IN THE MATTER OF THE MOUNTAIN HOME AIR FORCE BASE WATER SUPPLY PROJECT

A RESOLUTION TO AMEND APPLICATION 02-10556 AND PURSUE A WATER SUPPLY BANK RENTAL

WHEREAS, the Idaho Water Resource Board ("Board") is a constitutional agency of the State of Idaho and empowered by Idaho Code § 42-1734 to acquire, purchase, lease or exchange land, rights, water rights, easements, franchises and other property deemed necessary or proper for construction, operation, and maintenance of water projects, and

WHEREAS, the Mountain Home Air Force Base ("Base"), as well as surrounding agricultural wells and municipal wells, draw their supply from the Mountain Home Aquifer;

WHEREAS, the Idaho Department of Water Resources ("IDWR") estimates that the rate of withdrawal from the Mountain Home Aquifer exceeds the rate of natural recharge to the aquifer and due to declining ground water levels, IDWR established the Cinder Cone Butte Critical Ground Water Area in 1981 and the Mountain Home Ground Water Management Area in 1982; and

WHEREAS, the State of Idaho recognizes the economic value of the Base to the local and state economy and supports the United States Military in achieving its national security functions; and

WHEREAS, the State of Idaho intends to coordinate with the Military to develop a long-term sustainable water supply to support the Base and its mission; and

WHEREAS, House Bill 479 passed and approved by the 2014 Idaho legislature allocated \$4 million in one-time funds for acquisitions of senior priority Snake River water rights to supply the Mountain Home Air Force Base; and

WHEREAS, on July 25, 2014, the Board purchased senior Snake River water right nos. 02-10300A, 02-10330B and 225/240ths of 02-10472 ("Snake River Water Rights") for the purpose of obtaining a water supply for the Base; and

WHEREAS, it is necessary to change the Snake River Water Rights from their agricultural use to municipal purposes, change the season of use, and to change the point of diversion; and

WHEREAS, the Board determined to seek a transfer of the Snake River Water Rights for the irrigation season (April 1–October 31) and to pursue a new water right application to cover the Base's wintertime water needs (November 1–March 31); and

WHEREAS, the Board filed water right application 02-10556 for wintertime water use on the MHAFB and water right Transfer 82123 to change the Snake River Water Rights to municipal use on the MHAFB during the irrigation season; and

WHEREAS, water right application 02-10556 was filed for Reasonably Anticipated Future Needs as defined by I.C. § 42-202B(8); and

Resolution No. 44-2022

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DATED this 18th day of November 2022.

Idaho Water Resource Board

WHEREAS, the Board has determined that it does not need to pursue a RAFN water right for the

WHEREAS, the approval of a rental of water from the water supply bank under I.C. § 42-1764(1)

WHEREAS, because the procedures for a transfer under I.C. § 42-222 and a water right rental

NOW, THEREFORE BE IT RESOLVED the Board directs its Executive Officer Brian Patton to amend

NOW, THEREFORE BE IT RESOLVED the Board will pursue a water supply bank rental to change

under I.C. § 42-1764(1) are interchangeable, the Board has determined that it will pursue a water supply

MHAFB, but would like to pursue a standard municipal water right instead; and

bank rental to change the Snake River Water Rights to suit the needs of the MHAFB; and

may be a substitute for a water right transfer under I.C. § 42-222; and

water right application 02-10556 to remove the request for RAFN; and

the Snake River Water Rights to suit the needs of the MHAFB.

IN THE MATTER OF THE NORTH SIDE PUMPING COMPANY LOAN REQUEST

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RESOLUTION TO AUTHORIZE LOAN FUNDING FOR PROJECT TO CONVERT CANALS AND UPGRADE SYSTEM INFRASTRUCTURE

