R655. Natural Resources, Water Rights.

R655-16. Administrative Procedures for Declaring Beneficial Use Limitations for Supplemental Water Rights.

R655-16-1. Authority.

Section 73-1-3 declares, "Beneficial use shall be the basis, the measure and the limit of all rights to the use of water in this state."

Subsection 73-2-1(3) declares, "The State Engineer shall be responsible for the general administrative supervision of the waters of the state and the measurement, appropriation, apportionment, and distribution of those waters."

Subsection 73-2-1(5)(e) authorizes the State Engineer to make rules governing the form and content of applications and related documents, maps and reports.

Subsection 73-3-3(4)(b)(vii) requires the State Engineer to supply an application form for the permanent or temporary change of a water right which shall set forth, among other information, "the place, purpose, and extent of the present use."

Section 73-5-8 states, "Every person using water from any river system or water source, when requested by the State Engineer, shall within 30 days after such request report to the State Engineer in writing: (1) the nature of the use of any such water; (2) the area on which it is used; (3) the kind of crops grown; and (4) water elevations on wells or tunnels and quantity of underground water used."

R655-16-2. Justification.

Proper water right administration requires a quantification of the Beneficial Uuse(s) to which the holder of a water right is entitled. To facilitate record keeping, each unique Beneficial Uuse or set of Beneficial Uuses is assigned a Wwater Uuse Ggroup number in the State Engineer's records. Some such of the State Engineer's records indicate the Beneficial Uuses in a Wwater Uuse Ggroup are authorized under two or more water rights (Supplemental Reights), but do not quantify the amount of Beneficial Uuse Amount authorized under each individual right. Administrative activities requiring an evaluation of the Beneficial Uuse of a water right may necessitate the quantification of the Beneficial Uuse allowed under each supplemental water right in a Wwater Uuse Ggroup.

This rule provides for a "Declaration of <u>Individual</u>-Beneficial Use Amounts" form to enable <u>W</u>water <u>R</u>right <u>H</u>holders to declare <u>B</u>beneficial <u>U</u>use information and document agreement with that declaration by those with supplemental water rights.

R655-16-3. Purpose.

The purpose of this rule is to allow <u>W</u>water <u>R</u>right <u>H</u>holders to <u>determine and</u> declare the amount of <u>B</u>beneficial <u>U</u>use that each water right contributes to the total <u>B</u>beneficial <u>U</u>use of a <u>W</u>water <u>U</u>use <u>G</u>group. To accomplish this, a Declaration of <u>Individual</u> Beneficial Use Amounts form may be completed and submitted to the State Engineer. To complete the form, the <u>W</u>water <u>R</u>right <u>H</u>holders must quantify, by agreement, the amount of <u>B</u>beneficial <u>U</u>use that <u>eachsome or all of the</u> supplemental water right contributes to the <u>W</u>water <u>U</u>use <u>G</u>group within which it is <u>listed</u>.

R655-16-4. Application of Rule.

This rule applies to all <u>W</u>water <u>U</u>use <u>G</u>groups defined in the State Engineer's water right records for which <u>no individual B</u>beneficial <u>U</u>use <u>A</u>amounts <u>of each of the individual water rights</u> have <u>not</u> been established.

R655-16-5. Definitions.

