

# COLORADO

# LEGISLATIVE COUNCIL

Committee on **Water** 

Legislative Council Research Publication No. 337

December 1989

# COLORADO LEGISLATIVE COUNCIL RECOMMENDATIONS FOR 1990

# **COMMITTEE ON WATER**

Legislative Council Report to the Colorado General Assembly

Research Publication No. 337 December, 1989 OFFICERS

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#### LEGISLATIVE COUNCIL

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To Members of the Fifty-Seventh Colorado General Assembly:

Submitted herewith is the final report of the Committee on Water. The committee was appointed by the Legislative Council pursuant to House Joint Resolution No. 1030, 1989 session.

At its meeting on November 9, the Legislative Council reviewed this report. The Chairman of the Legislative Council ruled that one of the proposed bills, which is introduced yearly to approve water resources projects for financial assistance from the Colorado Water Conservation Board Construction Fund, did not fall within the committee's charge and, therefore, was not approved as an interim bill.

A motion to recommend four bills and one resolution to the Fifty-Seventh General Assembly was approved.

Respectfully submitted,

/s/ Representative Chris Paulson Chairman Colorado Legislative Council

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# **LEGISLATIVE COUNCIL**

# **COMMITTEE ON WATER**

#### **Members of the Committee**

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# COMMITTEE ON WATER

### **Committee Charge**

House Joint Resolution 1030 (1989 session) directed the Legislative Council to appoint an interim committee to conduct a comprehensive study of water resources, water rights administration, water quality, water quantity, and water conservation measures in Colorado, including, but not limited, to the following:

- 1) the need to conserve the state's water resources, including ground water resources, and to protect Colorado's compact entitlements;
- 2) the lengthy state, local government, and federal review processes for issuing permits for the construction of a water resource project; and the need to provide for mitigating the effects of removing water from one portion of the state to another so that appropriation and diversion of water to beneficial use within the natural basins will not be impaired or increased in cost;
- 3) the feasibility for the Board of Parks and Outdoor Recreation to establish a recreational trails and waters system within the state's water rights laws, without condemnation and with protection for water rights and real property rights owned by others; and
- 4) the facilitation of water lease and exchange projects which benefit various portions of the state.

The committee was also directed to monitor and, if necessary, make recommendations to the General Assembly on the impact of drought conditions throughout the state, and received briefings on pending litigation involving Colorado's interstate water compact agreements.

#### **Committee Recommendations**

The committee recommends four bills and one resolution for consideration in the 1990 legislative session.

#### Establish a Greenway Trails System -- Bill 1

The legislative declaration in Bill 1 states that the purpose of Article 11, Title 33, C.R.S., concerning recreational trails, is to promote the establishment and operation of a statewide network of trails along and between the state's river corridors. The bill creates the Colorado Greenway Trails System with the following objectives: promote recreational opportunities along lakes, streams, or reservoirs; provide access to and to share a part of an integrated trail system of recreational activities; protect water and real property rights; minimize conflicts between recreationalists and other waterway corridor users; and minimize adverse impacts on natural features and sensitive habitats of waterway corridors.

The State Board of Parks and Outdoor Recreation is directed to conduct studies and to establish and manage the Colorado Greenway Trails System with assistance from the Division of Parks and Outdoor Recreation. The board will consult and cooperate with the Wildlife Commission, the Colorado Water Conservation Board, the State Highway Commission, the Colorado Water Resources and Power Development Authority, and other units of government to minimize adverse impacts on activities, natural features, and sensitive habitats adjacent to trails.

The State Board of Parks and Outdoor Recreation is to select potential trail areas near lakes, streams, or reservoirs for study. The division will determine whether such areas are suitable for the establishment of trails. Based on the division's recommendations, the board may incorporate trails into the Colorado Greenway Trails System. The Division of Parks and Outdoor Recreation is to provide technical assistance and information to counties, cities, or other political subdivisions for local planning, financing, construction, operation, and maintenance of recreational trails.

## Change in the Requirement of a Finding of Reasonable Diligence for Conditional Water Rights -- Bill 2

Bill 2 changes the period of time for filing an application for a finding of reasonable diligence to maintain a conditional water right. The bill requires that such an application be filed every sixth year (rather than every four years) after the year in which a water right was conditionally decreed, or in which a finding of reasonable diligence was decreed. If an application is not filed, the conditional water right is considered abandoned. This requirement supersedes any contrary provision or requirement of a previous determination of reasonable diligence.

