







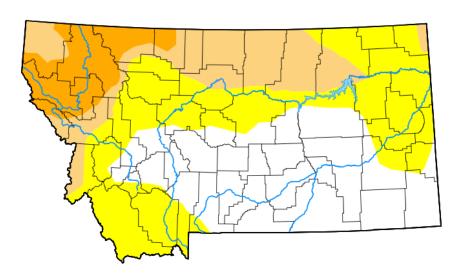
# COMPREHENSIVE WATER REVIEW LISTENING SESSION

Miles City 4/9/2024

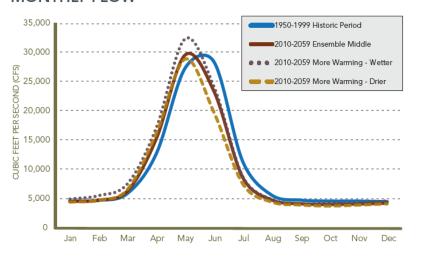




## WHY THE COMPREHENSIVE WATER REVIEW

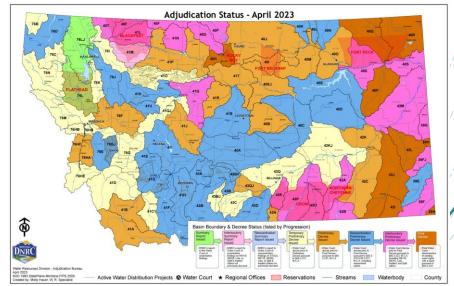


#### UPPER MISSOURI RIVER BASIN MODELED MEDIAN MONTHLY FLOW



50 years of implementation and piecemeal adjustments to Water Use Act







#### HOW TO MEET THESE CHALLENGES?

- Evaluate and reform state water administration and management
- Meet future water needs while protecting existing users
- Diverse water user collaboration to develop policy recommendations
- Meaningful dialogue creates lasting solutions
- Public participation critical
- Recommendations for the 2025 legislative session

## 2023 WORKING GROUP

- Vicki Baker (irrigation)
- Jocelyn Cahill (irrigation)
- Krista Lee Evans (irrigation)\*
- Spencer Woith (domestic, new development)\*
- Mark Taylor (domestic, new development)
- Kelly Lynch (municipal)\*
- Brian Heaston (municipal)\*
- Ryan McLane (attorney multiple)\*
- Nicole Rolf (stock water)
- Raylee Honeycutt (stock water)\*
- Jan Thomson-Rouse (hydropower)
- Alan Olson (industrial)
- Arnold Bighorn (tribal)
- Abby Brown (attorney, multiple)\*
- Andrew Gorder (conservation)\*
- Clayton Elliot (recreation)
- Julie Merritt (consultant multiple) \*

#### **WATER CONSUMED IN MONTANA** ANNUAL ACRE FEET

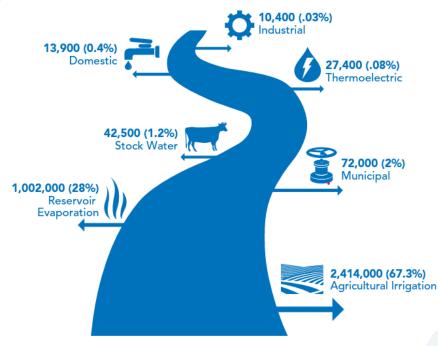


Figure 10: Water Consumption in Montana by Purpose



#### 2023 STAKEHOLDER WORKING GROUP



Statewide Adjudication Final Decree Transition- how do we transition from statewide water adjudication to longterm administration of water rights?



Water Planning, Growth, and Exempt Wells- how do we meet our new water demands while protecting existing water rights?



## FINAL DECREE TRANSITION

How do we transition from statewide water adjudication to long-term administration of water rights?