- (1) Terms used in this rule are defined as follows:
- (a) "Application for Apportionment of Beneficial Use Amounts" means an application requesting that the State Engineer apportion the Beneficial Uuses of a Wwater Uuse Ggroup among the supplemental water rights that make up the Wwater Uuse Ggroup.
- (b) "Beneficial <u>U</u>use" means the purpose to which water diverted under a water right is applied and the amount of that <u>B</u>beneficial <u>U</u>use. Examples include <u>but are not limited to</u> irrigation (amounts measured in acres); stock watering (amounts measured in numbers of <u>equivalent livestock unitsanimals</u>); domestic (indoor residential amounts measured in numbers of <u>equivalent domestic unitsfamilies</u>); <u>and commercial</u>, industrial, municipal (amounts measured in acre-feet); power generation (amounts measured in cubic feet-per-second diversion rate); and <u>fish culture</u> (amounts measured in acre-feet or cubic feet per second flow rate). By statute, the <u>established and continued beneficial use of a water right will define the basis, measure and limit of that right.</u>
- (c) "Beneficial Use Amount" means the amount of Beneficial Use a water right contributes to a Water Use Group that includes the subject water right.
- (de) "Change Aapplication" means an application for permanent or temporary change of a water right as defined in Section 73-3-3.
- (ed) "Declaration of Individual Beneficial Use Amounts" (Declaration IBUA) means either a form provided by the State Engineer, or an alternative document containing the same information, for use by Wwater Rright Hholders to declare the individual Beneficial Uuse Aamount of some or all each of the individual water rights into a Wwater Uuse Ggroup.
- <u>(e) "Individual Beneficial Use Amount" means the amount of beneficial use a water right contributes to a water use group that includes the subject water right.</u>
- (f) "Party" means only the applicant and other <u>W</u>water <u>R</u>right <u>H</u>holders within the <u>W</u>water <u>U</u>use <u>G</u>group.
- (g) "Proof" means Pproof of Bbeneficial Uuse for an appropriation or permanent change as described in Section 73-3-16 or as may be required by the State Engineer under 73-3-20(2).
- (h) "Sole <u>S</u>supply" means the amount of <u>B</u>beneficial <u>U</u>use allowed under a particular water right when used alone and separate from all <u>S</u>supplemental <u>R</u>rights. If a water right has been assigned to more than one <u>W</u>water <u>U</u>use <u>G</u>group, the <u>S</u>sole <u>S</u>supply of the water right is the sum of its <u>individual B</u>beneficial <u>U</u>use <u>A</u>amounts.
- (i) "Supplemental Refight" means a water right that is used together with one or more other water rights for a common Beneficial Uuse.
- (j) "Water Rright Hholder" means the entity, person, or persons documented as owning a water right in the records of the State Engineer.
- (k) "Water <u>Uuse</u> <u>G</u>group" means one or more water rights listed and assigned a unique number in the records of the State Engineer as being applied to a common <u>Bb</u>eneficial <u>Uuse</u>.

R655-16-6. Declaration of Individual Beneficial Use Amounts.

(1) A <u>DIBUADeclaration</u> shall be prepared by <u>Ww</u>ater <u>Rright Hh</u>olders using either a form provided by the State Engineer or an alternative document containing the same information.