The bill also specifies that reasonable diligence be measured by consistent effort by the appropriator to complete the appropriation in an expedient and efficient manner. Work on one feature of an integrated system may be considered in a finding that reasonable diligence has been shown on the entire system. Present economic circumstances which affect the feasibility of perfecting a conditional water right are

. . not grounds (in and of themselves) for denying an application based on reasonable diligence. Bill 2 also states that an application may not be denied solely on the grounds that one or more governmental permits or approvals have not been obtained.

# Creation of the Water Resources Legislation Review Committee --Bill 3

Bill 3 creates an eleven-member water resources legislative review committee for overseeing the conservation, use, and development of water resources in Colorado. The committee is required to meet annually to review all water resources legislation and may consult with experts in the field of water conservation, use, and development.

# A Requirement for Protection of Appropriators of Water -- Bill 4

Bill 4 requires an appropriator applying for a conditional water right or a change of a water right to provide and implement a plan which:

- protects present and future appropriators of water in the basin of origin from injury and increased costs in developing and utilizing water supplies when such injury or cost results, directly or indirectly, from the export of water out of the basin; and
- provides a mechanism for meeting water shortages which may occur as a result of the decree when such shortages adversely affect the state's ability to comply with Colorado's river compacts.

This plan must be incorporated into the application submitted to the water court and reviewed prior to final approval of the decree. Upon approval, such plan shall be incorporated into the decree.

An appropriator must comply with these requirements when he submits an application to appropriate water or to change water rights to export such water from any basin or from within the boundaries of a water conservancy or water conservation district to a location outside of the basin or district.

# Independent Roles for the Colorado Water Conservation Board and the Colorado Water Resources and Power Development Authority -- Senate Joint Resolution 1

Senate Joint Resolution 1 declares that the Colorado Water Conservation Board and the Colorado Water Resources and Power Development Authority perform distinct and separate functions and that the interests of the state are best served by maintaining separate organizational structures. The resolution concludes that there is no need to conduct a study on consolidation of these two entities.

# **BACKGROUND REPORT**

# The Establishment of a Trails System in Colorado

The Division of Parks and Outdoor Recreation developed a proposal for a recreational trails and waters system in Colorado pursuant to the committee's study charge. The committee was directed to determine:

whether it would be feasible for the Board of Parks and Outdoor Recreation to establish a recreational trails and waters system within the state's water rights laws, without condemnation and with protection for water rights and real property rights owned by others.

A task force had been formed to develop a recreational trails and waters system with the intent of protecting private property and water rights and prohibiting any agency from condemning such rights. The task force initially determined that a waterway trails system was needed because recreational uses along river corridors had increased significantly. Members of the task force maintained that economic benefits may be derived from a statewide recreational rivers and trails system. The Division of Parks and Outdoor Recreation recommended, during its first presentation, that a recreational trails and waters system be developed.

The division later proposed that a recreational trails system be developed rather than a trails and rivers (waters) system. Currently, no other western state has a combined rivers and trails system and no other western state has a state rivers program.

<u>Committee recommendations</u>. Bill 1, authorizes the State Board of Parks and Outdoor Recreation to establish the Colorado Greenway Trails System. This system will consist of a statewide network of trails along and between the state's lakes, streams, or reservoirs and will link cities, towns, and river basins. The bill also authorizes the State Board of Parks and Outdoor Recreation to conduct studies and promulgate rules and regulations to establish and manage the Colorado Greenway Trails System.

# A Finding of Reasonable Diligence for Conditional Water Rights

Under the state's current water rights system, proponents of a water project have the right to appear before a water court to present a plan and an intent to appropriate water. If the project is large, the plan and use of the water may not be immediate, and the water project proponent is required to return every four years to prove diligence in fulfilling the water decree. The concept behind the conditional water rights requirement is to allow water to be developed in the state. However, in proving due diligence, it is financially difficult for the irrigation and agriculture sectors to construct new irrigation facilities in a four-year period.

Bill 2 changes the period for filing an application for a finding of reasonable diligence to maintain a conditional water right. The bill specifically requires that an application for a finding of reasonable diligence be filed every sixth year.

# The Preservation of Independent Roles of the Colorado Water Conservation Board and the Colorado Water Resources and Power Development Authority

The responsibilities of the Colorado Water Conservation Board (CWCB) and the Colorado Water Resources and Power Development Authority (CWRPDA) were reviewed to determine whether duplication of efforts and costs exists. The authority's primary function is to obtain funding for Colorado water projects through the debt market. The CWRPDA is an independent authority that can incur debt and may issue bonds to finance water projects.

