

# **Colorado Water Conservation Board**

### Water Supply Reserve Fund Grant Application

# Instructions

All WSRF grant applications shall conform to the current 2016 WSRF Criteria and Guidelines.

To receive funding from the WSRF, a proposed water activity must be approved by a Roundtable(s) **<u>AND</u>** the Colorado Water Conservation Board (CWCB). The process for Roundtable consideration and recommendation is outlined in the 2016 WSRF Criteria and Guidelines. The CWCB meets bimonthly according to the schedule on page 2 of this application.

If you have questions, please contact the current CWCB staff Roundtable liaison:

Arkansas Ben Wade ben.wade@state.co.us 303-866-3441 x3238 Gunnison | North Platte | South Platte | Yampa/White Craig Godbout craig.godbout@state.co.us 303-866-3441 x3210 Colorado | Metro | Rio Grande | Southwest Megan Holcomb <u>megan.holcomb@state.co.us</u> 303-866-3441 x3222

	WSRF Submittal Checklist (Required)		
Х	I acknowledge this request for funding was recommended for CWCB approval by the sponsoring Basin Roundtable(s).		
Х	I acknowledge I have read and understand the 2016 WSRF Criteria and Guidelines.		
Х	I acknowledge the Grantee will be able to contract with CWCB using the Standard Contract. <sup>(1)</sup>		
Exh	bit A		
Х	Statement of Work <sup>(2)</sup> (Word – see Exhibit A Template)		
Х	Budget & Schedule <sup>(2)</sup> (Excel Spreadsheet – see Exhibit A Template)		
Х	Letters of Matching and/or Pending 3 <sup>rd</sup> Party Commitments <sup>(2)</sup>		
Exh	bit C		
Х	Map <sup>(2)</sup>		
Х	Photos/Drawings/Reports		
Х	Letters of Support		
	Certificate of Insurance <sup>(3)</sup> (General, Auto, & Workers' Comp.)		
Con	tracting Documents		
	Certificate of Good Standing <sup>(3)</sup>		
	W-9 <sup>(3)</sup>		
	Independent Contractor Form <sup>(3)</sup> (If applicant is individual, not company/organization)		
	Electronic Funds Transfer (ETF) Form <sup>(3)</sup>		
(1) (	Click "Grant Agreements". For reference only/do not fill out or submit/required for contracting		

(2) Required with application if applicable.

(3) Required for contracting. While optional at the time of this application, submission can expedite contracting upon CWCB Board approval.



Schedule		
CWCB Meeting	Application Submittal Dates	Type of Request
January	December 1	Basin Account; BIP
March	February 1	Basin/Statewide Account; BIP
Мау	April 1	Basin Account; BIP
July	June 1	Basin Account; BIP
September	August 1	Basin/Statewide Account; BIP
November	October 1	Basin Account/BIP

Desired Timeline		
Desired CWCB Hearing Month:	March	
Desired Notice to Proceed Date:	May 1, 2020	

Water Activity Summary		
Colorado Open Lands		
Jackson Ranch Conservation Easement		
e(s)	Basin Account Request(s) <sup>(1)</sup>	
ervice	\$ 236,500	
	\$ 280,505	
	\$ 70,000	
	\$ 331,000	
	\$ 5,821	
	\$ 52,679	
sin & Statewide)	\$ 58,500	
	\$ 976,505	
	Colorado Open I Jackson Ranch ( e(s) ervice	

(1) Please indicate the amount recommended for approval by the Roundtable(s) **Amount Approved by the Rio Grande Basin Roundtable: \$58,500.00** 



Grantee and Applicant Information			
Name of Grantee(s)	Colorado Open Lands		
Mailing Address	623 4th Street, Alamosa, CO 81101		
FEIN	84-0866211		
Grantee's Organization Contact <sup>(1)</sup>	Judy Lopez		
Position/Title	Conservation Project Manager		
Email	jlopez@coloradoopenlands.org		
Phone	719-580-5300		
Grant Management Contact <sup>(2)</sup>	Judy Lopez		
Position/Title	Judy Lopez		
Email	jlopez@coloradoopenlands.org		
Phone	709-580-5300		
Name of Applicant (if different than grantee)			
Mailing Address			
Position/Title			
Email			
Phone			

(1) Person with signatory authority

(2) Person responsible for creating reimbursement invoices (Invoice for Services) and corresponding with CWCB staff.

# **Description of Grantee**

Provide a brief description of the grantee's organization (100 words or less).