- (a) To be considered acceptably complete, a **DIBUA** <u>Declaration</u> must:
- (i) declare the individual beneficial use amount of each and every water right in the water use group; and
 - (ii) be signed by all Wwater Rright Hholders in the Wwater Uuse Ggroup: and
- (iii) include documentation supporting the individual Beneficial $\underline{\underline{U}}$ use Aamounts declared.
- (b) A <u>DIBUA</u> <u>Declaration</u> shall apportion the <u>individual B</u>beneficial <u>Uuse Aamount of a</u> water right in the <u>Wwater Uuse Geroup</u> according to the average annual <u>individual B</u>beneficial <u>Uuse</u> of each water right <u>being quantified in the water use group</u> on a long-term basis or by any other evaluation method consistent with the information contained in the State Engineer's records.
- (c) The <u>DIBUA-Declaration</u> form shall include a statement acknowledged by those signing the form and recognizing that the <u>individual-B</u>beneficial <u>Uuse Aamounts</u> declared by the <u>DIBUA-Declaration</u> is not a general adjudication of the water rights involved under Section 73-4.
- (d) The State Engineer may require additional documentation to support the individual Beneficial Uuse Aamounts declared in a DIBUADeclaration.
- (e) The State Engineer will review and evaluate a <u>DIBUA-Declaration</u> as described in Section R655-16-7 of this rule.
 - (2) A DIBUA Declaration filed in connection with a Cehange Aapplication
 - (a) shall be required in situations where:
- (i) the <u>Ce</u>hange <u>Aapplication</u> is filed on fewer than all of the water rights in a <u>W</u>water <u>Uuse Ggroup</u>;
- (ii) the <u>Ce</u>hange <u>Aapplication</u> seeks to remove a water right from a <u>W</u>water <u>U</u>use <u>Ge</u>roup;
- (iii) the <u>individual B</u>beneficial <u>U</u>use <u>A</u>amount of a water right to be removed from the Wwater Uuse Ggroup has not been quantified; and
- (iv) the nature of the change requires a quantification of the <u>S</u>sole <u>S</u>supply of the water right being changed.
- (b) shall be prepared for each <u>Ww</u>ater <u>Uuse</u> <u>Ggroup</u> to which the water right or the portion of the water right to be changed has been assigned.
- (c) may quantify only the Beneficial Use Amount of the water right that would be the subject of a Change Application.
- (ed) must, together with any other <u>DIBUADeclarations</u> required by the <u>Cehange</u> <u>Aapplication if the water right has been assigned to more than one Water Use Group)</u>, declare the <u>Ssole Ssupply</u> of the water right or the portion of the water right to be changed.
- (3) A <u>DIBUA-Declaration</u> to declare the <u>individual B</u>beneficial <u>U</u>use <u>Aa</u>mount of a water right for which <u>P</u>proof has been filed:
 - (a) may be required in situations where:
- (i) the <u>individual B</u>beneficial <u>U</u>use <u>A</u>amount has not been quantified for the water right in the <u>W</u>water <u>U</u>use <u>G</u>group for which <u>P</u>proof has been filed; and
- (ii) the $\underline{\underline{P}}$ proof is filed on fewer than all of the water rights in the $\underline{\underline{W}}$ water $\underline{\underline{U}}$ use $\underline{\underline{G}}$ group; or
- (iii) the \underline{W}_{w} ater \underline{R}_{r} ight \underline{H}_{h} older who has filed \underline{P}_{p} roof does not hold all the water rights in the \underline{W}_{w} ater \underline{U}_{u} is \underline{G}_{g} roup.

- (b) shall be prepared for each <u>W</u>water <u>U</u>use <u>G</u>group to which the water right for which <u>P</u>proof has been filed belongs.
- (c) may quantify only the Beneficial Use Amount of the water right that would be the subject of the Proof.
- (ed) must, together with any other <u>DIBUADeclaration</u>s required for the <u>Pproof (if the water right has been assigned to more than one Water Use Group)</u>, declare the <u>S</u>sole <u>S</u>supply of the water right for which <u>P</u>proof has been filed.
- (4) The filing of a DIBUA Declaration does not limit the ability of a Wwater Rright Hholder to continue to use the water rights together supplementally as they have historically been used. Regardless of the individual Beneficial Uuse Amounts declared in a DIBUA Declaration, the previous supplemental use of the water rights may continue, with the exclusion of any water right removed from the group through an approved Cehange Amplication; lapsed through a water right administrative process; or disallowed (the disallowance published and unprotested) through the water right adjudication process. or invalidated through other legal or administrative process.
- (5) Once accepted for filing, a <u>DIBUA-Declaration</u> may only be revised by filing a new <u>DIBUA-Declaration</u>:
- (a) that is signed by at least all <u>Wwater Reight Hholders</u> within the <u>Wwater Uuse Geroup</u> affected by the revision and whose <u>individual Bbeneficial Uuse Aamounts</u> were previously declared by the filing of a <u>DIBUADeclaration</u>; and
- (b) that addresses only water rights that have not been previously removed from the Wwater Uuse Ggroup through an approved Cehange Aupplication or invalidated through other legal or administrative process.