1	W	HEREAS, North Side Pumping Company (Company) submitted a loan application to the Idaho
2	Water Resource Board (IWRB) in the amount of \$1,200,000 for a project to convert open channel canals	
3	and pump systems (Project); and	
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5	W	HEREAS, the Company was founded in 1915 and currently delivers water for 12,000 acres of
6	irrigated la	ands in Jerome County, utilizing 5 pumping plants and network of open canals; and
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8	WHEREAS, the Company will need to decommission 2 pumping plants nearing a century in age,	
9	and proposes to convert to individual pump stations with closed pipe conveyance to those shareholders;	
10	and	
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12	WHEREAS, the total Project costs are estimated to be \$4,139,000 and the applicant has secured	
13	grant funding and in kind services to support the total Project costs; and	
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15	WHEREAS, the Company is a qualified applicant, and the proposed Project is eligible for a loan	
16	from the I\	WRB's Water Management Account; and
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18	WHEREAS, the proposed Project is in the public interest and is in compliance with the State	
19	Water Plar	1.
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21	NOW THEREFORE BE IT RESOLVED that the IWRB approves a loan not to exceed \$1,200,000	
22	from the Water Management Account at 3.33% interest with a 15-year repayment term.	
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24	NOW THEREFORE BE IT FURTHER RESOLVED that the IWRB provides authority to the Chairman	
25	of the IWK	B, or his designee, to enter into contracts, to effectuate the loan, on behalf of the IWRB.
26	NO	WITHEREFORE DE IT EURTHER RECONVER de la biscarda d'accorda de la companya de la
27	NOW THEREFORE BE IT FURTHER RESOLVED that this resolution and the approval of the loan are	
28 29	subject to the following conditions:	
30	11	The Company shall comply with all applicable sules and acculations that each to the
	1)	The Company shall comply with all applicable rules and regulations that apply to the
31 32	21	proposed Project. Prior to the dishursement of any funds, the Company shall provide assentable security for
33	2)	Prior to the disbursement of any funds, the Company shall provide acceptable security for
34		the loan to the IWRB, including but not limited to its shareholder assessments, water rights, and its facilities and infrastructure.
35	3)	The Company shall maintain a reserve fund equal to one annual loan payment until the loan
36	3)	has been satisfied.
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Resolution No. 45-2022 Page 1

DATED this 18th day of November 2022.

EFF RAYBOULD, Chairman

Idaho Water Resource Board

ATTEST

IN THE MATTER OF THE RAFT RIVER RECHARGE GROUP LOAN REQUEST

RESOLUTION TO AUTHORIZE LOAN FUNDING FOR PROJECT TO CONSTRUCT RECHARGE AND FLOOD CONTROL INFRASTRUCTURE

1 WHEREAS, Raft River Recharge Group (Group) submitted a loan application to the Idaho Water 2 Resource Board (IWRB) in the amount of \$14,111,000 for a project to construct aguifer recharge and 3 flood control infrastructure (Project); and 4 5 WHEREAS, the Group was formed in 2015 to address declining aguifer levels in the Raft River 6 Aquifer; and 7 8 WHEREAS, Group members collectively hold over 50,000 acres of land within the project area; 9 and 10 11 WHEREAS, the total Project costs are estimated to be \$48,602,082 and the applicant has 12 secured federal funding in the amount of \$28,241,142 to support the total Project costs; and 13 14 WHEREAS, the proposed Project is eligible for a loan from the IWRB's Water Management 15 Account; and 16 WHEREAS, the proposed Project is in the public interest and is in compliance with the State 17 18 Water Plan. 19 20 NOW THEREFORE BE IT RESOLVED that the IWRB approves a loan not to exceed \$14,111,000 21 from the Water Management Account at 4.75% interest with a 20-year repayment term. 22 23 NOW THEREFORE BE IT FURTHER RESOLVED that the IWRB provides authority to the Chairman 24 of the IWRB, or his designee, to enter into contracts, to effectuate the loan, on behalf of the IWRB. 25 26 NOW THEREFORE BE IT FURTHER RESOLVED that this resolution and the approval of the loan are subject to the following conditions: 27 28 1) The Group shall comply with all applicable rules and regulations that apply to the proposed 29 30 2) Prior to the disbursement of any funds, the Group shall provide acceptable security for the 31 32 loan to the IWRB, including but not limited to its shareholder assessments, water rights, and 33 its facilities and infrastructure. 34 3) The Company shall maintain a reserve fund equal to one annual loan payment, based on the 35 amount of funds disbursed, until the loan has been satisfied. 36 4) Prior to the disbursement of funds, the Group shall submit documentation of membership 37 equities, demonstrating the financial feasibility to meet the increase in assessments 38 required to support the loan payments and the ability of the Group to collect the

assessments.