The CWCB is responsible for administering six programs: the protection of interstate waters; state financed water projects; water development planning; prevention of flood damages; instream flow program; and hydrologic investigations. The major difference between the authority and the board is that the authority secures financing for projects in public finance markets, and the board receives funding for projects annually as provided by the General Assembly. The authority also issues bonds to raise the state's portion of funding for the Water Pollution Control Revolving Fund.

The authority and the board have overlapping legislative authority. Both entities have the power to plan and develop a project, but the board and the authority do not work on projects simultaneously. Senate Joint Resolution 1 declares that the CWCB and the CWRPDA perform distinct and separate functions and that there is no need to study consolidation of these two entities or to enact legislation concerning their separate roles.

## **Other Issues Reviewed**

Drought conditions in Colorado. The committee was provided an update on drought conditions across the state by several agencies including the Department of Agriculture, several water conservation districts, and the Office of the State Engineer. A summary of drought conditions prepared by the state engineer is included as Appendix A. The committee did not make a recommendation on the impact of drought conditions or consider introducing any legislation on this issue.

Endangered Species Act. Several individuals testified concerning the federal Endangered Species Act and its impact on the State of Colorado. In 1983, the United States Fish and Wildlife Service (USFWS) released a plan for three endangered fish species in the Upper Colorado River Basin. In issuing their biological and ecological opinion, the USFWS assumed that any additional depletion of water in the Colorado River or its tributaries would jeopardize the fish or adversely affect their critical habitat. These fish are Colorado squawfish, the bonytail chub, and the humpback chub. As a direct result of this act, Colorado developed a recovery implementation program for endangered species in the upper Colorado River Basin. This program was developed in a manner that would not conflict with state water rights systems, interstate compacts, and decrees of the United States Supreme Court. A memorandum of understanding was signed between the USFWS, the Bureau of Reclamation, and the States of Colorado, Wyoming, and Utah.

The federal Endangered Species Act has been viewed as a threat to potential water development on the Colorado River. Representatives of the USFWS explained that the purpose of the act is to provide a means to conserve the ecosystems upon which endangered and threatened species depend and a program for the conservation of such species. Once a species is listed, a recovery plan must be developed unless such action would not promote the conservation of the species. (A recovery plan is a guide that delineates, justifies, and schedules research and management actions necessary to recover a species to a point of no longer needing protection under the act.) The committee makes no recommendations regarding the federal Endangered Species Act.

Additional wilderness designation in Colorado. In 1984, the Sierra Club filed a lawsuit against the United States concerning the 24 existing wilderness areas in Colorado. The Sierra Club attempted to gain a water right by alleging that new federal reserved in-stream flow water rights for wilderness areas were automatically created upon designation. In addition, the Sierra Club maintained that Congress intended water rights be created when the 1964 Wilderness Act was adopted and that the rights be applied to all remaining water flowing within and through the wilderness areas. Wilderness rights had not been previously recognized nor claimed. Consequently, a lawsuit opposing the claims of the Sierra Club was filed. This lawsuit is currently pending in the 10th U.S. Circuit Court of Appeals.

Wilderness areas located at lower elevations farther downstream are of concern to both existing water rights and to potential future water development. New appropriations of water cannot be made at any location within the drainage basin upstream from the wilderness area, nor can any other water right be made that would diminish the flow of water through the wilderness area. The disagreement centers around whether existing wilderness areas have an implied federal reserved water right and whether new wilderness area additions should be granted a water right. No action is recommended regarding additional wilderness designation and water rights in Colorado and the impact such designations may have on the state.

#### COLORADO DROUGHT CONDITIONS REPORT

#### July 10, 1989 Prepared by the Office of the State Engineer

Unusually warm and dry weather conditions were prevalent throughout the state for the period April - June. Snowpack statistics on June 1, 1989, were only 32% of average statewide. The lowest measurements were in the Yampa, White, North and South Platte River basins, where the snowpack was less than 25% of average. These low snowpack figures can be attributed to the below normal precipitation amounts received since March across the state. Warm temperatures resulted in an advanced runoff beginning in late April. Precipitation amounts received at lower elevations have been below normal throughout most of the state. The only basin reporting near normal rainfall for the April - June period was the South Platte River basin. The lowest precipitation amounts were in the Rio Grande, San Juan, Dolores, Animas, and San Miguel River basins. These areas received less than 25% of average. Colorado's reservoirs continue to store above normal amounts; however, most reservoirs are storing less than the volumes recorded in June of 1988. The 12 reservoirs in the Arkansas River basin are only storing 54% of last year's volumes. Projected streamflows at key index stations have been lowered for the summer months. Forecasts of less than 65% of normal are projected for the Gunnison, Yampa, White, Arkansas, and North and South Platte River basins.