R655-16-7. State Engineer Review and Evaluation

- (1) If a DIBUA-Declaration is filed with the State Engineer:
- (a) The State Engineer shall review the <u>DIBUA-Declaration</u> for consistency with the water right information contained in the State Engineer's records.
- (b) If the <u>DIBUA-Declaration</u> is inconsistent with the water right information contained in the State Engineer's records, it will be returned without further action to the <u>W</u>water <u>R</u>right <u>Hh</u>older who submitted the <u>DIBUA-Declaration</u> with an explanation of the inconsistencies.
- (c) If there is reason to believe the <u>DIBUA Declaration</u> is consistent with the State Engineer's records, the State Engineer shall update the water right records of all water rights listed in the <u>DIBUADeclaration</u>, consistent with the <u>individual Bb</u>eneficial <u>Uuse Aamounts</u> included in the <u>DIBUADeclaration</u>. With the update, a memo documenting the Beneficial Use declarations shall be placed on the file of each affected water right.
- (2) A <u>W</u>water <u>R</u>right <u>H</u>holder may request, <u>in by</u>writing to the State Engineer, a review of the <u>State Engineer's Water Right D</u>database entries and the <u>State Engineer's Water Right Filesdocumentary records related to of a Wwater Uuse Ggroup.</u>
- (a) Such a <u>review request</u> is not a request for agency action pursuant to Section 63G-4-101 et seq <u>because the review and</u>-shall be limited to a determination as to whether the <u>State Engineer's Water Right Delatabase</u> entries are consistent with <u>the State Engineer's Water Right Filesofficial documentary records</u> for the <u>water rights</u> in the <u>Water Use Geroup</u>.
- (b) A request for a records review filed pursuant to this rule shall set forth a statement as to how the submitter believes the <u>State Engineer's Water Right Databaseelectronic record</u> should be modified to be consistent with the <u>State Engineer's Water Right Filesofficial documentary</u>

records for the water rights in the Water Use Group. and shall include acceptable copies of any documentation believed to be absent from the current record.

- (c) The State Engineer shall complete a review of the <u>Water Rights Database and the</u> <u>Water Right Files record</u> within a reasonable time from receipt of the written request and shall notify the requester in writing when the review has been completed.
- (d) A copy of the State Engineer's reply to the request for a records review shall be placed on the water right file for each water right in the Wwater Uuse Ggroup reviewed.
- (3) The State Engineer may modify <u>W</u>water <u>U</u>use <u>G</u>group records at any time to resolve errors, deficiencies, or ambiguities. <u>With the modification</u>, a memo documenting the change in the Water Use Group shall be placed on the file of each affected water right.

R655-16-8. Application to State Engineer for Apportionment of Beneficial Use Amounts

- (1) An applicant may submit an application to the State Engineer requesting an informal adjudicative proceeding pursuant to Section 63G-4-101, et seq, for the apportionment of the Bbeneficial Uuse Aamounts of the water rights in the Wwater Uuse Ggroup if:
- (a) an apportionment is necessary for an administrative action on a <u>Cehange Aapplication</u> or <u>Pproof of Bbeneficial Uuse</u>; and
- (b) the applicant has exhausted all reasonable efforts and has been unable to produce a DIBUA-Declaration because:
- (i) It is impossible to identify and/or contact one or more of the parties or their successors in interest in the Wwater Uuse Ggroup. In this case the applicant must document:
 - (A) the attempts to identify and contact the parties or their successors in interest; and
 - (B) the reasons why the parties or their successors in interest cannot be identified or no contact can be made.
- (ii) One or more of the parties or their successors in interest refuses to participate in completing the <u>DIBUA-Declaration</u> or refuses to sign the <u>DIBUA-Declaration</u>. In this case the applicant must document:
 - (A) the attempts to reach agreement with the parties or their successors in interest; and (B) the reasons, in detail, why no agreement could be reached.
- (iii) Any other reason or reasons the applicant cannot cure, which prevents the completion of the <u>DIBUADeclaration</u>. In this case the applicant must document why the <u>DIBUADeclaration</u> cannot be completed.
- (2) An Aapplication for Apportionment of Beneficial Use Amounts shall be made on a form provided by the State Engineer and shall comply with Section 63G-4-201 as a request for agency action.
- (a) The applicant shall provide all information requested on the form provided by the State Engineer including all affidavits and documentation gathered in the effort to prepare a DIBUADeclaration.
- (b) The application form shall include a statement acknowledged by the applicant signing the form and recognizing that the State Engineer's apportionment of the Beneficial Uuse Aamounts of the water rights within the Wwater Uuse Ggroup is not a general adjudication of the water rights involved under Section 73-4.
- (c) To the extent possible, the applicant shall provide notice to the other parties pursuant to Section 63G-4-201(3)(b).

