fed Unemployment Tax	56.00
Company State Unemployment Tax	79.99
Total Payroll Taxes	1,504.88
Benefits - Medical Insurance	2,900.00
Benefits - Retirement	1,789.40
Total Payroll Expenses	24,088.28
Office Rent	2,300.00
Office Assistance	1,600.00
Postage and Delivery	455.36
Postage Reimburasal Account	0.00
Office Supplies	1,142.50
Telephone	438.97
Professional Fees	
Accountant Fees	2,480.00
Total Professional Fees	2,480.00
Automobile and Mileage	1,150.72
Dues and Subscriptions	500.00
IWUA Basin Members Dues	23,708.00
Water Education	-876.02
Internet Services	164.65
Meeting Expenses	40.69
Travel and Training	
IWUA Convention Expense	280.00
Meals and Lodging	132.84
Training Expense	-64.82
Travel and Training - Other	694.46
Total Travel and Training	1,042.48
Repairs and Maintenance	
Equipment Repairs	175.53
Total Repairs and Maintenance	175.53
Workman's Comp Insurance	187.00
Interest Expense	
Interest Exp.- Rental Pool	6,686.33
Total Interest Expense	6,686.33
Insurance	500.00
Equip. Purchases, Office & Field	613.22
Total Expense	66,397.71
Net Ordinary Income	-3,514.08
Net Income	-3,514.08

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

March 9, 2009

8:00 P.M.

RECEIVED

MAR 03 2009

March 2, 2009

WATER RESOURCES
WESTERN REGION

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, March 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 February, 2009 Minutes*
- *Review to Approve Financial Statement*
- *Water Supply Outlook Report*
- *Report on RF Base Station Progress*
- *Report on Campbell Scientific CR1000 Training, Feb. 9-12, 2009*
- *Any other business to be brought before the board*

Note! Back to 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 **March 9, 2009**, 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

RECEIVED

APR 07 2009

WATER RESOURCES
WESTERN REGION

- Date:** March 9, 2009
Time: 8:00 p.m.
Location: Payette River Irrigation Office, 102 N. Main, Payette, Idaho
- Attending:** Dan Surmeier, Joy Sisler, Marcia Herr, Chuck Pollock, C. Eugene Parks, Doyle Fackler, Ron Mio, Dennis Lammey, Jim Standley, Ricky York, Chad Henggeler, Darlene Maxwell, Michael McEvoy, Tom Legg, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White
- Guests:** Jerrold Gregg, USBR; Chris Beardsley, USBR; Brian Sauer, USBR; Jennifer Cuhaciyon, IDWR; and Liz Cresto, 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, Ron added the request to attend the Reno, NV Conference. **Jim Standley moved and Dennis Lammey seconded to approve the agenda as amended. The motion carried.**
- Minutes:** The minutes of the February 9, 2009, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members to review the minutes for their approval. **Gene Parks moved and Dennis Lammey seconded to approve the minutes of the February 9, 2009 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 \$858.15 and a balance in the State Treasury Fund of \$186,515.01 resulting in a checking and savings total of \$187,373.16. Ron reported accounts receivable of \$36,626.17 which includes assessments and rental pool. Total fixed assets remain at \$57,889.07, including office equipment, field equipment and the district vehicle. The total assets for the district as of March 9, 2009, total \$281,888.40. Ron also read the profit and loss report which indicates a negative income at this time of \$51,982.81. Chairman Surmeier asked if there were any question. **Ron Mio moved and Dennis Lammey seconded to approve the Financial Statement as reported. The motion carried.**
- IDWR Report:** Chairman Surmeier asked Jennifer Cuhaciyon, Idaho Dept. of Water Resources to give her report. She gave a PC accounting progress update and PowerPoint presentation on the new accounting model which uses the Windows Based PC computer/ ARC-GIS program. She explained the different information and maps that can be created and stated that for the time being, it will be ran parallel with the current program.

Chairman Surmeier then asked Liz Cresto, IDWR, to give her PowerPoint report. She reviewed the some of the same information on the 2009 accounting system that Jennifer covered and reiterated they were excited to learn the new program and all it has to offer.