## ADJUDICATION AND NEW APPROPRIATION





July 1st, 1973

#### Adjudication

- The Montana Water Court adjudicates existing rights by basin and issues final decrees, recognizing and confirming water rights developed prior to July 1, 1973
- ONRC provides technical assistance to the Water Court
- Process has been far more expensive and time consuming than contemplated but all summary reports scheduled to be delivered to Water Court by June 30, 2025

#### New Appropriations

 New water rights (July 1, 1973, or newer) and changes to all existing water rights are administered by the DNRC through a permitting process



#### JUDICIAL NEEDS

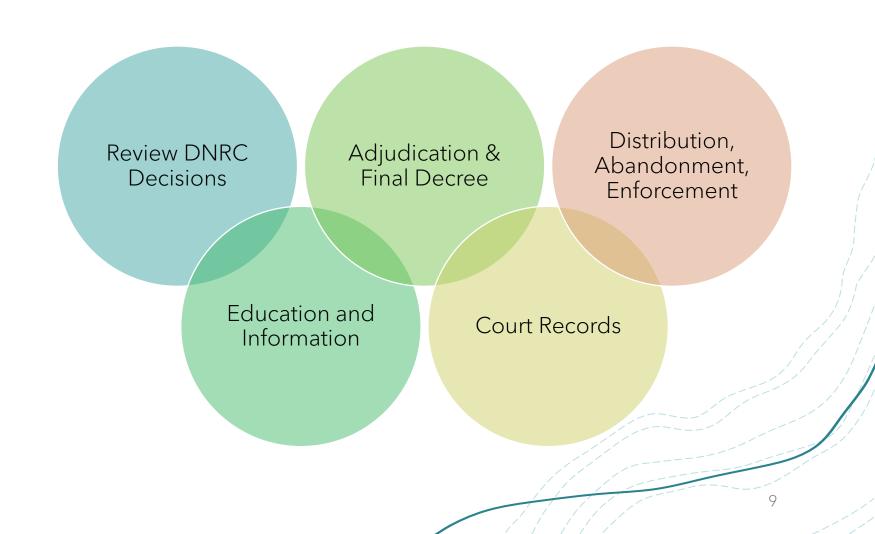
- 1. Clear roles and responsibility for water administration post final decree
  - Conflicting and uncertainty in statute today
  - Difficult for water users to have to navigate legal system





## JUDICIAL NEEDS

2. One court to address all water issues





## JUDICIAL NEEDS

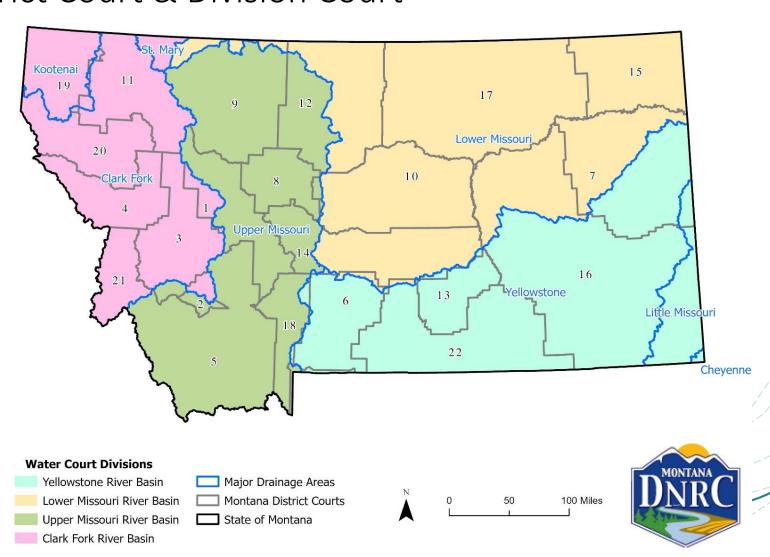
3. Stakeholders want timely, accountable, and efficient judicial water decisions





## JUDICIAL OPTIONS

#### District Court & Division Court





## CONCEPTS BEING DISCUSSED & REFINED

- What court does the conflict start with
- Who and how someone becomes a judge for water administration:
  - District Court
  - Nomination, appointment, and senate confirmation
- Types of judges
- Ability to substitute
- Commissioner supervision
- How to address multi-jurisdictional water conflicts
- Sunset the Adjudication/Bozeman Water Court