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DATED this 18th day of November 2022.

JEFF RAYBOULD Chairman

Idaho Water Resource Board

ATTES1

IN THE MATTER OF THE BLAINE COUNTY CANAL COMPANY LOAN REQUEST

to modify existing contracts with the Company.

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RESOLUTION TO AUTHORIZE INCREASED FUNDING FOR COSTS RELATED TO INFRASTRUCTURE IMPROVEMENTS

1 WHEREAS, Blaine County Canal Company (Company) submitted a loan application to the Idaho 2 Water Resource Board (IWRB) in the amount of \$250,000.00 to cover costs associated with a project to 3 move its point of diversion, install a new diversion structure, and pipe open canals (Project); and 4 5 WHEREAS, the Company delivers water for approximately 4,880 acres of irrigated lands in Butte 6 County near Howe, Idaho; and 7 8 WHEREAS, the Company's delivery system was originally constructed in the early 1900s, with 9 few improvements made since the system was developed; and 10 11 WHEREAS, considerable systemwide improvements are required to ensure long-term reliable 12 water delivery and reduce water loss due to seepage; and 13 14 WHEREAS, the total estimated cost for the first Phase of the Project was approximately 15 \$1,500,000 and was supported by grant funding and an energy savings; and 16 17 WHEREAS, in May of 2022, the IWRB approved an increase to the Company's existing IWRB loan 18 in the amount of \$900,000 to cover the cost of materials until the installation of pipe was complete and 19 grant funds could be disbursed; and 20 21 WHEREAS, the Company promptly applied grant funds in the amount of \$686,250 towards its 22 loan upon receipt of the disbursement; and 23 24 WHEREAS, the Company has since received additional grant funding to continue into the second 25 phase of infrastructure improvements, and is requesting an increase of \$650,000 to its existing loan with 26 the IWRB, to match grant funds; and 27 28 WHEREAS Blaine County Canal Company is a qualified applicant, and the proposed project 29 qualifies for a loan from the IWRB's Revolving Development Account; and 30 31 WHEREAS, the proposed project is in the public interest and is in compliance with the State 32 Water Plan. 33 34 NOW THEREFORE BE IT RESOLVED that the IWRB approves an increase of \$650,000 from the Revolving Development Account to the Company's existing water project loan, for a total approved loan 35 36 amount not to exceed \$1,800,000 at 2.6 % interest with a 15-year repayment term. 37 38 NOW THEREFORE BE IT FURTHER RESOLVED that the IWRB authorizes its chairman or designee

Resolution No. 47-2022 Page 1

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NOW THEREFORE BE IT FURTHER RESOLVED that this resolution and the approval of the loan remain subject to the following conditions:

- 1) The Company shall comply with all applicable rules and regulations that apply to the proposed Project.
- 2) The Company shall maintain the existing securities to the loan to the IWRB under the current loan contract.
- 3) The Company shall maintain a reserve fund equal to one annual loan payment, based on the total amount disbursed, until the loan has been satisfied.

DATED this 18th day of November 2022.