- (3) The State Engineer shall review the application for completeness and compliance with the criteria described in (1). As part of the review, the State Engineer shall determine whether the applicants effort to complete a <u>DIBUA-Declaration</u> without success has been sufficient.
- (4) If the application is incomplete or does not meet the criteria described in (1), or if the State Engineer believes the applicant should make additional effort to complete the DIBUADeclaration, the State Engineer shall return the application to the applicant without further action with an explanation of the inadequacies. Returning an incomplete or inadequate application is not a final agency action; it is an intermediate step instructing the applicant regarding further steps that must be taken before the application can be accepted for filing.
- (5) If the application is complete and does meet the criteria described in (1), and if the State Engineer believes the applicant has exerted all reasonable efforts to complete the DIBUA Declaration without success, the State Engineer shall accept the application for filing and apportion the Beneficial Uuses of the water rights in the Wwater Uuse Ggroup accordingly.
- (6) For the purposes of this rule, the State Engineer shall apportion the individual Beneficial Uuse Aamounts of the water rights in the Wwater Uuse Ggroup according to the following procedure:
- (a) The State Engineer shall notify all parties in accordance with Section 63G-4-201(3)(d)(iii) and (e)(ii) and shall issue a request for information to each Pparty as authorized in Section 73-5-8.
- (b) The parties will be allowed at least thirty (30) days for submittal of the requested information.
 - (c) Upon expiration of the allotted response time, the State Engineer will review:
 - (i) all information received with the application: and
- (ii) all information received pursuant to the State Engineer's request (including historical records of flows diverted, historical water use patterns, etc.); and
- (iii) any other pertinent information relevant to the water rights in the Water Use Group from a reliable source, including the State Engineer's water right records (such as, relative priority and water flow limitations, distribution records, etc.) of the water rights in the water use group.
- (d) Based upon a review of the information described in (c), the State Engineer shall make a preliminary apportionment. The State Engineer mayy determine whether to make a preliminary apportionment of the individual Bbeneficial Uuse Aamount for each of the water rights in the Wwater Uuse Geroup or an apportionment of only the Beneficial Use Amount of the water right involved in the administrative action.
- (7) The State Engineer shall notify all parties by regular mail of the preliminary apportionment of the <u>individual B</u>beneficial <u>Uuse Aamounts apportioned to each of the water rights in the water use group</u>. This notification is <u>an intermediate rather than not</u> a final agency action.
- (a) The parties shall be advised of their right to protest the preliminary individual Bbeneficial Uuse Aamounts apportioned by the State Engineer.
- (b) The parties will be allowed at least thirty (30) days for submittal of protests or other information.
- (8) The State Engineer may hold a hearing if deemed necessary to obtain further information regarding the apportionment of the <u>individual B</u>beneficial <u>U</u>use <u>A</u>amounts of the water rights within the <u>W</u>water <u>U</u>use <u>G</u>group.