USBR

Report:

Jerrold Gregg, Bureau of Reclamation reported that they were once again looking for flow augmentation leases to the water bank. The Bureau is planning on renting approximately the same amount as last year in their attempt to obtain the needed 427,000 AF. He stated that he will need commitments earlier this year than in the past since the release schedule has been moved forward 30 days. He would like to see at least 50% committed by May 15, 2009, and the total by June 15, 2009. Mr. Gregg said that the Bureau is planning to procure 140,000 to 160,000 AF from the Payette Basin and intends to assign 95, 000 AF of the Bureau's uncontracted space.

Water Outlook

USBR Report:

Brian Sauer, Conservation Specialist for the Bureau of Reclamation gave a PowerPoint presentation showing several Snotel sites and stated that we have had twice the rainfall in the first five days of March as the entire month of February. He reported that overall, February precipitation was about 45% of average in the Weiser and Payette basins and about 50% in the Boise basin. Water year-to-date precipitation is 79% of average and snowpacks are near 65-75% of average for the Boise, Weiser and Payette mountains. Brian then reported the status of the storage reservoirs, Cascade Reservoir is currently 67% of capacity and due to a problem there was no data available for the Deadwood Reservoir however it is actually at about 55% of capacity. This places the total system at about 64% of a full condition. Brian also stated that releases to provide more space for flood control are very likely at Cascade but at this time releases from Deadwood are not expected to be necessary. He then stated that water conservation applications will be accepted thru this Friday.

Watermaster's

Report:

Chairman Surmeier asked Watermaster Ron Shurtleff to give his monthly Watermaster's Report. Ron said that Mr. Sauer had given such a complete water supply and reservoir report that he would not repeat all the information. He provided in the packets a copy of the March 1, 2009, Idaho Water Supply Outlook Report. It stated that at least one good month of precipitation is needed this year to add more water to the snowpack while cool temperatures would allow the snow to continue accumulating. If this doesn't happen, we will be looking for good spring precipitation, and a few hot days to flush the snowmelt from the mountains to the reservoirs and then a cool summer to reduce water use.

Ron then reported on a product from Mechanical Associates in California who offer a Stainless Steel Canal Gate that competes in price with the 24" cast iron gate with galvanized steel frame. Their product is drop tight and should never require maintenance. Currently the cost difference between the Stainless Steel and the Cast Iron is only \$70.00 and Ron stated that with this minimal increase of cost, it might be well worth taking a close look at this product.

Ron reported on a potential water quality cost share project for a tailwater pond. Ron stated that the usual incentives have provided assistance to water quality monitoring. In this instance he has receive a request for a water quality improvement project that may fall well within the scope of our criteria and ability. The project is to address a tailwater runoff problem that is carrying silt to the Snake River through part of the City of Payette's storm water drainage system. Ron said he would provide more information if the project moves forward and appears feasible.

Campbell

Scientific:

Ron reported that Ken Mineard, Lower Payette Ditch Manager and he, had completed the CR1000 Datalogger training class which had been hosted by Shane Livingston and conducted in the Bureau of Reclamation's Computer Lab in the regional office in Boise. He stated the new CR1000 Datalogger it is very similar to the CR 10X which is the model that we are familiar with. Ron expects no major problems in learning to use the new product effectively. Ron wanted to thank the Bureau of Reclamation for putting the class together here in Boise as this helped keep our cost very minimal.

Radio

Base Tower:

Ron updated the Board on the installation of the Radio Base Station and antenna tower at the office. He stated that on March 26, 2009, a public hearing at the Payette City Planning and Zoning will determine if we will be allowed to erect a communication tower to facilitate the Radio base Station. Ron has achieved a spot on the agenda for this request and paid \$50 application fee as required by the city. He will report at the next meeting the outcome of the hearing.

Other

Business:

At this time, Marcia Herr introduced Tom Legg. She stated that he is the new alternate for the Letha Irrigation and Water Company.