# HARMONIZING PROVISIONAL PERMITS AND CHANGES WITH FINAL DECREES

#### Harmonizing provisional permits and changes with final decrees

- Need for clear and transparent process to ensure that water right change authorizations and provisional permits are consistent with final decrees
- Need certainty to provisional permit and change holders that there is a clear process to become certificates of water rights





July 1,1973

#### Adjudication

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## WATER PLANNING, GROWTH, EXEMPT WELLS

How do we meet our new water demands while protecting existing water rights?



#### Choice: Proactive or Reactive?

#### California

• "Even though California enacted sweeping legislation nearly a decade ago to curb excessive agricultural pumping of groundwater, new research predicts that thousands of drinking water wells could run dry...." (LATIMES SEPT. 20, 2023)

#### Idaho

• "Department of Water Resources order would force 900 groundwater users to curtail use. Department says senior surface water rights holders would face shortfall without curtailment that could affect eastern Idaho" (Idaho Capital Sun APRIL 28, 2023)

#### Oregon

• "The state had continued to approve <u>new wells in areas that were already overdrawn</u>, leaving irreversible damage." (OPB JAN. 8, 2024)

#### Washington

• "Up to \$40 million in grants ... to fund water storage projects, fish habitat improvements, water right acquisitions or improvements in water management and infrastructure. The law was in response to the Hirst decision, a 2016 Washington State Supreme Court decision that limited a landowner's ability to get a building permit for a new home when the proposed source of water was a permit-exempt well." (KXRO JAN. 4, 2024)



## Holistic policy solutions that address

- Changing water needs
- Increase demand
- Decrease supply
- Changes in the timing of need and use
- New and existing needs for water



#### **Holistic Solutions**

Public Water Supplies

**Exempt**Wells

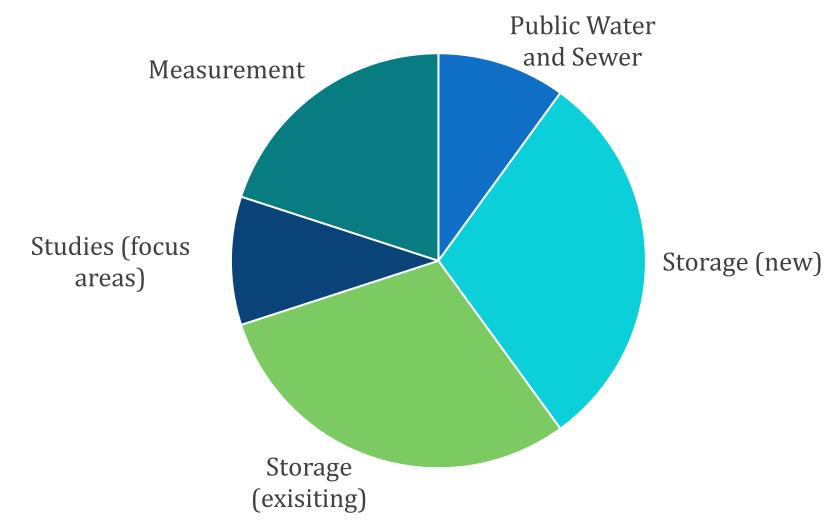
How do we meet our new water demands while protecting existing water rights?