**Colorado Open Lands** is a private, 501c3 non-profit organization whose mission is to help landowners across Colorado conserve properties with outstanding natural and agricultural values. Colorado Open Lands' is a statewide land trust, whose mission is to preserve the significant open lands and natural heritage of Colorado through private and public partnerships, innovative land conservation techniques, and strategic leadership.

Founded in 1981, COL and its partners identified key priority landscapes across the state. We work to keep properties and water together in perpetuity. Thus, protecting its many users including agriculture, municipalities, environmental, and recreationists. This project comes through our SLV Satellite office and our Conservation Program Manager, Judy Lopez.



# Type of Eligible Entity (check one) Public (Government): municipalities, enterprises, counties, and State of Colorado agencies. Federal agencies are encouraged to work with local entities. Federal agencies are eligible, but only if they can make a compelling case for why a local partner cannot be the grant recipient. Public (Districts): authorities, Title 32/special districts (conservancy, conservation, and irrigation districts), and water activity enterprises Private Incorporated: mutual ditch companies, homeowners associations, corporations Private Individuals, Partnerships, and Sole Proprietors: are eligible for funding from the Basin Accounts but not for funding from the Statewide Account. X Non-governmental organizations: broadly, any organization that is not part of the government Covered Entity: as defined in Section 37-60-126 Colorado Revised Statutes

Type of Water Activity (check one)		
	Study	
Х	Implementation	

Category of Water Activity (check all that apply)			
Х	Nonconsumptive (Environmental)		
	Nonconsumptive (Recreational)		
Х	Agricultural		
	Municipal/Industrial		
	Needs Assessment		
	Education & Outreach		
	Other	Explain:	

Location of Water Activity		
Please provide the general county and coordinates of the proposed activity below in <b>decimal degrees</b> . The Applicant shall also provide, in Exhibit C, a site map if applicable.		
County/Counties	Conejos	
Latitude	31.603370	
Longitude	-106.179236	



### Water Activity Overview

Please provide a summary of the proposed water activity (200 words or less). Include a description of the activity and what the WSRF funding will be used for specifically (e.g. studies, permitting, construction). Provide a description of the water supply source to be utilized or the water body affected by the activity. Include details such as acres under irrigation, types of crops irrigated, number of residential and commercial taps, length of ditch improvements, length of pipe installed, area of habitat improvements. If this project addresses multiple purposes or spans multiple basins, please explain. The Applicant shall also provide, in Exhibit A, a detailed Statement of Work, Budget, and Schedule.

COL is requesting \$5,821.00 from the RGBRT Basin account and \$ 52,679.00 from the Statewide account for a total request of \$ 58,500.00. The funds will be used to provide the remaining needed funding to be used to purchase a conservation easements on Jackson Ranch. The 433-acre Jackson Ranch has significant senior water rights and is a part of an important agricultural corridor and part of Colorado Open Lands landscape priorities for the San Luis Valley"

The conservation easement on Jackson Ranch will tie its senior water rights on the Conejos River system to the property preventing an outright sale of those water rights. The ranch holds the #21 and number #30 water rights on the Conejos River. Conservation of this ranch keeps the existing hydrology intact, which ensures return flows to downstream users and the river.

This water right provides flood irrigation to 80 acres of alfalfa and 240 acres of wet meadow used for hay and pasture. The remainder of the property is riparian area and remains productive due to subirrigation and ensures that the existence of this important wildlife corridor that supports deer, elk, bear, raptors and the southwest willow flycatcher.

This project is an important addition in preserving the agricultural landscape and the historic water use patterns along the San Antonio and Conejos river corridors, by reducing the threat of encroaching subdivisions this easement will maintain active wildlife corridors and ensuring the delivery of critical water resources.

Measurable Results				
To catalog measurable results achieved with WSRF funds please provide any of the following values.				
	New S	New Storage Created (acre-feet)		
	New Annual Water Supplies Developed or Conserved (acre-feet), Consumptive or Nonconsumptive			
	Existing Storage Preserved or Enhanced (acre-feet)			
	Length of Stream Restored or Protected (linear feet)			
	Efficiency Savings (indicate acre-feet/year OR dollars/year)			
433	Area of Restored or Preserved Habitat (acres)			
	Length of Pipe/Canal Built or Improved			
2 senior water rights	Other	2- senior water rights will remain with the property they irrigate. They are on the Conejos River system number 21 and 30.		