Ron then reported on an upcoming Conference of the USCID, the U.S. Society for Irrigation and Drainage Professionals which will e held in Reno, Nevada. The Conference will be held Jun 3-6, 2009. Registration cost is \$545 plus meals and lodging. Ron intends to drive to the conference and is requesting permission to attend. **Marcia Herr moved and Mike McEvoy seconded to allow Ron Shurtleff to attend the USCID Conference on June 3-6, 2009 and to approve the registration fee and lodging for the meetings. Passed.**

Adjournment:

Chairman 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

3:39 PM

04/06/09

Accrual Basis

Water District No. 65 Balance Sheet As of April 6, 2009

	Apr 6, 09
ASSETS	
Current Assets	
Checking/Savings	
Checking - Water District	736.79
State Treasurer	181,515.01
Total Checking/Savings	182,251.80
Accounts Receivable	
A/R - Assessments	60,113.36
Acct. Rec. - Rental Pool	36,127.69
Total Accounts Receivable	96,241.05
Total Current Assets	278,492.85
Fixed Assets	
Office Equipment	19,482.66
Field Equipment	12,643.26
Vehicles	25,916.00
Total Fixed Assets	58,041.92
TOTAL ASSETS	336,534.77
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Payroll Liabilities	
Federal Withholding	347.00
FICA	
Company FICA	277.36
Employee FICA	277.36
Total FICA	554.72
Medicare	
Company Medicare	64.87
Employee Medicare	64.87
Total Medicare	129.74
FUTA	56.00
State Withholding	204.00
SUI	59.89
Total Payroll Liabilities	1,351.35
Printing Expense Payable	902.72
Total Other Current Liabilities	2,254.07
Total Current Liabilities	2,254.07
Total Liabilities	2,254.07
Equity	
Equity - Equipment	57,889.07
Retained Earnings	274,983.52
Net Income	1,408.11
Total Equity	334,280.70
TOTAL LIABILITIES & EQUITY	336,534.77

3:39 PM

04/06/09

Accrual Basis

Water District No. 65
Profit & Loss
January 1 through April 6, 2009

	Jan 1 - Apr 6, 09
Ordinary Income/Expense	
Income	
Interest Income	2,304.78
Assessment Revenue	59,630.56
Administrative Fee Revenue	
Admin Fees - In Basin	-879.00
Total Administrative Fee Revenue	-879.00
Total Income	61,056.34
Expense	
Payroll Expenses	
Salary - Watermaster	13,420.50
Payroll Taxes	
Company FICA Expense	832.07
Company Medicare Expense	194.60
Company Fed Unemployment Tax	56.00
Company State Unemployment Ta	59.98
Total Payroll Taxes	1,142.65
Benefits - Medical Insurance	2,175.00
Benefits - Retirement	1,342.05
Total Payroll Expenses	18,080.20
Office Rent	1,725.00
Office Assistance	1,200.00
Postage and Delivery	255.36
Postage Reimbursasal Account	0.00
Office Supplies	1,066.42
Telephone	330.27
Professional Fees	
Accountant Fees	2,480.00
Total Professional Fees	2,480.00
Automobile and Mileage	994.56
Dues and Subscriptions	500.00
IWUA Basin Members Dues	23,708.00
Internet Services	139.70
Meeting Expenses	40.69
Travel and Training	
IWUA Convention Expense	280.00
Meals and Lodging	132.84
Training Expense	34.18
Travel and Training - Other	694.46
Total Travel and Training	1,141.48
Workman's Comp Insurance	187.00
Interest Expense	
Interest Exp.- Rental Pool	6,686.33
Total Interest Expense	6,686.33
Insurance	500.00
Equip. Purchases, Office & Field	613.22
Total Expense	59,648.23
Net Ordinary Income	1,408.11
Net Income	1,408.11

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 ***February 9, 2009*** ***7:00 P.M.***

