CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 1787

Chapter 98, Laws of 1993

53rd Legislature 1993 Regular Session

TRUST WATER RIGHTS PROGRAM EXTENDED STATE-WIDE

EFFECTIVE DATE: 7/25/93

Passed by the House March 9, 1993 Yeas 98 Nays 0

BRIAN EBERSOLE

Speaker of the House of Representatives

Passed by the Senate April 8, 1993 Yeas 48 Nays 0

CERTIFICATE

I, Alan Thompson, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL** 1787 as passed by the House of Representatives and the Senate on the dates hereon set forth.

ALAN THOMPSON

R. LORRAINE WOJAHN

President of the Senate

Approved April 21, 1993

April 21, 1993 - 2:32 p.m.

FILED

MIKE LOWRY
Governor of the State of Washington

Secretary of State State of Washington

Chief Clerk

SUBSTITUTE HOUSE BILL 1787

Passed Legislature - 1993 Regular Session

State of Washington 53rd Legislature 1993 Regular Session

By House Committee on Natural Resources & Parks (originally sponsored by Representatives Linville, R. Johnson, Pruitt, Kremen, Rust, Foreman, Quall, Morton, Grant, Johanson, Mastin, Eide and Fuhrman)

Read first time 02/25/93.

- 1 AN ACT Relating to water resource areas; and amending RCW
- 90.42.010, 90.42.030, 90.42.040, and 90.42.080.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 **Sec. 1.** RCW 90.42.010 and 1991 c 347 s 5 are each amended to read 5 as follows:
- 6 (1) The legislature finds that a need exists to develop and test a
- 7 means to facilitate the voluntary transfer of water and water rights,
- 8 including conserved water, to provide water for presently unmet needs
- 9 and emerging needs. Further, the legislature finds that water
- 10 conservation activities have the potential of affecting the quantity of
- 11 return flow waters to which existing water right holders have a right
- 12 to and rely upon. It is the intent of the legislature that persons
- 13 holding rights to water, including return flows, not be adversely
- 14 affected in the implementation of the provisions of this chapter.
- 15 ((The purpose of this chapter is to provide the mechanism for
- 16 accomplishing this in a manner that will not impair existing rights to
- 17 water and to test the mechanism in two pilot planning areas designated
- 18 pursuant to RCW 90.54.045(2) and in the water resource inventory areas
- 19 designated under subsection (2) of this section.

- (2) The department may designate up to four water resource 1 inventory areas west of the crest of the Cascade mountains and up to 2 four water resource inventory areas east of the crest of the Cascade 3 4 mountains, as identified pursuant to chapter 90.54 RCW. The areas 5 designated shall contain critical water supply problems and shall provide an opportunity to test and evaluate a variety of applications 6 7 of RCW 90.42.010 through 90.42.090, including application to municipal, 8 industrial, and agricultural use. The department shall seek advice 9 from appropriate state agencies, Indian tribes, local governments, 10 representatives of water right holders, and interested parties before 11 identifying such water resource inventory areas.
- (3)) (2) The department shall provide to the appropriate legislative committees by December 31, 1993, a written evaluation of the implementation of RCW 90.42.010 through 90.42.090 and recommendations for future application.
- 16 **Sec. 2.** RCW 90.42.030 and 1991 c 347 s 7 are each amended to read 17 as follows:
- (1) For purposes of this chapter, the state may enter into contracts to provide moneys to assist in the financing of water conservation projects ((located within pilot planning areas and in water resource inventory areas designated in accordance with RCW 90.42.010)). In consideration for the financial assistance provided, the state shall obtain public benefits defined in guidelines developed under RCW 90.42.050.
 - (2) If the public benefits to be obtained require conveyance or modification of a water right, the recipient of funds shall convey to the state the recipient's interest in that part of the water right or claim constituting all or a portion of the resulting net water savings for deposit in the trust water rights program. The amount to be conveyed shall be finitely determined by the parties, in accordance with the guidelines developed under RCW 90.42.050, before the expenditure of state funds. Conveyance may consist of complete transfer, lease contracts, or other legally binding agreements. When negotiating for the acquisition of conserved water or net water savings, or a portion thereof, the state may require evidence of a valid water right.
- 37 (3) As part of the contract, the water right holder and the state 38 shall specify the process to determine the amount of water the water