JEFF RAYBOULD, Chairman

Idaho Water Resource Board

ATTEST

JO ANN COLE-HANSEN, Secretary

Resolution No. 47-2022

IN THE MATTER OF THE BIG SKY AND MURTAUGH RECHARGE WELL DEVELOPMENT

RESOLUTION TO APPROVE FUNDS FROM THE ARPA STATE FISCAL RECOVERY FUND AND PROVIDE SIGNATORY AUTHORITY

1 WHEREAS, about one-third of Idaho's population resides on the Eastern Snake Plain and the 2 Eastern Snake Plain Aquifer (ESPA) is the sole source of drinking water for both cities and most rural 3 residents of the Eastern Snake Plain; and 4 5 WHEREAS, due to numerous factors, including drought, the ESPA has been losing approximately 6 216,000 acre-feet annually from aquifer storage since the 1950's resulting in declining ground water levels 7 in the aquifer and reduced spring flows to the Snake River; and 8 9 WHEREAS, the State Water Plan includes a goal to accomplish managed recharge in the ESPA 10 averaging 250,000 acre-feet annually; and 11 12 WHEREAS, the 2016 Idaho Legislature passed and approved Senate Concurrent Resolution 136 13 directing the IWRB to develop the capacity to achieve 250,000 acre-feet of annual average managed 14 recharge to the ESPA by December 31, 2024; and 15 16 WHEREAS, implementation of managed recharge on the ESPA will meet the goals and objectives 17 of stabilizing and improving aquifer levels for, among other things, protecting municipal and domestic 18 drinking water supplies and addressing variability in climatic conditions, including drought; and 19 20 WHEREAS, the American Rescue Plan Act (ARPA), Pub. L. 117-2 subtitle M (2021), appropriated 21 \$219,800,000,000 to the Coronavirus State and Local Fiscal Recovery Fund (SLFRF) for making payments 22 to the States to mitigate the fiscal effects stemming from the public health emergency with response to 23 the Coronavirus disease; and 24 25 WHEREAS, the SLFRF funds may be used to, among other things, make necessary investments in 26 water, sewer, or broadband infrastructure. Pub L. 117-2 sec. 602(c)(1)(D), 42 U.S.C. § 802(c)(D); and 27 28 WHEREAS, eligible uses of the SLFRF include projects that would be eligible to receive financial 29 assistance through the Clean Water State Revolving Fund (CWSRF), 40 CFR Part 35.3100-35.3170, and 30 the Drinking Water State Revolving Fund (DWSRF), 40 CFR 35.3520; and 31 32 WHEREAS, the CWSRF may be used for groundwater projects that protect and restore aquifers, 33 including aquifer recharge projects; and 34 35 WHEREAS, the DWSRF can fund aquifer recharge projects such as aquifer storage and recover 36 wells and water reuse and recycling projects which can replace and offset potable water use and to 37 develop new sources of water to increase drought resilience; and 38 39 WHEREAS, in 2022 the Idaho Legislature passed House Bill 769 in which it expressed its intent to

set aside approximately \$250,000,000 of ARPA funding to support projects managed by the IWRB,

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including for the continued identification, study, construction, or enlargement of managed aquifer recharge sites above Milner Dam; and

WHEREAS, House Bill 769 appropriated \$100,000,000 for Fiscal Year 2023 to support projects managed by the IWRB, including for the continued identification, study, construction, or enlargement of managed aquifer recharge sites above Milner Dam; and

WHEREAS, Idaho Code § 42-1760 authorizes the IWRB to expend, loan, or grant moneys from the water management account for water projects that conserve or increase water supply, improve drought resiliency, address water sustainability, or support flood management, including the identification, study, and construction of managed aquifer recharge sites above Milner dam; and

WHEREAS, the Southwest Irrigation District (SWID) submitted a proposal to IWRB in November 2022 detailing the construction of two injection wells to increase the SWID managed recharge capacity; and

WHEREAS, the Big Sky and Murtaugh Injection Well Project will contribute to the IWRB goal of achieving 250,000 acre-feet of annual average managed recharge to the ESPA by December 31, 2024 and will meet the goals and objectives of stabilizing and improving aquifer levels for, among other things, protecting municipal and domestic drinking water supplies and addressing variability in climatic conditions, including drought; and

WHEREAS, the proposed total cost of SWID's Big Sky and Murtaugh Injection Well Project to improve recharge capacity is \$245,000.

NOW THEREFORE BE IT RESOLVED that the IWRB authorizes expenditures up to \$245,000 from the ARPA State Fiscal Recovery Fund for the development of the Big Sky and Murtaugh Injection Well Recharge Project. Further authorizations may be required upon determination of total development and construction costs; and

NOW THEREFORE BE IT FURTHER RESOLVED that the IWRB authorizes its chairman or designee, to execute the necessary agreements or contracts for the purpose of this resolution.

DATED this 18th day of November 2022.