### Water Activity Justification

Provide a description of how this water activity supports the goals of <u>Colorado's Water Plan</u>, the most recent <u>Statewide Water Supply Initiative</u>, and the respective <u>Roundtable Basin Implementation Plan</u> and <u>Education Action Plan</u><sup>(1)</sup>. The Applicant is required to reference specific needs, goals, themes, or Identified Projects and Processes (IPPs), including citations (e.g. document, chapters, sections, or page numbers).

For applications that include a request for funds from the Statewide Account, the proposed water activity shall be evaluated based upon how well the proposal conforms to Colorado's Water Plan criteria for state support (CWP, Section 9.4, pp. 9-43 to 9-44;) (Also listed pp. 4-5 in <u>2016 WSRF</u> Criteria and Guidelines).

The conservation of the Jackson Ranch property meets the priority landscape objectives that Colorado Open Lands has defined for the San Luis Valley priority area. These objectives align with both the Rio Grande Basin and the Colorado Water Plans as follows:

### Rio Grande Basin Plan:

1 - Protect, preserve, and/or restore the sustainability of the Rio Grande Basin watersheds by focusing on watershed health and ecosystem function.

2 - Protect and preserve the doctrine of prior appropriation and vested water rights, and fully utilize Colorado's compact entitlements as specified under the Rio Grande and Costilla Creek compacts.

5 - Manage water use to sustain optimal agricultural economy throughout the Basin's communities.

6 - Support the development of projects and methods that have multiple benefits for agricultural, municipal and industrial, and environmental and recreational water needs.

10 - Promote water management and administrative practices that are adaptive, flexible, and responsive to optimize multiple benefits.

11- Protect, preserve, and enhance terrestrial and aquatic wildlife habitats throughout the Basin.

12 - Conserve, restore, and maintain wetlands and riparian areas for the benefit of a healthy watershed.

Additionally, it was recognized in the Rio Grande Basin Implementation Plan that conservation easements work to protect the long-term viability of water. Conservation easements were also listed as critical "Projects and Method s- IPP's" that could be implemented in the Rio Grande Basin Implementation Plan.

The Colorado Water Plan recognized that a variety of adaptive management strategies would be key to ensuring Colorado's water future. This project meets them by" *minimizing the transfer of statewide agricultural acres and limiting the permanent dry up of agricultural lands and supporting lower impact alternatives*".



# Water Activity Justification

As recognized in Chapter 10 of Colorado's Water plan it will be our "*water values*" that drive our future response to growing demand.

By securing this property with a conservation easement we help meet three critical values:

- 1. Maintain the connectivity between water resources, safeguard wildlife corridors and increase the options for maintaining a viable agricultural industry.
- 2. Help to minimize the uncertainties of hydrology, as we work to meet the changing needs of our communities, farms, and ranches.
- 3. Safeguard wildlife corridors that promote a strong environment that includes healthy

watersheds, rivers, streams, and wildlife.

This project further addresses the following measurable objectives:

Maintain Agricultural Viability: Maintain Colorado's agricultural productivity, support of rural

economies, and food security (through meaningful incentives and grassroots efforts).

Enhance Environmental and Recreational Economic Values: Protect and enhance river-based

environments and recreational opportunities that support local and statewide economies and are

important for the enjoyment of current and future generations of Coloradans.

(1) Access Basin Implementation Plans or Education Action Plans from Basin drop down menu.



### Matching Requirements: Basin Account Requests

**Basin (only) Account** grant requests require a 25% match (cash and/or in-kind) from the Applicant or 3<sup>rd</sup> party and shall be accompanied by a **letter of commitment** as described in the 2016 WSRF Criteria and Guidelines (submitted on the contributing entity's letterhead). Attach additional sheet if necessary.

Contributing Entity	Amount and Form of Match (note cash or in-kind)
Total Match	
If you requested a Waiver to the Basin Account matching requirements, indicate the percentage you wish waived.	

### Matching Requirements: Statewide Account Requests

**Statewide Account** grant requests require a 50% match as described in the 2016 WSRF Criteria and Guidelines. A minimum of 10% match shall be from Basin Account funds (cash only). A minimum of 10% match shall be provided by the applicant or 3rd party (cash, in-kind, or combination). The remaining 30% of the required match may be provided from any other source (Basin, applicant, or 3<sup>rd</sup> party) and shall be accompanied by a **letter of commitment.** Attach additional sheet if necessary.

