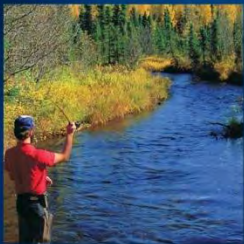




# The Board's Water Supply Bank

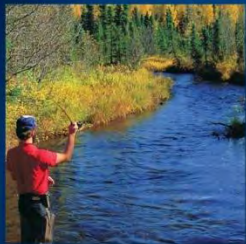
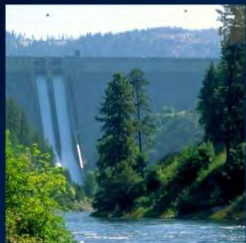
February 15, 2011





# What is “the Bank?”

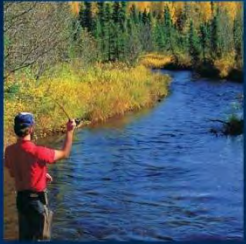
- Exchange market operated to facilitate marketing of water rights
- Provides mechanism to temporarily change water rights
- Can be a substitute for transfers



## What are the purposes of the Bank?

- Encourage the highest beneficial use of water
- Provide a source of water supplies to benefit new and supplemental uses

# The Board's Bank is not a Rental Pool



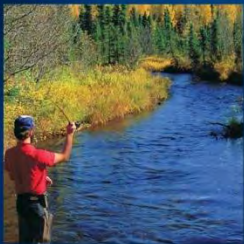
# Board's Bank vs. Rental Pool

## Board's Bank

- Managed by IDWR for the IWRB
- Operates statewide
- Ground and surface water – live/natural flow

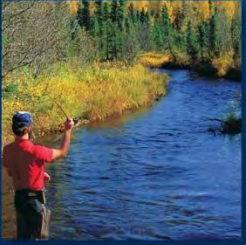
## Rental pool

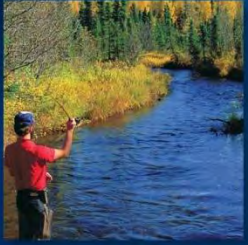
- Managed by a local committee
- Specific watersheds
- Primarily storage water



# Terminology

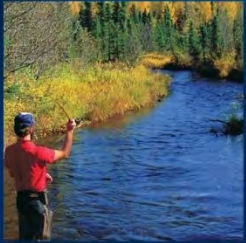
- Lease – *into* the Bank
- Rent – *from* the Bank





## Leasing

- **Lease Period/Term: generally 1-5 years (Some grandfathered indefinite)**
- **Filing fee:**
  - **No Current filing fee**
  - **Proposed fee : \$250 per water right**
- **Protection from forfeiture**
- **Potential to receive payment if rented**



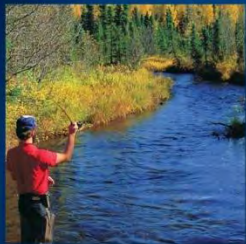
## Leasing

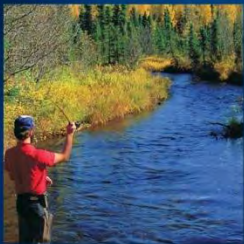
- **Owner must not use water right for duration of lease even if the right is not rented**
- **Leases conditioned in accordance with offered right(s)**
- **Lessor receives 90% of rental fees (10% retained by IDWR)**



## Leasing – Review Considerations

- Recorded
- Ownership
- Forfeiture or abandonment
- Availability of source to fill right
- Consistent with State Water Plan
- In the local public interest
- If rented, no enlargement



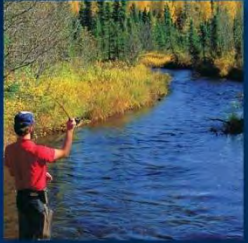


# Renting

- **Rental period: generally 1-5 years**
- **Rentals conditioned in accordance with the conditions of the leased right(s)**
- **Rental Fee: \$14 per AF (current rental rate)**

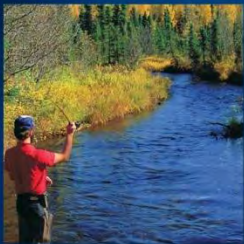
## Renting – Review Considerations

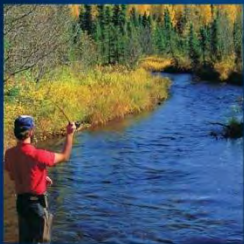
- Must be hydraulic connection between leased right and rental location
- Rental cannot be for use requiring permanent water right
- Does not authorize new well construction
- Payment must be received to validate the rental agreement.