Storage

Mitigation, banks, marketing

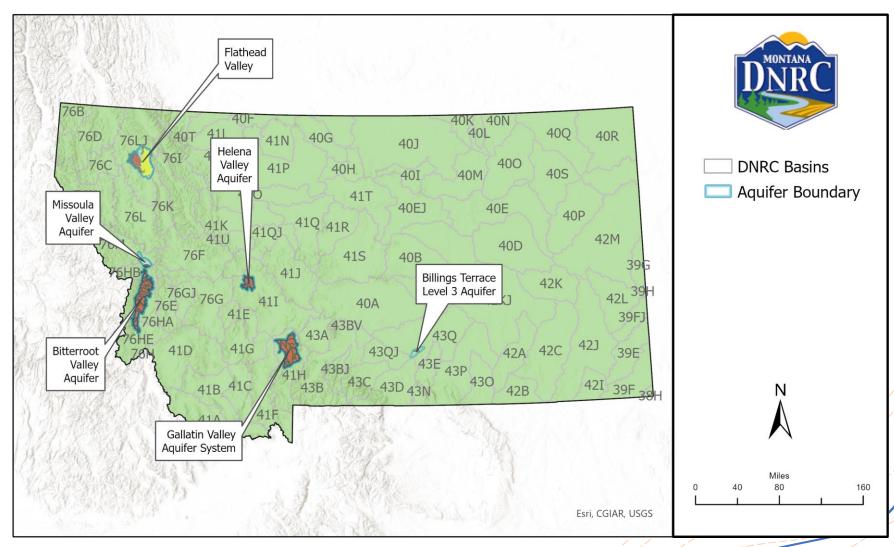


# Funding necessary for the holistic package



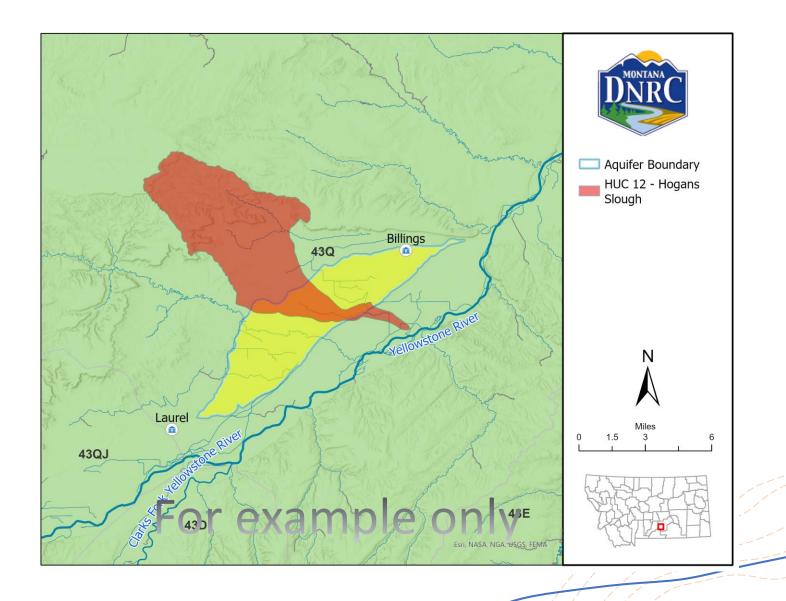


# Different Policies by Geographic Areas





# Different Exempt Well Policies by Geographic Areas

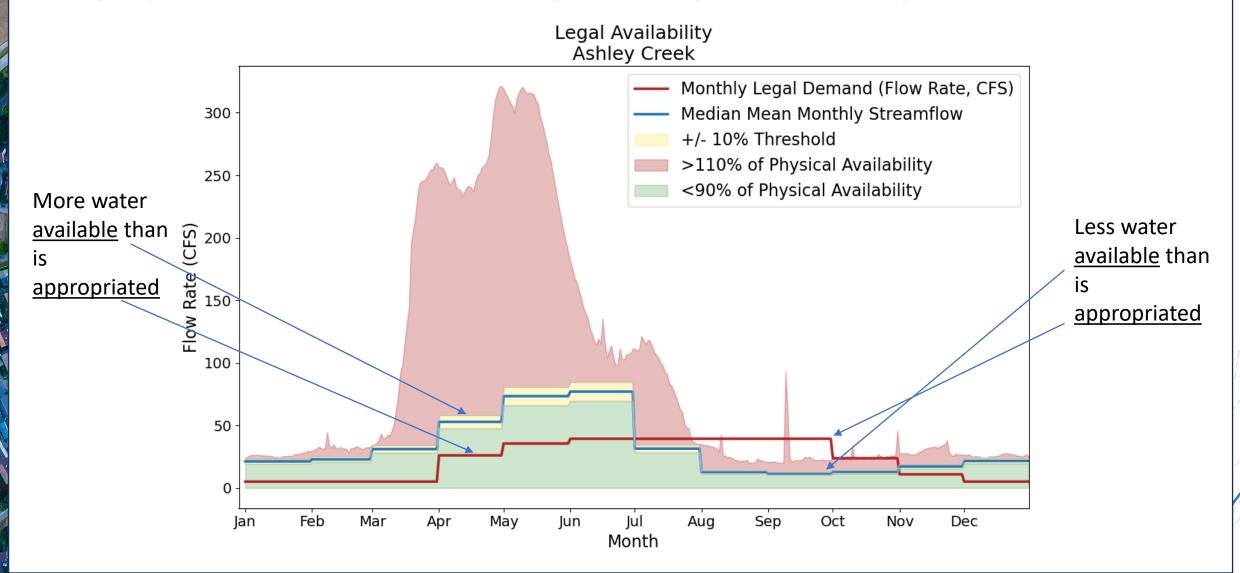




# Science based criteria for designation

Groundwater Connected to Surface Water with Limited	- Formation has limited storage or potential for storage  Legal demand of surface water on connected sources is within 10% above or	Legal demand of surface water on connected sources exceeds
Antecedent Aquifer	Legal demand of groundwater is at least 60% of the aquifer physical availability.  - Recharge is reliant on induced infiltration	Legal demand of groundwater is at least 75% of the aquifer physical availability.
Groundwater Level Trends	A decreasing groundwater level trend is observed but is projected to stabilize with no long-term aquifer impacts.	Groundwater level trend is decreasing and may cause long-term damage to the aquifer.

## Category: GW/SW Connection Physical/Legal Availability Limitations





## Draft Policy Framework for CGWAs

# Red (Problem)

- Metering & measurement
- No exceptions: permitting process or hook up to public water and sewer
- Incentives (PWS, funding, mitigation, storage)
- Exigent circumstances
- Enforcement
- MCA 85-2-506 & 85-2-306

# Yellow (Study)

- Metering & measurement
- Study only
- Incentives (PWS, funding, mitigation, storage)