The current drought conditions are exasperated by the fact that water resource availability statewide was exceedingly above normal from 1982 - 1986, as measured by the Surface Water Supply Index (SWSI) developed by this office in 1981. The index considers reservoir storage, precipitation and streamflow components for each of the seven major basins in Colorado. Each component is weighted based upon its impact on the water supply in the basin. The basins most affected by low streamflow are the Yampa/White and Rio Grande basins where the streamflow component is 90% of the SWSI, followed by the San Juan/Dolores basin (85%), the Colorado Basin (70%), the Gunnison bsin (60%), and the Arkansas basin (55%). The South Platte basin is least affected at 25%due to its large reservoir storage capacity. The following SWSI values were computed for each basin on July 1, 1989:

<u>Basin</u>	<u>SWSI Value</u>
South Platte	+2.6
Arkansas	-0.3
Rio Grande	-1.8
Gunnison	-2.1
Colorado	-2.6
Yampa/White	-3.5
San Juan/Dolores	-2.9

				SCALE				
-4 Severe drought	-3 Moderate drought	-2 Below normal	-1	0 Near normal	+1	+2. Above normal	+3	+4 Abundant supply

**References:** 

Colorado Water Supply Outlook, June 1, 1989, Prepared by the U.S. Department of Agriculture, Soil Conservation Service

BILL 1

#### A BILL FOR AN ACT

1	CONCERNING TH	E AUTHORITY	OF T	THE	STATE	BOARD	0F	PARKS	AND
2	OUTDOOR	RECREATION	т0	ESTA	BLISH	THE CO	LORA	DO GREE	NWAY
3	TRAILS S	SYSTEM, AND N	MAKING	AN	APPROP	RIATION	THE	REFOR.	

#### Bill Summary

#### (Note: <u>This summary applies to this bill</u> as <u>introduced</u> and <u>does not necessarily reflect</u> any <u>amendments which may be</u> <u>subsequently adopted.</u>)

Authorizes the state board of parks and outdoor recreation to establish the Colorado greenway trails system, a statewide network of trails along and between the state's, lakes, streams, or reservoirs linking cities, towns, communities, and river basins.

<u>Be it enacted by the General Assembly of the State of Colorado:</u>
SECTION 1. 33-11-102, Colorado Revised Statutes, 1984
Repl. Vol., is amended BY THE ADDITION OF A NEW SUBSECTION to
read:

8 33-11-102. <u>Legislative declaration</u>. (3) (a) A further 9 purpose of this article is to promote the establishment and 10 operation of a statewide network of trails, to be known as the 11 "Colorado greenway trails system", along and between the

1 state's lakes, streams, or reservoirs linking cities, towns, 2 communities, and river basins. The Colorado greenway trails 3 system shall be established and operated in a manner that 4 promotes recreational opportunities along lakes, streams, or 5 reservoirs, that provides access to and is a part of an 6 integrated trail system, that protects water and real property 7 rights, that minimizes conflicts between recreationists and 8 other waterway corridor users, and that minimizes adverse 9 impacts on natural features and sensitive habitats of waterway 10 corridors.

SECTION 2. 33-11-104, Colorado Revised Statutes, 1984
Repl. Vol., is amended BY THE ADDITION OF A NEW SUBSECTION to
read:

14 33-11-104. <u>Acquisition</u>. (5) Nothing in this section 15 shall alter, impair, supercede, or change the authority of the 16 board or the ability of the division to acquire any interest 17 in water or water rights, pursuant to section 33-10-107 (1) 18 (a).

SECTION 3. 33-11-108, Colorado Revised Statutes, 1984
Repl. Vol., is amended BY THE ADDITION OF A NEW SUBSECTION to
read:

33-11-108. <u>State trails system</u>. (5) The establishment of trails to or along lakes, streams, or reservoirs shall not constitute any determination relative to the suitability of the river segment for designation as a wild, scenic, or recreational river under the federal "Wild and Scenic Rivers Act".