## Renting – Review Considerations

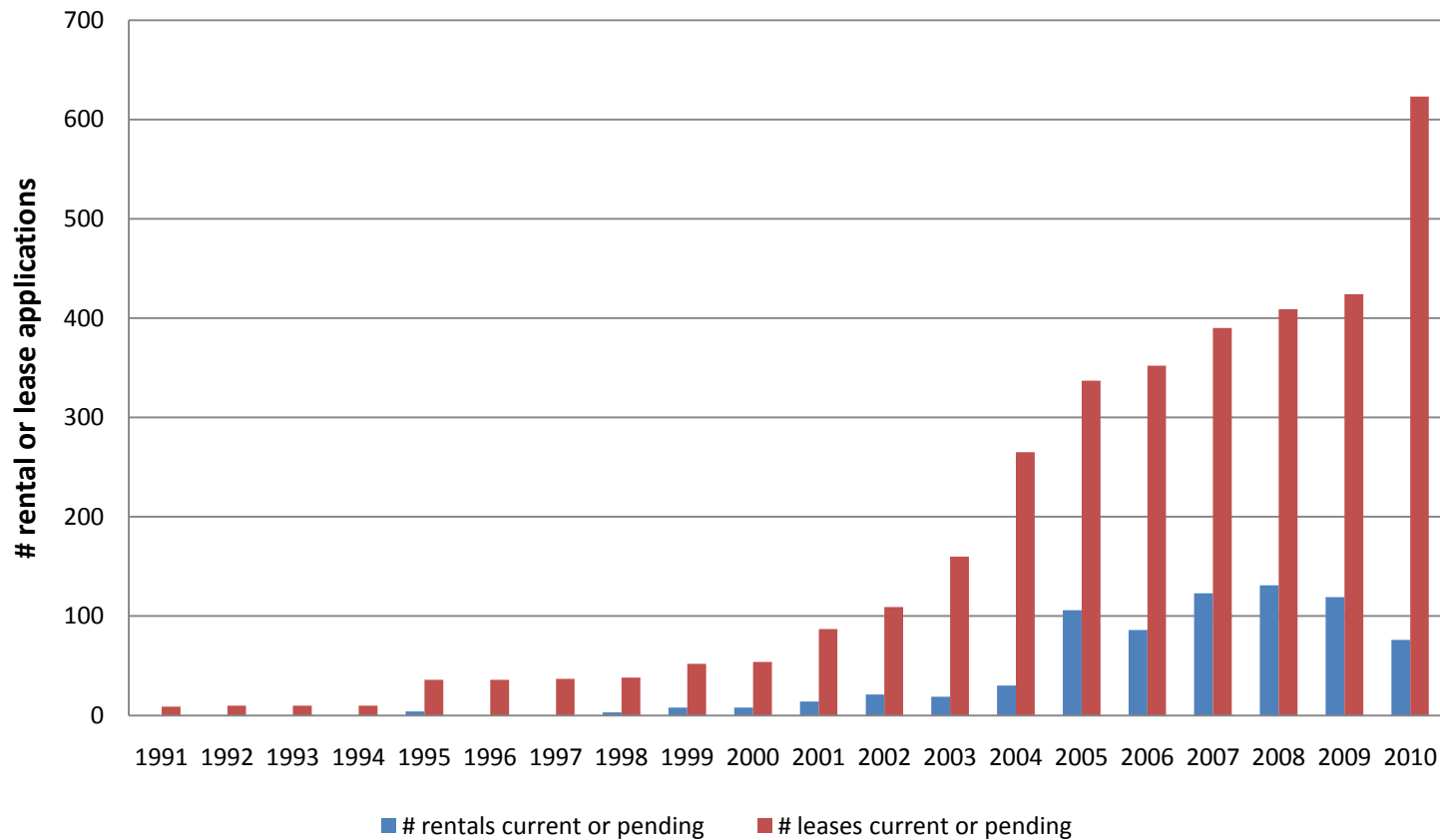
- Injury to other water rights
- Enlargement of the water right
- Water put to beneficial use
- Sufficiency of water supply
- In the local public interest