JEFF RAYBOULD, Chairman Idaho Water Resource Board

ATTEST

IN THE MATTER OF THE SWAN HIGHWAY RECHARGE SITE DEVELOPMENT

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RESOLUTION TO APPROVE FUNDS FROM THE ARPA STATE FISCAL RECOVERY FUND AND PROVIDE SIGNATORY AUTHORITY

WHEREAS, about one-third of Idaho's population resides on the Eastern Snake Plain and the Eastern Snake Plain Aquifer (ESPA) is the sole source of drinking water for both cities and most rural residents of the Eastern Snake Plain; and WHEREAS, due to numerous factors, including drought, the ESPA has been losing approximately 216,000 acre-feet annually from aquifer storage since the 1950's resulting in declining ground water levels in the aquifer and reduced spring flows to the Snake River; and WHEREAS, the State Water Plan includes a goal to accomplish managed recharge in the ESPA averaging 250,000 acre-feet annually; and WHEREAS, the 2016 Idaho Legislature passed and approved Senate Concurrent Resolution 136 directing the IWRB to develop the capacity to achieve 250,000 acre-feet of annual average managed recharge to the ESPA by December 31, 2024; and WHEREAS, implementation of managed recharge on the ESPA will meet the goals and objectives of stabilizing and improving aquifer levels for, among other things, protecting municipal and domestic drinking water supplies and addressing variability in climatic conditions, including drought; and WHEREAS, the American Rescue Plan Act (ARPA), Pub. L. 117-2 subtitle M (2021), appropriated \$219,800,000,000 to the Coronavirus State and Local Fiscal Recovery Fund (SLFRF) for making payments to the States to mitigate the fiscal effects stemming from the public health emergency with response to the Coronavirus disease; and WHEREAS, the SLFRF funds may be used to, among other things, make necessary investments in water, sewer, or broadband infrastructure. Pub L. 117-2 sec. 602(c)(1)(D), 42 U.S.C. § 802(c)(D); and WHEREAS, eligible uses of the SLFRF include projects that would be eligible to receive financial assistance through the Clean Water State Revolving Fund (CWSRF), 40 CFR Part 35.3100-35.3170, and the Drinking Water State Revolving Fund (DWSRF), 40 CFR 35.3520; and WHEREAS, the CWSRF may be used for groundwater projects that protect and restore aquifers, including aquifer recharge projects; and WHEREAS, the DWSRF can fund aquifer recharge projects such as aquifer storage and recover wells and water reuse and recycling projects which can replace and offset potable water use and to develop new sources of water to increase drought resilience; and

Resolution No. 49-2022 Page 1

set aside approximately \$250,000,000 of ARPA funding to support projects managed by the IWRB,

WHEREAS, in 2022 the Idaho Legislature passed House Bill 769 in which it expressed its intent to

including for the continued identification, study, construction, or enlargement of managed aquifer recharge sites above Milner Dam; and

WHEREAS, House Bill 769 appropriated \$100,000,000 for Fiscal Year 2023 to support projects managed by the IWRB, including for the continued identification, study, construction, or enlargement of managed aquifer recharge sites above Milner Dam; and

WHEREAS, Idaho Code § 42-1760 authorizes the IWRB to expend, loan, or grant moneys from the water management account for water projects that conserve or increase water supply, improve drought resiliency, address water sustainability, or support flood management, including the identification, study, and construction of managed aquifer recharge sites above Milner dam; and

WHEREAS, the IWRB has financially assisted the Enterprize Canal Company (ECC) with determining the feasibility and design of the delivery infrastructure and recharge sites resulting in a proposal to IWRB on November 4, 2022 detailing the design of the Swan Highway recharge sites and an increase in delivery capacity associated with recharge; and

WHEREAS, the Swan Highway Recharge Project will contribute to the IWRB goal of achieving 250,000 acre-feet of annual average managed recharge to the ESPA by December 31, 2024 and will meet the goals and objectives of stabilizing and improving aquifer levels for, among other things, protecting municipal and domestic drinking water supplies and addressing variability in climatic conditions, including drought; and

WHEREAS, the proposed total cost of ECC's Swan Highway recharge sites and infrastructure to improve recharge capacity is \$3,400,000 and total cost for the construction of the pipeline and the recharge sites is estimated to be \$10,000,000.

NOW THEREFORE BE IT RESOLVED that the IWRB authorizes expenditures up to \$3,400,000 from the ARPA State Fiscal Recovery Fund for the development of the Swan Highway Recharge Project. Further authorizations may be required upon determination of total development and construction costs; and

NOW THEREFORE BE IT FURTHER RESOLVED that the IWRB authorizes its chairman or designee, to execute the necessary agreements or contracts for the purpose of this resolution.

DATED this 18th day of November 2022.

JEFF RAYBOULD, Chairman

Idaho Water Resource Board

ATTEST