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SECTION 4. 33-11-109, Colorado Revised Statutes, 1984
 Repl. Vol., is amended BY THE ADDITION OF A NEW SUBSECTION to
 read:

4 33-11-109. Trail categories. (3) The board, assisted 5 by the division, is authorized to conduct studies, and to 6 promulgate such rules and regulations as may be necessary for 7 establishing and managing the Colorado greenway trails system. 8 The board shall consult and cooperate with the commission, 9 Colorado water conservation board, state highway commission, 10 Colorado water resources and power development authority, and 11 all other appropriate units of state government and political 12 subdivisions of the state, including, but not limited to, any 13 county, city, city and county, and water conservation and 14 conservancy district; any other public and private persons; 15 and any appropriate federal agencies to establish a Colorado 16 greenway trails system which minimizes adverse impacts on 17 activities, natural features, and sensitive habitats adjacent to trails. 18

SECTION 5. 33-10-106 (1), Colorado Revised Statutes,
1984 Repl. Vol., is amended BY THE ADDITION OF A NEW PARAGRAPH
to read:

33-10-106. <u>Duties of the board - rules</u>. (1) (h) Select
areas in close proximity to lakes, streams, or reservoirs to
be studied by the division for purposes of determining their
suitability for the establishment of trails under article 11
of this title;

27

(i) Designate trails to be part of the Colorado greenway

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1 trails system based on recommendations of the division 2 pursuant to section 33-10-108 (1) (h).

3 SECTION 6. 33-10-108 (1), Colorado Revised Statutes,
4 1984 Repl. Vol., is amended BY THE ADDITION OF THE FOLLOWING
5 NEW PARAGRAPHS to read:

6 33-10-108. Duties of the division of parks and outdoor 7 recreation. (1) (g) To provide technical assistance and 8 information to counties, cities, or other political 9 subdivisions of the state for local planning, financing, 10 construction, operation, and maintenance of recreational 11 trails, including trails along lakes, streams, or reservoirs, 12 in accordance with article 11 of this title;

(h) To study the availability of areas selected by the board pursuant to section 33-10-106 (1) (h) for the establishment of trails under article 11 of this title and to recommend trails to be included in the Colorado greenway trails system.

18 SECTION 7. Appropriation. In addition to any other 19 appropriation, there is hereby appropriated, out of any moneys 20 in the general fund not otherwise appropriated, to the 21 department of natural resources for allocation to the division 22 of parks and outdoor recreation, for the fiscal year beginning July 1, 1991, the sum of \_\_\_\_\_ dollars (\$ 23 ) 24 and FTE, or so much thereof as may be necessary, for the 25 implementation of this act.

26 SECTION 8. <u>Safety clause</u>. The general assembly hereby 27 finds, determines, and declares that this act is necessary

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1 for the immediate preservation of the public peace, health,

2 and safety.

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BILL 2

#### A BILL FOR AN ACT

1	CONCERNING A CH	ANGE IN	THE REQ	UIREMENT	OF A	FINDING	0F
2	REASONABLE	DILIGENCE	E FOR C	CONDITIONA	L WATER	RIGHTS	т0
3	PERIODIC IN	ITERVALS N	IOT EXCE	EDING SI	X YEARS	S, AND,	IN
4	CONNECTION	THEREWIT	TH, SETT	ING STAN	DARDS F	OR SUCH	Α
5	FINDING.						

#### Bill Summary

(Note: This summary applies to this bill as introduced and does not necessarily reflect any amendments which may be subsequently adopted.)

Changes the period of time for filing an application for a finding of reasonable diligence to maintain a conditional water right. Sets standards for the determination of reasonable diligence. Makes conforming amendments.

<u>Be it enacted by the General Assembly of the State of Colorado:</u>
SECTION 1. 37-92-301 (4), Colorado Revised Statutes, as
amended, is amended to read:
37-92-301. <u>Administration and distribution of waters</u>.
(4) (a) In every fourth SIXTH calendar year after the
calendar year in which a water right is conditionally decreed,
OR IN WHICH A FINDING OF REASONABLE DILIGENCE HAS BEEN

1 DECREED, the owner or user thereof, if he desires to maintain 2 the same, shall file an application for a quadrennial finding 3 of reasonable diligence, or said conditional water right shall 4 be considered abandoned. The judgment and decree of the court specify the month and calendar year in which A 5 shall 6 SUBSEQUENT application for a quadrennial finding of reasonable 7 diligence shall be filed with the water clerk pursuant to 8 section 37-92-302 (1). A SUBSEQUENT and-such application 9 shall be filed during the same month AS THE PREVIOUS DECREE 10 WAS ENTERED every four SIX years thereafter AFTER SUCH ENTRY 11 OF THE DECREE until the right is made absolute or otherwise 12 disposed of. THE PROVISIONS OF THIS PARAGRAPH (a) SHALL 13 SUPERSEDE ANY CONTRARY PROVISION OR REQUIREMENT OF A PREVIOUS 14 DETERMINATION OF REASONABLE DILIGENCE.