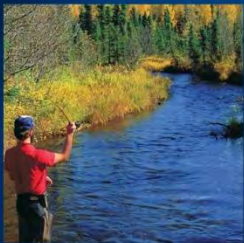




# The Numbers

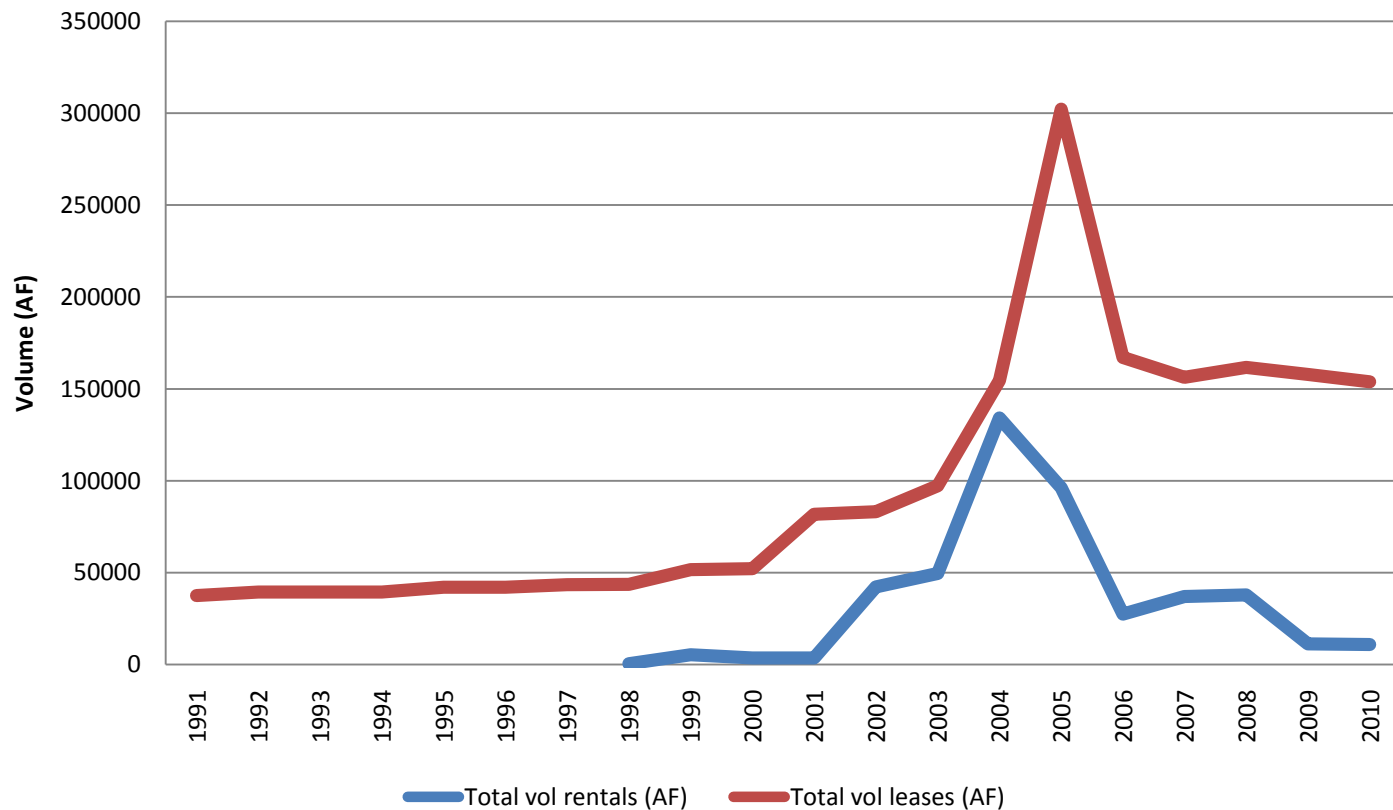
## Water Supply Bank Activity



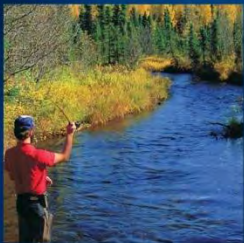


# The Numbers

Total volume rented or leased by year

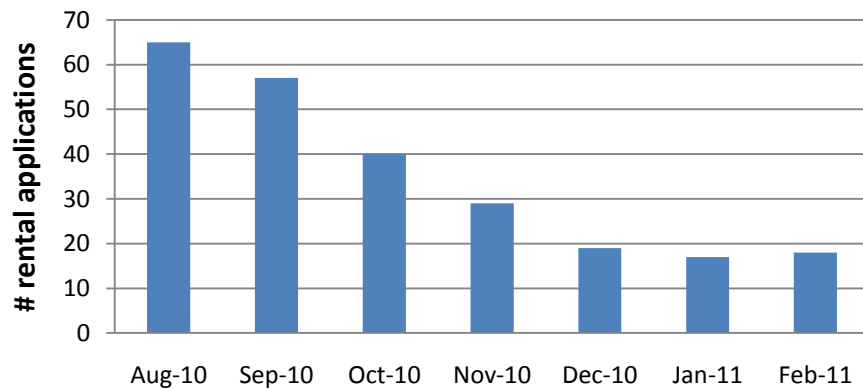


\*The increases from 2001-2005 result from a flow augmentation program pursued by the Bureau of Reclamation. 2010 data shows minimum based on available data.