- Enforcement
- MCA 85-2-506

# Green (statewide)

- Metering & measurement
   Largely status quo for
   exempt wells
- Address combined appropriation challenges
- Enforcement
- MCA 85-2-506 & 85-2-306



## Approximate Timeline and Milestones

Time	SWG and DNRC Activities	Policy Milestones
August 2023	Start SWG meetings	
Sept 2023	Work planning, prioritization, fact-finding,	Formal HB 114 rulemaking process
October 2023	discussion, drafting of recommendations	
November 2023		
December 2023		
January 2024		HB 114 rules go into effect
February 2024		
March 2024		
April 2024	Public and legislative outreach and input	Legislative proposal process
May 2024	on legislative concepts and working group	
June 2024	recommendations; further refinement	
July 2024		
August 2024	Potential last SWG meeting	
September 2024	Additional outreach on SWG	
October 2024	recommendations and legislative	
	proposals	
November 2024		Legislative pre-introduction deadlines
December 2024		
January 2025	2025 Legislative Session	



#### MEETING DATES

August 8-9	Helena
September 12	Helena
October 10	Helena
November 14	Helena
December 14	Helena
January 9-10	Lewistown
February 13	Helena
March 12-13	Kalispell
April 9-10	Miles City
May 14-15	Glasgow
June 5	Helena
July 9	Helena
August 19	Helena

# QUESTIONS?

https://dnrc.mt.gov/Water-Resources/

Get Involved: <a href="https://dnrc.mt.gov/Water-Resources/Comprehensive-Water-Review/">https://dnrc.mt.gov/Water-Review/</a>