15 (b) THE MEASURE OF REASONABLE DILIGENCE IS THE STEADY APPLICATION OF EFFORT TO COMPLETE THE APPROPRIATION IN AN 16 EXPEDIENT AND EFFICIENT MANNER UNDER ALL THE FACTS AND 17 18 CIRCUMSTANCES. WHEN AN INTEGRATED SYSTEM HAS SPECIFIC 19 FEATURES HOLDING SEPARATE WATER RIGHTS, WORK ON ONE FEATURE OF THE SYSTEM SHALL BE CONSIDERED IN FINDING THAT REASONABLE 20 21 DILIGENCE HAS BEEN SHOWN ON THE ENTIRE PROJECT. CURRENT 22 ECONOMIC CIRCUMSTANCES AFFECTING THE FEASIBILITY OF PERFECTING 23 A CONDITIONAL WATER RIGHT OR THE PROPOSED USE OF WATER FROM A 24 CONDITIONAL WATER RIGHT SHALL NOT BE GROUNDS IN AND OF ITSELF 25 FOR DENYING AN APPLICATION FOR A FINDING OF REASONABLE 26 DILIGENCE, NOR SHALL THE APPLICATION FOR A FINDING 0F 27 REASONABLE DILIGENCE BE DENIED SOLELY ON THE GROUNDS THAT ONE

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OR MORE GOVERNMENTAL PERMITS OR APPROVALS HAVE NOT BEEN
 OBTAINED.

3 SECTION 2. 37-92-302 (1) (a), Colorado Revised Statutes,
4 as amended, is amended to read:

5 37-92-302. Applications for water rights or changes of 6 such rights - plans for augmentation. (1) (a) Any person who 7 desires a determination of a water right or a conditional 8 water right and the amount and priority thereof, including a 9 determination that a conditional water right has become a 10 water right by reason of the completion of the appropriation. 11 a determination with respect to a change of a water right, 12 approval of a plan for augmentation, guadrennial finding of 13 reasonable diligence, approval of a proposed or existing 14 exchange of water under section 37-80-120 or 37-83-104, or approval to use water outside the state pursuant to section 15 16 37-81-101 shall file with the water clerk in guadruplicate a 17 verified application setting forth facts supporting the ruling 18 sought, a copy of which shall be sent by the water clerk to 19 the state engineer and the division engineer. The term 20 "determination of a water right or conditional water right" 21 includes any plan or change in plan under the provisions of 22 section 37-45-118 (1) (b) (IV) which is or has been 23 incorporated into a decree.

24 SECTION 3. 37-92-601, Colorado Revised Statutes, is 25 amended to read:

26 37-92-601. <u>Disposition of pending proceedings - showings</u>
 27 <u>of reasonable diligence</u>. All proceedings pending on June 7,

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1 1969, for the adjudication of water rights, for a change of 2 water rights, or for the disposition of other matters which 3 are of the type to be handled by proceedings provided for in 4 this article shall be concluded by June 1, 1972, in accordance 5 with the provisions of the statute under which they are 6 instituted, and priorities and changes of water rights which are determined in such pending proceedings shall be integrated 7 8 by the various division engineers in their current records and 9 shall be included in tabulations prepared by the division 10 engineers pursuant to the provisions of this article. Any 11 such proceedings which are not concluded by June 1, 1972, 12 shall be heard from that time on to completion by the water 13 judge for the division in which the proceedings are pending. 14 under procedures provided for in this article; except that the 15 chief justice of the supreme court may provide that a judge, 16 other than the water judge, shall complete proceedings in specific cases. Persons who have filed statements of claim in 17 such pending proceedings may withdraw therefrom at any time 18 and file applications or otherwise proceed in accordance with 19 20 this article. Showings of reasonable diligence under existing conditional decrees or conditional decrees entered in such 21 22 pending proceedings shall be made in accordance with the 23 provisions of this article, in-the-year-1972-and-every-fourth 24 year-thereafter-in-even-numbered-years, but the time shall be tolled during any period in which the water judge finds the 25 26 applicant was prevented from filing by reason of conditions 27 beyond his control. Applications for quadrennial findings of

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reasonable diligence shall be filed with the water clerk 1 pursuant to section--37-92-302--(1)-not-later-than-June-1-of 2 3 each-such-years THE TERMS OF THIS ARTICLE. When and if a conditional water right awarded in any such conditional decree 4 5 becomes a water right pursuant to the procedures in this 6 article, the priority awarded such water right shall be the 7 same as if the proceedings in which the conditional decree was 8 entered had remained open until the final determination with 9 respect to such water right.