RECEIVED

FEB 02 2009

WATER RESOURCES
WESTERN REGION

January 30, 2009

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, February 9th 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, 2008 Minutes***
- ***Review to Approve Financial Statement***
- ***Water Supply Outlook Report***
- ***Cost Share Project Applications Review***
- ***Telemetry-Radio Base Station Proposal (SCADA)***
- ***Water District Office Improvement Suggestions***
- ***USCID Meeting, Reno, Nevada***
- ***Report on Campbell Scientific CR1000 Training, Feb. 9-12, 2009***
- ***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 **February 9, 2009**, 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 9, 2009
- Time:** 7:00 p.m.
- Location:** Payette River Irrigation Office, 102 N. Main, Payette, Idaho
- Attending:** Those in attendance were; Dennis Heaps, Dan Surmeier, Joy Sisler, Marcia Herr, Chuck Pollock, C. Eugene Parks, Doyle Fackler, Ron Mio, Norm Collinsworth, Dennis Lammey, Jim Standley, Watermaster, Ron Shurtleff and Recording Secretary, Jamie White.
- Guests:** Jerrold Gregg, USBR; Chris Beardsley, USBR 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. **Dennis Lammey moved and Jim Standley seconded to approve the agenda as presented. The motion carried.**
- Minutes:** The minutes of the December 8, 2008, meeting had been mailed to the board members with their meeting notice. Chairman Surmeier asked the members to review the minutes for their approval. **Dennis Lammey moved and Jim Standley seconded to approve the minutes of the December 9, 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 \$571.43 and a balance in the State Treasury Fund of \$184,210.23 resulting in a checking and savings total of \$184,781.66. Ron reported accounts receivable of \$46,027.45 which includes the rental pool. Total fixed assets are \$57,889.07, including office equipment, field equipment and the district vehicle. The total assets for the district as of February 8, 2009, total \$288,732.10. Ron also read the profit and loss report which indicates a negative income of \$45,098.90. Chairman Surmeier asked if there were any question. **Dennis Lammey moved and Ron Mio seconded to approve the Financial Statement as reported. The motion carried.**
- IDWR Report:** Chairman Surmeier asked if Liz Cresto was expected to attend. Ron reported that she will not attend. Ron reported on behalf of Ms. Cresto; IDWR is planning to operate the River Accounting System in 2009 using the VAX, Fortran system that has been in use up till this time, and a new system which uses the Windows Based PC computer system. The current plan is to enter data from the Payette Basin in both systems and run them parallel to gain experience and confidence in the new accounting system.

USBR

Report:

Jerrold Gregg, Bureau of Reclamation reported that because of Judge Reddens remand of the FCRPS and the Upper Snake River Biological Opinions the proposed BiOps have included a few changes. The total volume of flow augmentation from the upper Snake has not been changed, however the timing has been moved forward to more closely match the migration timing that has been documented over the last 14 years. The new criteria will move flow augmentation thorough the systems by August 1st instead of the end of August. The water quality issue by drafting Cascade Reservoir too early has convinced NOAA to allow for 22,000 acre-feet to be spread through the month of August. Mr. Gregg stated that with this new timing it will be necessary to make our lease decisions earlier than normal and possible require preliminary decisions for partial lease amounts, with commitments for additional water as better water availability data becomes know. Mr. Gregg also reported that the Stimulus Package when implemented will possibly bring large amounts of money to the Pacific Northwest Region and allow for completion of projects that are on the books and in a shovel ready status.

Water Outlook

USBR Report:

Brian Sauer, Conservation Specialist for the Bureau of Reclamation presented a power point slide show showing several Snotel sites and stated snow pack and precipitation is comparable to the 2007 water season. Mr. Sauer then reported the status of the storage reservoirs in the Payette River system at 62% and the Boise River system at 55%. Cascade Reservoir is currently at 65% of capacity and Deadwood at 53%. He also reported that the even though we are slightly below last year, he is confident we will fill all the reservoirs. Brian then gave a report on the three month outlook for temperature in our area, indicating an above chance for cooler weather while precipitation is predicted to be an equal chance of normal.

Brian also stated that cost share applications are still being accepted until March 13, 2009, if anyone is interested in applying; applications need to be submitted as soon as possible.

Jerrold Gregg also introduced Mr. Chris Beardsley, USBR, Snake River Area, Deputy Manager, working with Mr. Gregg in the Boise office.

