

**BEFORE THE IDAHO WATER RESOURCE BOARD**

IN THE MATTER OF AGING WATER  
INFRASTRUCTURE GRANTS

RESOLUTION TO ADOPT CRITERIA

1 WHEREAS, House Bill 769 passed and approved in 2022 by the Idaho Legislature  
2 appropriated to the Idaho Water Resource Board (IWRB) \$75,000,000 to be used for  
3 expenditures, loans, or grants for water projects, including studies, to address water  
4 sustainability, rehabilitate or improve aging water infrastructure or support flood management;  
5 and  
6

7 WHEREAS, the Idaho Legislature provided that no more than one-third of these moneys  
8 shall be used for grants and directed the IWRB to develop criteria, taking into account the public's  
9 input for the expenditures of money for grants, which shall be competitive, matching grants that  
10 prioritize projects based on the public benefits they provide. Considerations of public benefits  
11 should include the protection of existing water rights, the uses identified in Section 42-  
12 1760(2)(d), Idaho Code, which include consideration of the value of existing hydropower to the  
13 state's economy, providing water for future development, and addressing aging water storage  
14 and delivery infrastructure for projects that provide environmental, safety, or recreational  
15 benefits; and  
16

17 WHEREAS, in May 2022 the IWRB's Finance Committee met to discuss a proposed Aging  
18 Infrastructure Grant Criteria developed by staff. The Finance Committee decided to open a 30  
19 day comment period to receive public comments on the draft criteria; and  
20

21 WHEREAS, staff has compiled and reviewed the comments and updated this criteria  
22 based upon public comments received, and  
23

24 NOW, THEREFORE BE IT RESOLVED that the IWRB adopts the attached criteria for the  
25 award of Aging Infrastructure Grants.  
26

27 NOW THEREFORE BE IT FURTHER RESOLVED that loans for an aging water infrastructure  
28 project, as defined by IWRB Resolution No. 38-2021, and with a term of 20 years or less, shall  
29 receive an interest rate incentive of 70% of the Program Interest Rate, and shall apply to loans  
30 made from either the Revolving Development Account or the Water Management Account. The  
31 Program Interest Rate is defined by IWRB Resolution No. 38-2021 as equal to the Federal Prime  
32 Rate on the first day of each quarter.

DATED this 7<sup>th</sup> day of June 2022.



JEFF RAYBOULD, Chairman  
Idaho Water Resource Board

ATTEST



JO ANN COLE-HANSEN, Secretary

## IWRB Aging Infrastructure Grant Criteria

During its 2022 session, the Idaho legislature appropriated to the Idaho Water Resource Board (IWRB) \$75,000,000 to “be used for expenditures, loans, or grants for water projects, including studies, to address water sustainability, **rehabilitate or improve aging water infrastructure** or support flood management.” H.B. 769, §§ 6, 7. The legislature provided that “no more than one-third of these moneys shall be used for grants”, and directed the IWRB to:

develop criteria, taking into account the public's input for the expenditures of money for **grants**, which shall **be competitive, matching grants that prioritize projects based on the public benefits they provide**. Considerations of public benefits should include the protection of existing water rights, the uses identified in Section 42-1760(2)(d), Idaho Code, which include consideration of the value of existing hydropower to the state's economy, providing water for future development, and addressing aging water storage and delivery infrastructure for projects that provide environmental, safety, or recreational benefits. H.B. 769, § 7.

Projects that rehabilitate or improve Idaho’s water infrastructure support the Idaho economy, provide economic value, and ensures long-term water resource stability and sustainability. Pursuant to House Bill 769, the IWRB has developed these criteria to provide financial assistance on a statewide competitive basis through grants to eligible entities interested in pursuing eligible projects to rehabilitate or improve aging water infrastructure.

**Eligible Projects:** The IWRB defines an aging water infrastructure project as any project intended to repair, maintain, replace, or improve existing infrastructure that supports irrigation water delivery, storage, drainage, treatment, and use of water for irrigation. For purposes of this grant program, the term ‘aging water infrastructure’ does not include municipal drinking or wastewater systems.

**Eligible Entities:** Irrigation Districts, Irrigation Boards of Control, Canal Companies, Drainage Districts, Groundwater Districts, Ditch Companies, Lateral Ditch Users Associations, Reservoir Districts, Municipal Irrigation Districts (formed per Title 42, chapter 18, Idaho Code), Municipalities, Counties and Water Districts

**Eligible Geographic Area:** Statewide

### **Grant Funding Considerations:**

- IWRB grant portion cannot exceed 1/3<sup>rd</sup> (33%) of total project costs.
- Funding awards may be reallocated if a project is not completed within the grant period of the grant award contract.
- Permits are not required during the application phase. For those projects that are funded and require local, state, or federal permitting, funding reimbursement will not be made unless the project is fully permitted. Sponsor is responsible for providing permit documentation to IWRB staff.