10 SECTION 4. <u>Safety clause</u>. The general assembly hereby 11 finds, determines, and declares that this act is necessary 12 for the immediate preservation of the public peace, health, 13 and safety.

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BILL 3

and the second second

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#### A BILL FOR AN ACT

# CONCERNING THE CREATION OF THE WATER RESOURCES LEGISLATION REVIEW COMMITTEE.

#### Bill Summary

(Note: <u>This summary applies to this bill as introduced</u> and does not necessarily reflect any amendments which may be subsequently adopted.)

Creates the water resources legislation review committee and sets forth the purpose for the creation of such committee. Specifies the membership of the committee. Requires that the committee meet annually.

3	<u>Be it enacted by the General Assembly of the State of Colorado:</u>
4	SECTION 1. Title 37, Colorado Revised Statutes, as
5	amended, is amended BY THE ADDITION OF A NEW ARTICLE to read:
6	ARTICLE 97
7	Water Resources Review Committee
8	37-97-101. <u>Water resources review - committee</u> . (1) For
9	the purpose of contributing to and overseeing the
10	conservation, use, and development of the water resources of
11	Colorado for the general welfare of its inhabitants, there is

legislation hereby created the water resources review 1 The committee shall meet at least once annually 2 committee. and as often as deemed necessary to review all water resources 3 legislation, and in connection with such review, may consult 4 with experts in the field of water conservation, use, and 5 development. The department of natural resources and the 6 7 members and staff of the Colorado water conservation board, the irrigation district commission, and the Colorado water 8 resources and power development authority shall cooperate with 9 the committee and with any persons assisting the committee in 10 11 pursuing its responsibilities pursuant to this section. Further, the committee may utilize the legislative council 12 13 staff to assist its members in researching any matters.

14 (2) The committee shall be comprised of eleven members15 to be selected as follows:

16 (a) Three members of the senate appointed by the
17 president of the senate, no more than two of whom shall be
18 from the same political party;

19 members of the house of representatives (b) Three 20 appointed by the speaker of the house of representatives, no 21 more than two of whom shall be from the same political party; 22 (c) Three members appointed by the governor from such water advisory groups as the governor shall select, which 23 24 members shall be determined by him to adequately represent the entire state, no more than two of whom shall be from the same 25 26 political party;

27 (d) The state engineer or his designee; and

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(e) The director of the Colorado water conservation
 board or his designee.

3 (3) The term of office of each member of the committee4 shall be two years.

5 (4) Members of the committee shall serve without 6 compensation; except that members of the general assembly 7 serving on the committee shall receive the sum specified in section 2-2-307 (9) (a), C.R.S., for attendance at meetings of 8 9 the committee when the general assembly is in recess for more 10 than three days or is not in session. All other members of the committee shall be reimbursed for all necessary expenses 11 incurred in the performance of their duties. In addition, the 12 13 members of the committee appointed by the governor pursuant to paragraph (a) of subsection (2) of this section shall receive 14 15 fifty dollars per diem for each day spent in attendance at 16 meetings of the committee.

SECTION 2. <u>Safety clause</u>. The general assembly hereby finds, determines, and declares that this act is necessary for the immediate preservation of the public peace, health, and safety.

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BILL 4

#### A BILL FOR AN ACT

CONCERNING THE PROTECTION OF WATER APPROPRIATORS IN BASINS OR
 IN WATER CONSERVANCY OR WATER CONSERVATION DISTRICTS FROM
 THE EXPORTATION OF WATER AUTHORIZED AFTER A CERTAIN DATE
 TO A LOCATION OUTSIDE SUCH BASIN OR DISTRICT.

#### Bill Summary

(Note: This summary applies to this bill as introduced and does not necessarily reflect any amendments which may be subsequently adopted.)