Contributing Entity	Amount and Form of Match (note cash or in-kind):
USDA_NRCS	\$ 236,500.00 (Cash)
GOCO	\$ 208,505.00 (Cash)
LOR Foundation	\$ 70,000.00 (Cash)
Landowner	\$ 331,000.00 (In-kind)
Total Match	\$ 918,,005.00
If you requested a Waiver to the Statewide Account matching, indicate % you wish waived. (Max 50% reduction of requirement).	N/A



### **Related Studies**

Please provide a list of any related studies, including if the water activity is complimentary to or assists in the implementation of other CWCB programs.

Recent research affirms the significant value of these "natural climate solutions" (NCS) to lands in the United States. A study published last November in Science Advances, assessing the potential of 21 proven "mitigation pathways" (such as reforestation and avoided grassland conversion) found they could potentially store 21% of this country's current net CO2 emissions, while providing additional benefits, such as wildlife habitat, flood control and air and water filtration. This is one of the most import ways that conservation easement support both climate and landscapes."

As noted in the recent *Land Saving* magazine (December 2019) "By conserving upland areas that protect aquatic resources, land trusts can help to keep local farms thriving and, in some cases, provide alternatives for farmers on non-productive land. And watershed-scale work grows more important—and more challenging—as climate disruptions like droughts and floods increase, keeping valuable open space provided by working farms and ranches serves as first defense in mitigating these changes. Further, integrating agricultural land and watershed protection, while potentially complex, often fosters exciting partnerships and builds public support for land trust work,

This project compliments the past conservation easements funded by the Colorado Water Conservation Board through the Water Supply Reserve Fund. The projects in the Rio Grande Basin were forwarded by the Rio Grande Headwaters Land Trust and their successful Rio Grande Initiative. This project compliments the findings of the Rio Grande Initiative, which outlined the ecological values of conserving lands in the San Luis Valley.

The Colorado Open Lands, South Platte River ATM & South Platte River Basin Conservation Easement Project is representative of ongoing work by Colorado Open Lands to meet Colorado's water Gap, while continuing to meet the needs of agriculture, water managers and the environment.

# Previous CWCB Grants

List all previous or current CWCB grants (including WSRF) awarded to both the Applicant and Grantee. Include: 1) Applicant name; 2) Water activity name; 3) Approving RT(s); 4) CWCB board meeting date; 5) Contract number or purchase order

Applicant: Colorado Open Lands <u>WSRF</u> Anderson Lazy EA Conservation Easement November 2017

South Platte River ATM & South Platte River Basin Conservation Easement – South Platte Basin November 2017

Implementing Public Education & Public Outreach in the Rio Grande River Basin: Education to Implementation 2016

<u>CWP</u>

San Luis Valley River & Aquifer Recovery & Enhancement (RARE) Partnership March 2019

# Tax Payer Bill of Rights



The Tax Payer Bill of Rights (TABOR) may limit the amount of grant money an entity can receive. Please describe any relevant TABOR issues that may affect the applicant.

None Anticipated

# Water Supply Reserve Fund Water Activity Summary Sheet March 11-12, 2020 Agenda Item 23(l)

Applicant & Grantee:	Colorado Open Lands	
Water Activity Name:	Jackson Ranch Conservation Easement	
Water Activity Purpose:	Ag & Environmental - Implementation	
County:	Conejos	
Drainage Basin:	Rio Grande	
Water Source:	Conejos River	
Amount Requested:	\$5,821Rio Grande Basin Account\$52,679Statewide Account\$58,500Total Request	
Matching Funds:	<ul> <li>Basin Account Match = \$5,821</li> <li>11% of statewide request (meets 10% min) Applicant &amp; 3<sup>rd</sup> Party Match (cash &amp; in-kind) = \$918,005</li> <li>17 times the statewide request (meets 10% min) Total Match (Basin &amp; Applicant) = \$923,826</li> <li>17 times the statewide request (meets 50% min)</li> </ul>	

# **Staff Recommendation:**

Staff recommends approval of up to \$5,821 from the Rio Grande Basin Account and up to \$52,679 from the Statewide Account to help fund the project: Jackson Ranch Conservation Easement.

**Water Activity Summary:** WSRF Funds, if approved will assist Colorado Open Lands to provide the remaining needed funding to purchase a conservation easements on Jackson Ranch. The 433-acre Jackson Ranch has significant senior water rights and is a part of an important agricultural corridor and part of Colorado Open Lands landscape priorities for the San Luis Valley. The conservation easement on Jackson Ranch will tie its senior water rights on the Conejos River system to the property preventing an outright sale of those water rights. The ranch holds the #21 and number #30 water rights on the Conejos River. Conservation of this ranch keeps the existing hydrology intact, which ensures return flows to downstream users and the river. This water right provides flood irrigation to 80 acres of alfalfa and 240 acres of wet meadow used for hay and pasture. The remainder of the property is riparian area and remains productive due to sub-irrigation and ensures that the existence of this important wildlife corridor that supports deer, elk, bear, raptors and the southwest willow flycatcher. This project is an important addition in preserving the agricultural landscape and the historic water use patterns along the San Antonio and Conejos river corridors, by reducing the threat of encroaching subdivisions this easement will maintain active wildlife corridors and ensuring the delivery of critical water resources.