**Budget for Round One:** IWRB limit total funds available in round one up to \$12.5 million.

**Grant Application Requirements:** Grant applications will require the applicant to provide the following information:

- Project background (infrastructure description, repair, rehabilitation, improvement needs/objectives/benefits)
- Project sponsor description (organization type, background, revenue sources, current operations)
- Project description (narrative, map, conceptual plan and design, land entitlements at project location)
- Cost estimate and budget
- Project funding sources (IWRB grant, other state and federal grants, sponsor's contribution)
- Project implementation schedule

**Evaluation Criteria:** To maximize the effective and efficient use of available funds, grant applications submitted by eligible entities for eligible projects will be evaluated, scored (*100-point scale*), and ranked according to the following criteria. Project scoring will be used to prioritize funding.

First Time Applicants (*5 points*)

- First time applicants for an aging infrastructure grant will receive 5 points. In the first round, all applicants will receive these points.

Project Proposal Clarity and Detail (*up to 30 points*)

- Clarity and detail of project proposal: need, description, budget and benefits (*up to 10 points*)
- Plans and specifications included with the grant application (*up to 10 points*)
- Description of the personnel (sponsor employees, contractors and/or volunteers) that will plan, design, construct and implement the proposed project (descriptions may include the number, qualifications (resumes if applicable) and time of personnel that will be involved in the project. (*up to 10 points*)

Public Interest of Project (*up to 20 points*)

- Economic values supported by the infrastructure, including consideration of the communities, irrigated acres, provision of water for future development and economic activity served by the water infrastructure (*up to 10 points*)
- Uses/benefits identified in Section 42-1760(2)(d), Idaho Code (*up to 10 points*):  
-water quality

- fish and wildlife
- recreation
- hydropower
- water supply stability and sustainability
- drought resiliency
- public safety
- other benefits to the citizens of the State

Urgency and Effectiveness of Project (up to 20 points)

- Urgency of the project (e.g., infrastructure age, infrastructure function) (up to 10 points)
- Effectiveness of the proposal in accomplishing project objectives and benefits (e.g., nature and magnitude of operational efficiency improvement and/or water savings) (up to 5 points)
- Budget cost/benefit (i.e., reasonableness of labor and materials costs, comparison of those costs to project outcomes) (up to 5 points)

Organizational Capacity of Applicant (up to 10 points)

- Has the sponsor demonstrated the capacity, authority and ability to complete the project? Demonstration may include a synopsis of the sponsor's organization and descriptions of similar projects completed by the Sponsor. (up to 10 points)

Grant Percentage and IWRB Loan/Grant Combination (up to 15 points)

- Projects that propose grant amounts below 33% of total projects costs will receive additional points (1 point for each additional 1% decrease, up to 10 additional points).
- Grants are not contingent on financing a portion of the project's costs through an IWRB loan, but applications that propose an IWRB loan/grant combination will receive additional points (up to 5 additional points).

**Grant Process:**

- Round one application deadline: August 5, 2022
- IWRB staff will make project funding recommendations to IWRB Finance Committee
- IWRB reviews Finance Committee recommendations and makes grant funding awards
- IWRB staff will notify project applicants of grant approval
- Grant contracts between the IWRB and project sponsors will be developed and executed following IWRB funding awards.



- During and/or after project implementation, IWRB will distribute and/or reimburse grantees for project costs per those contracts. Grant reimbursement requests should be sent to [IdwrPayable@idwr.idaho.gov](mailto:IdwrPayable@idwr.idaho.gov)
- Additional funding rounds will be held in approximately six-month intervals. Application deadlines will be announced.

**IWRB Districts are:**

District No. 1: Boundary, Bonner, Kootenai, Shoshone, Benewah, Latah, Clearwater, Nez Perce, Lewis and Idaho counties.

District No. 2: Adams, Valley, Washington, Payette, Gem, Boise, Canyon, Ada, Elmore and Owyhee counties.

District No. 3: Camas, Gooding, Jerome, Twin Falls, Cassia, Blaine, Lincoln, Minidoka, Lemhi, Custer and Butte counties.

District No. 4: Clark, Fremont, Jefferson, Madison, Teton, Bingham, Bonneville, Power, Bannock, Caribou, Oneida, Franklin and Bear Lake counties.

*\* No more than 50% of the total budget may be spent within a single IWRB district. This limit may be waived if there are no competing funding demands.*