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- 1 right holder would continue to be entitled to once the water 2 conservation project is in place.
- 3 (4) The state shall cooperate fully with the United States in the 4 implementation of this chapter. Trust water rights may be acquired 5 through expenditure of funds provided by the United States and shall be 6 treated in the same manner as trust water rights resulting from the 7 expenditure of state funds.
- 8 (5) If water is proposed to be acquired by or conveyed to the state 9 as a trust water right by an irrigation district, evidence of the 10 district's authority to represent the water right holders shall be 11 submitted to and for the satisfaction of the department.
- 12 (6) The state shall not contract with any person to acquire a water 13 right served by an irrigation district without the approval of the 14 board of directors of the irrigation district. Disapproval by a board 15 shall be factually based on probable adverse effects on the ability of 16 the district to deliver water to other members or on maintenance of the 17 financial integrity of the district.
- 18 **Sec. 3.** RCW 90.42.040 and 1991 c 347 s 8 are each amended to read 19 as follows:
- (1) All trust water rights acquired by the state shall be placed in 20 21 the state trust water rights program to be managed by the department. 22 Trust water rights acquired by the state shall be held or authorized 23 for use by the department for instream flows, irrigation, municipal, or 24 other beneficial uses consistent with applicable regional plans for 25 pilot planning areas, or to resolve critical water supply problems ((in water resource inventory areas designated in accordance with RCW 26 90.42.010)). 27
- (2) The department shall issue a water right certificate in the 28 29 name of the state of Washington for each permanent trust water right 30 conveyed to the state indicating the reach or reaches of the stream, the quantity, and the use or uses to which it may be applied. 31 superseding certificate shall be issued that specifies the amount of 32 33 water the water right holder would continue to be entitled to as a 34 result of the water conservation project. The superseding certificate shall retain the same priority date as the original right. 35 36 nonpermanent conveyances, the department shall issue certificates or such other instruments as are necessary to reflect the changes in 37 purpose or place of use or point of diversion or withdrawal. 38

- 1 rights for which such nonpermanent conveyances are arranged shall not 2 be subject to relinquishment for nonuse.
- 3 (3) A trust water right retains the same priority date as the water 4 right from which it originated, but as between them the trust right 5 shall be deemed to be inferior in priority unless otherwise specified 6 by an agreement between the state and the party holding the original 7 right.
- 8 (4) Exercise of a trust water right may be authorized only if the 9 department first determines that neither water rights existing at the 10 time the trust water right is established, nor the public interest will 11 be impaired. If impairment becomes apparent during the time a trust water right is being exercised, the department shall cease or modify 13 the use of the trust water right to eliminate the impairment.
- (5) Before any trust water right is created or modified, the 14 15 department shall, at a minimum, require that a notice be published in a newspaper of general circulation published in the county or counties 16 17 in which the storage, diversion, and use are to be made, and in other newspapers as the department determines is necessary, once a week for 18 19 two consecutive weeks. At the same time the department shall send a 20 notice containing pertinent information to all appropriate state agencies, potentially affected local governments and federally 21 recognized tribal governments, and other interested parties. 22
- (6) RCW 90.14.140 through 90.14.230 have no applicability to trust water rights held by the department under this chapter or exercised under this section.
- 26 (7) RCW 90.03.380 has no applicability to trust water rights 27 acquired by the state through the funding of water conservation 28 projects.
- 29 **Sec. 4.** RCW 90.42.080 and 1991 c 347 s 12 are each amended to read 30 as follows:
- (1) ((Within the pilot planning areas, and in water resource inventory areas designated in accordance with RCW 90.42.010,)) The state may acquire all or portions of existing water rights, by purchase, gift, or other appropriate means other than by condemnation, from any person or entity or combination of persons or entities. Once acquired, such rights are trust water rights.
- 37 (2) The department may enter into leases, contracts, or such other 38 arrangements with other persons or entities as appropriate, to ensure

- 1 that trust water rights acquired in accordance with this chapter may be 2 exercised to the fullest possible extent.
- 3 (3) Trust water rights may be acquired by the state on a temporary 4 or permanent basis.
- 5 (4) The provisions of RCW 90.03.380 and 90.03.390 apply to 6 transfers of water rights under this section.
- 7 (5) No funds may be expended for the purchase of water rights by 8 the state pursuant to this section unless specifically appropriated for 9 this purpose by the legislature.

Passed the House March 9, 1993. Passed the Senate April 8, 1993. Approved by the Governor April 21, 1993. Filed in Office of Secretary of State April 21, 1993.