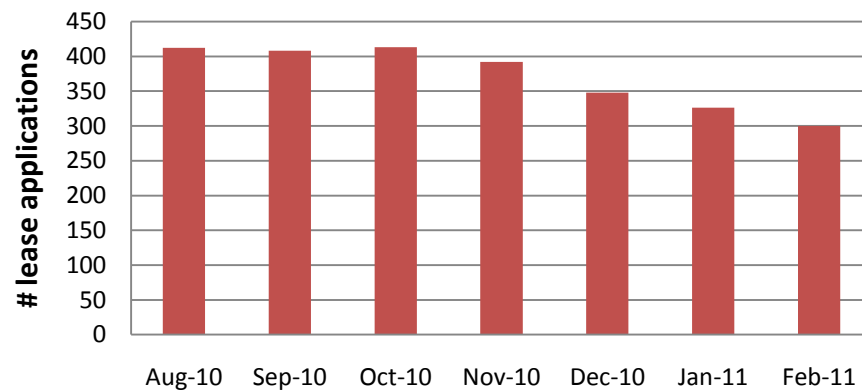


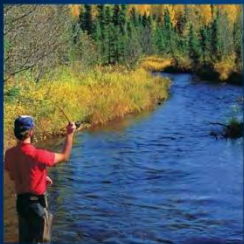
# The Numbers

## Water Supply Bank Rental Backlog



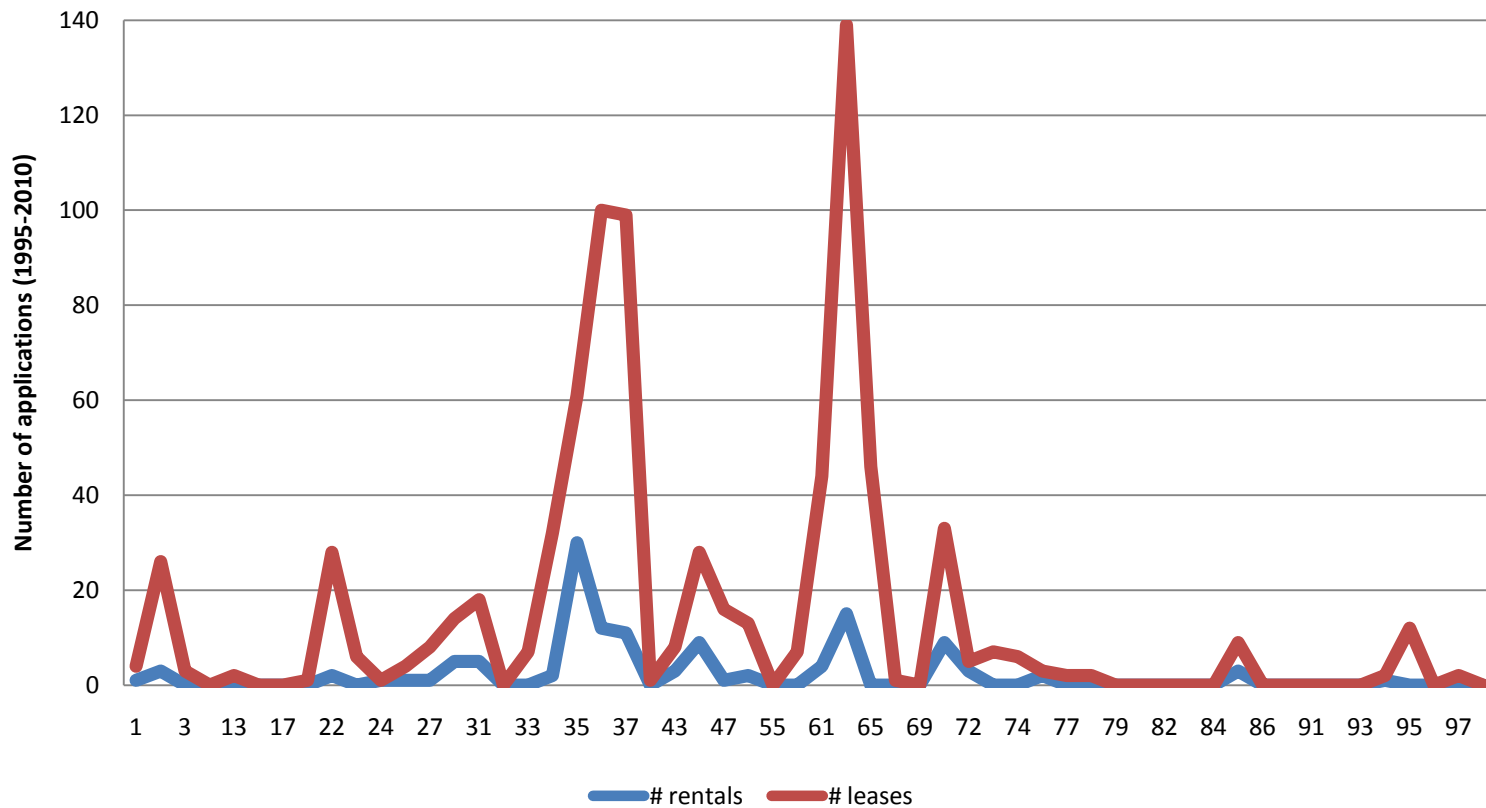
## Water Supply Bank Lease Backlog



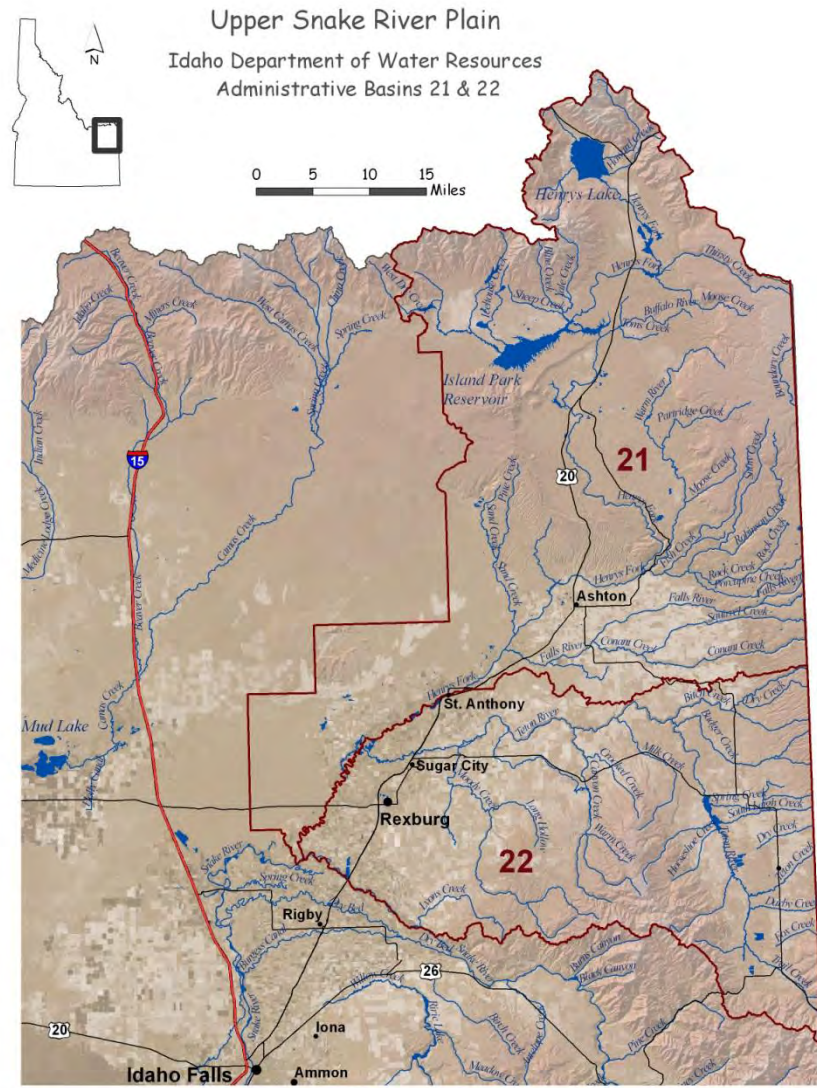


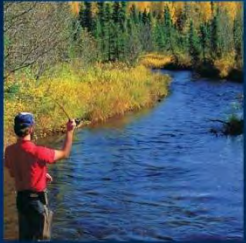
# The Numbers

## Leases and rentals by basin



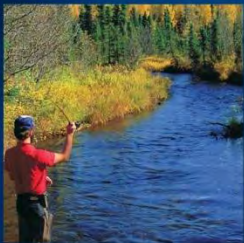






# The Numbers

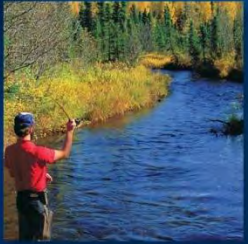
- **Basin 21:**
  - 1 leased rights (1.5 cfs)
  - 0 rentals
- **Basin 22:**
  - 32 leased rights
  - 10 rental applications (portions of 43 rights totaling 18.5 cfs, 2410 af)



## Summary

- Rental Pools and Board's Water Supply Bank make up two major components of Idaho's water marketing system.
- Both are intended to encourage the highest beneficial use of water and provide for additional flexibility in the use of existing supplies.
- Additional information about the Idaho Water Supply Bank:

[http://idwr.idaho.gov/WaterManagement/WaterRights/WaterSupply/ws\\_default.htm](http://idwr.idaho.gov/WaterManagement/WaterRights/WaterSupply/ws_default.htm)



# Questions