**Discussion**: This effort will assist the Rio Grande Basin Roundtable meet their needs as identified in the Rio Grande Basin Implementation Plan, such as; Sustain the confined and unconfined aquifers in accordance with Senate Bill 04-222 and operate within the State Engineer's new Rules and Regulations for the San Luis Valley; Operate, maintain, rehabilitate, and create necessary infrastructure to meet the

Basin's long-term water needs, including storage; Manage water use to sustain optimal agricultural economy through the Basin's communities; Promote water management and administrative practices that are adaptive, flexible, and responsive to optimize multiple benefits. In addition, this effort will assist Colorado's Water Plan achieve the Critical Actions called for in Chapter 10, such as; maintain agricultural viability, and support agricultural conservation and efficiency.

**Issues/Additional Needs:** The applicant shall submit all letters of matching commitment prior to entering into a grant contract with the state, otherwise there are no issues or additional needs.

Eligibility Requirements: The application meets requirements of all eligibility components.

Evaluation Criteria: Staff has determined this activity satisfies the Evaluation Criteria.

Funding Sources/Match	Cash	In-kind	Total	<b>Status</b>
Great Outdoors Colorado	\$280,505	\$0	\$280,505	Secured
NRCS	\$236,500	\$0	\$236,500	Pending
LOR Foundation	\$70,000	\$0	\$70,000	Pending
Landowner	\$0	\$331,000	\$331,000	Pending
Sub-total	\$587,005	\$331,000	\$918,005	
WSRF Rio Grande Basin Account	\$5,821	\$0	\$5,821	Secured
Sub-total	\$592,826	\$331,000	\$923,826	
WSRF Statewide Account	\$52,679	n/a	\$52,679	
Total Project Costs	\$645,505	\$331,000	\$976,505	

CWCB Project Manager: Craig Godbout



Craig Godbout Colorado Water Conservation Board 1313 Sherman St., Room 718 Denver, CO 80203

Re: Conserving Working Lands and Senior Water Rights- Jackson Ranch Conservation Easement

February 18, 2020

Dear Mr. Godbout,

The Rio Grande Basin Roundtable has been actively involved in the development and now the implementation of both our Basin and the State Water Plans. To this end, the Rio Grande Basin Roundtable enthusiastically supports this application for the Water Supply Reserve Account Fund application for *Conserving Working Lands and Senior Water Rights- Jackson Ranch Conservation Easement* from Colorado Open Lands. Upon completion the project will secure some of the Basins most senior water rights, the Conejos #21 and 30. Conservation of this ranch keeps the existing hydrology intact, which ensures return flows to downstream users and the Conejos River.

The total proposed cost is \$976,505 dollars with \$ 58,500 coming from the WSRF funding. A total of \$5,821 in basin funds and \$ 52,679 from state funds. NRCS Agricultural Land Easement Program, Great Outdoors Colorado, LOR Foundation and the landowner funds are contributing \$ 918,005 to the project

This project has been planned by a variety of partners who have committed not only financially to the project, but to the ethic of keeping working agriculture working in our rural communities. The Colorado Water Plan recognizes the "the increasing pressure to dry up agriculture, as Municipal and Industrial need expands is real and that Coloradans will continue to increase their consumption of a variety of locally grown agricultural products that ranches and farms across the state provide." The IBCC continues to work with agricultural producers and recognizes the economic benefit that agriculture brings to the state and the value the water they use provides to all Coloradans. This is the tenant of this proposal.

The Rio Grande Basin Roundtable has long recognized that in all communities the core social, political and economic institutions are supported by water and that when we protect the water rights and uses we will ensure the viability of these communities and their rich ecology, heritage and food production for generations to come. We hope that Colorado Conservation Board will help us by supporting this application.

Finally, we are lending our wholehearted support to their application. Thank you for the opportunity to comment. If you have any questions, please do not hesitate to contact me for further information.

Very Truly Yours,

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Nathan Coombs Chairman, Rio Grande Basin Roundtable