- (9) The State Engineer shall review any further information obtained either through protest or the hearing process and may revise the preliminary apportionment of the individual Beneficial Uuse Aamounts if necessary to ensure a proper apportionment of the Beneficial Uuse among the water rights in the Wwater Uuse Ggroup.
- (10) The State Engineer shall issue an Order, which shall be the agency's final action, setting forth the <u>individual Bb</u>eneficial <u>Uuse Aamount of each water right apportioned in the water use group consistent with the apportionment.</u>
- (11) Orders of the State Engineer regarding the apportionment of Beneficial Uuse shall be subject to the applicable law including provisions of Rule R655-6-17 of the Division of Water Rights and to Sections 63G-4-302, 63G-4-401, 63G-4-402, and 73-3-14 which provide for filing either a Request for Reconsideration with the State Engineer or an appeal novo review in with the appropriate District Court. A Request for Reconsideration must be filed with the State Engineer within 20 days of the date of the Order. However, a Request for Reconsideration is not a prerequisite to filing for de novo review court appeal. A court appeal De novo review must be filedsought within 30 days after the date of the Order, or if a Request for Reconsideration has been filed, within 30 days after the date the Request for Reconsideration is denied or deemed denied. A Request for Reconsideration is considered deemed denied when no action is taken within 20 days after the request is filed.
- (12) Once the time to seek *de novo* review of a State Engineer Order has passed, or if such review has been sought, once the courts have issued a final, non-appealable order, the State Engineer shall update the Division's documentary and electronic records for each of the water rights apportioned in the water use group consistent with the State Engineer's Order, or the court order if one has been issued. With the update, a memo documenting the Beneficial Use apportionment shall be placed on the file of each affected water right.

R655-16-9. Exceptions.

- (1) Water Use Groups created for public water suppliers that do not describe the extent of the Beneficial Uses but rather group water rights within a use area will not require a Declaration.
- (12) At any time during a Cehange Aapplication or Pproof process, if it becomes apparent, through State Engineer review, protest, or otherwise, that a DIBUA Declaration is necessary to complete the administrative process, the State Engineer may require the water right holder to submit a DIBUAD eclaration be completed consistent with this rule.
- (23) A Wwater Rright Hholder who wishes to declare that a water right contributes no individual Bbeneficial Uuse amount to a Wwater Uuse Ggroup, where the holder is the sole owner of the non-contributing water right, may make that declaration by filing a partial DIBUA Declaration signed only by that Wwater Rright Hholder. The partial DIBUA Declaration may address only those rights declared to be non-contributing. Once accepted for filing, a partial DIBUA Declaration filed to declare no individual Bbeneficial Uuse amount may not be withdrawn or modified by the Wwater Rright Hholder. No effort will be made to contact the other Wwater Rright Hholders in the Wwater Uuse Ggroup concerning such filing. Once a Declaration of no Beneficial Use has been accepted for filing, the State Engineer shall update the water right records of all water rights listed in the Declaration, consistent with the Declaration. With the update a memo documenting the no Beneficial Use declarations shall be placed on the file of each affected water right.
- (34) If the individual Bbeneficial Uuse Aumount of a water right has been quantified by a court order or other legal instrument of equivalent effect, and which instrument is not a part of

the State Engineer's documentary records, such instrument may be submitted by any person for consideration by the State Engineer.

(45) The State Engineer may administratively cancel the assignment of a water right to a <u>W</u>water <u>U</u>use <u>G</u>group if the water right is owned by a mutual irrigation company, a watersupplying entity, a municipal water system, or a federal agency and if such action provides for more efficient or proper water right administration. <u>When the database is updated to cancel the assignment, a memo documenting the cancellation shall be placed on the file of each affected water right.</u>

(6) The State Engineer may waive the filing of a Declaration for a temporary Change Application when he believes sufficient water and Beneficial Use Amounts are available for the purposes of the change.

KEY: Beneficial Use, supplemental, water right