Watermaster's

Report:

Chairman Surmeier asked Watermaster Ron Shurtleff to give his monthly Watermaster's Report. Ron said that since Mr. Sauer had given such a complete water supply and reservoir report that he would address that topic.

Ron reported that natural flow at the end of 2008 season became much lower than is usually experienced due to a dry fall season. At the time when the river is usually beginning to build from weather events, it actually tapered downward causing the inflow to Cascade Reservoir to fall below the 200 cfs flow that the Idaho Power Company maintains for power production. High return flow in the lower reaches of the river caused the accounting system to trigger excessive storage consumption for the Idaho Power usage at Cascade. Idaho Power challenged the amount of storage usage. Pam Pace from Idaho Power and Liz Cresto worked with the Steve Burrell to examine the data

and made adjustments to more appropriately apply the inflow to reach gain, rather than triggering storage usage out of Cascade Reservoir. The adjustments reduced Idaho Power's storage consumption by 879 acre-feet and required a credit to correct the overcharge. Pam Pace and Liz Cresto consulted and agreed that the change to the accounting properly addressing the storage and reach gain computations.

Ron directed the members to the page in the packet that listed the nine cost share projects presented for funding requests in the 2009 cost share incentive program. Listed below are 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 be approved. Ron stated that the Reed Ditch Company's trash-rack and culvert at Little Rock Rd. was a carryover from last year and the Black Canyon A-line canal lining is a continuation of their existing program. Ron pointed out that the budget does not cover the total amount of the requests for 2009, however past experience indicates that some projects may get postponed which would free up funding to project which get completed. Ron stated that he would recommend approving all projects at their funding request and in order of application date. The last application could be funded to the extent possible and carry the shortfall to the next budget year.

Facility Improvement Projects

1. Reed Ditch Company	Trash-rack a Little Rock Rd.	\$ 3,000.00
2. Farmers Co-op Irrigation	Vaughn Check Structure	\$ 30,000.00
3. Lower Payette Ditch	Lower End Check #4	\$ 24,469.00
4. Last Chance Ditch	Headworks Rehabilitation	\$ 15,000.00
5. Reed Ditch Company	Brill Pipe Crossing	\$ 6,000.00
6. Reed Ditch Company	Increase Capacity at Head Check	\$ 10,000.00
7. Stewart Ditch	Automate Check & Re-channel	\$ 6,000.00
8. Noble Ditch Company	Elmore Check	\$ 2,768.50
9. Black Canyon Irrigation	A-line Canal Lining	<u>\$ 25,000.00</u>
	Total Application Requests	\$ 119,237.50

ArcGis Mapping Project

1. Payette River Irr. Office	ArcGis Mapping Project	<u>\$ 1,000.00</u>
	Total Application Requests	\$ 1,000.00

After careful consideration, Dennis Lammey moved to approve the nine Facility Improvement Projects at the levels requested, up to \$100,000 and to stipulate that projects not attempted during 2009 would yield their funding to completed projects and any short funded project would be carried to the 2010 program year. The motion was seconded by Joy Sisler, and the motion carried.

Campbell Scientific:

Ron reported on the class that Ken Mineard, Lower Payette Ditch Manager and he are attending throughout the week. The class was organized by Shane Livingston, USBR and is being instructed by Doug Neff, from Campbell Scientific. The subject is writing operating programs for the new series of Dataloggers built by Campbell Scientific. Ron

reported that the basin has many CR10X dataloggers and that series is no longer being manufactured. The new series is called the CR 1000 and it uses a different type of program. Ron concluded by commenting that the CR 1000 programs look a little less complex than the CR10X however this is just another step that must be taken to keep up with technology.

Radio

Base Tower:

Ron reported on a meeting with the Payette River Irrigation Office Board and their approval of installing a Telemetry, Radio Base Station and antenna tower at the office. Ron has researched the possibility of installing it on the roof of the building or on a cement pad in the back. Chairman Surmeier has a tower at his business and Ron is checking into the possibility of using it or if we will have to purchase a new one. Ron will report on his findings at the March meeting.

Purchase

Request:

Ron then reported on the need to purchase a new book case and file cabinet due to lack of storage space in his office. He provided pictures and prices from Staples. He also requested to replace his camera and GPS unit that were stolen from his truck last summer. **It was moved by Jim Standley, seconded by Dennis Lammey to allow Ron to purchase a bookcase, file cabinet, digital camera and GPS unit. The motion carried.**

Other

Business:

Dennis Heaps informed the members that Maynard Potter is having serious health concerns. Chairman Surmeier suggested that we send a card in behalf of the district board.

Vice chairman Jim Standley asked if the March meeting time could be moved back to 8pm. All members agreed with Jim's request.

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 March 2, 2009

	<u>Mar 2, 09</u>
ASSETS	
Current Assets	
Checking/Savings	
Checking - Water District	4,015.90
State Treasurer	186,515.01
Total Checking/Savings	<u>190,530.91</u>
Accounts Receivable	
A/R - Assessments	482.80
Acct. Rec. - Rental Pool	36,143.37
Total Accounts Receivable	<u>36,626.17</u>
Other Current Assets	
201 - Undeposited Funds	22.40
Total Other Current Assets	<u>22.40</u>
Total Current Assets	227,179.48
Fixed Assets	
Office Equipment	19,482.66
Field Equipment	12,490.41
Vehicles	25,916.00
Total Fixed Assets	<u>57,889.07</u>
TOTAL ASSETS	<u>285,068.55</u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Payroll Liabilities	
Federal Withholding	413.00
FICA	
Company FICA	277.35
Employee FICA	277.35
Total FICA	<u>554.70</u>
Medicare	
Company Medicare	64.86
Employee Medicare	64.86
Total Medicare	<u>129.72</u>
FUTA	56.00
State Withholding	204.00
SUI	39.90
Total Payroll Liabilities	<u>1,397.32</u>
Printing Expense Payable	902.72
Total Other Current Liabilities	<u>2,300.04</u>
Total Current Liabilities	<u>2,300.04</u>
Total Liabilities	2,300.04
Equity	
Equity - Equipment	57,889.07
Retained Earnings	274,983.52
Net Income	-50,104.08
Total Equity	<u>282,768.51</u>
TOTAL LIABILITIES & EQUITY	<u>285,068.55</u>

11:43 AM
 03/02/09
 Accrual Basis

Water District No. 65
Profit & Loss
 January 1 through March 2, 2009

	Jan 1 - Mar 2, 09
Ordinary Income/Expense	
Income	
Interest Income	2,304.78
Administrative Fee Revenue	
Admin Fees - In Basin	-879.00
Total Administrative Fee Revenue	-879.00
Total Income	1,425.78
Expense	
Payroll Expenses	
Salary - Watermaster	8,947.00
Payroll Taxes	
Company FICA Expense	554.71
Company Medicare Expense	129.73
Company Fed Unemployment Tax	56.00
Company State Unemployment Tax	39.99
Total Payroll Taxes	780.43
Benefits - Medical Insurance	1,450.00
Benefits - Retirement	894.70
Total Payroll Expenses	12,072.13
Office Rent	1,150.00
Office Assistance	800.00
Postage and Delivery	255.36
Postage Reimbursals Account	0.00
Office Supplies	928.56
Telephone	218.20
Professional Fees	
Accountant Fees	2,480.00
Total Professional Fees	2,480.00
Automobile and Mileage	255.88
Dues and Subscriptions	500.00
IWUA Basin Members Dues	23,708.00
Internet Services	69.85
Meeting Expenses	40.69
Travel and Training	
IWUA Convention Expense	280.00
Meals and Lodging	106.00
Training Expense	34.18
Travel and Training - Other	694.46
Total Travel and Training	1,114.64
Workman's Comp Insurance	187.00
Interest Expense	
Interest Exp.- Rental Pool	6,686.33
Total Interest Expense	6,686.33
Insurance	500.00
Equip. Purchases, Office & Field	563.22
Total Expense	51,529.86
Net Ordinary Income	-50,104.08
Net Income	-50,104.08