Requires certain persons who submit an application for a conditional water right, a water right, or a change in water right to submit a plan fully protecting present and future appropriators in a basin or water conservancy or water conservation district when such appropriators intend to export water from said basin or district to another basin or district, respectively. Requires that such plan shall also provide a mechanism for meeting shortages of water which may occur due to the right for which a decree is being sought, when such shortages adversely affect the state's compliance with certain water compacts. Provides that such plan must be submitted to the water court as a part of the application and must be approved by the court and incorporated into the decree.

5 <u>Be it enacted by the General Assembly of the State of Colorado:</u>
6 SECTION 1. Article 82 of title 37, Colorado Revised
7 Statutes, as amended, is amended BY THE ADDITION OF A NEW

1 SECTION to read:

2 37-82-107. <u>Protection requirement for basin or district</u> 3 <u>of origin</u>. (1) This section shall apply whenever any person 4 seeks to appropriate water or to change water rights for the 5 purpose of exporting such water:

6 (a) From any natural river basin, including its 7 tributaries, to any other river basin; or

8 (b) From within the boundaries of a water conservancy or 9 water conservation district to a location outside such 10 district, unless the water is exported to a larger district 11 which comprises the smaller district.

12 (2) This section shall not apply to the owner or 13 purchaser of a conditional water right or a water right which was decreed on or before the effective date of this section 14 15 where such decree authorized the export of water from any natural river basin, including its tributaries, to any other 16 basin or from within the boundaries of a water 17 river 18 conservancy or water conservation district to a location outside such district. This section shall not apply to the 19 owner or purchaser of a conditional water right which meets 20 21 the qualifications of this subsection (2) when the owner or purchaser seeks a determination that such conditional water 22 23 right has become a water right.

(3) Whenever any person applies for a conditional water
right, a water right, or a change of water right, he shall
provide and implement a plan which:

27 (a) Fully protects present and future appropriators of

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1 water in the basin of origin from injury to their water rights 2 and from increased costs in developing and utilizing water 3 supplies when such injury or costs will result, directly or 4 indirectly, from the export of water contemplated in the 5 proposed application; and

(b) Provides a mechanism for meeting shortages of water 6 which may occur as a result of the right for which a decree is 7 being sought when such shortages adversely affect the state's 8 compliance with the Colorado river compact, the upper Colorado 9 river basin compact, the South Platte river compact, the 10 Arkansas river compact, or the Rio Grande river compact or the 11 state's obligation to deliver water out of the North Platte 12 river pursuant to the decree entered in the case of Nebraska 13 v. Wyoming, 325 U.S. 589 (1945), as amended by 345 U.S. 981 14 (1953), and to deliver water out of the Laramie river pursuant 15 to the decree entered in Wyoming v. Colorado, 353 U.S. 953 16 17 (1957).

(4) Such plan shall be submitted to the water court as a
part of the application for the right and must be approved by
the court prior to the approval of the decree sought. Such
plan shall be incorporated in the decree. Plans agreed to or
approved under section 37-45-118 (1) (b) (IV) shall be deemed
to have complied with this section.

SECTION 2. <u>Safety clause</u>. The general assembly hereby finds, determines, and declares that this act is necessary for the immediate preservation of the public peace, health, and safety.

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#### SENATE JOINT RESOLUTION 1

CONCERNING THE PRESERVATION OF INDEPENDENT ROLES FOR THE 1 COLORADO WATER CONSERVATION BOARD AND THE COLORADO WATER 2 RESOURCES AND POWER DEVELOPMENT AUTHORITY. 3 WHEREAS. The Colorado Water Conservation Board has been 4 established as an agency of the State of Colorado; and 5 The Colorado Resources and Power 6 WHEREAS. Water 7 Development Authority has been established as an independent authority to aid in financing water development by issuing tax-exempt bonds and other debt instruments; and 8 9 WHEREAS, The 1989 Interim Water Committee, and, during 10 the 1989 legislative session, the House Agriculture, Natural 11 Resources, and Energy Committee conducted extensive hearings 12 on the respective responsibilities of the two entities and 13 considered the functions and duties of each: and 14 15 WHEREAS, The 1989 Interim Water Committee concluded that 16 current statutory provisions achieved an appropriate division 17 of responsibilities between the two entities; now, therefore, Be It Resolved by the Senate of the Fifty-seventh General 18 Assembly of the State of Colorado, 19 the House of 20 Representatives concurring herein: (1) That the Colorado Water Conservation Board and the 21 Colorado Water Resources and Power Development Authority 22 23 perform distinct and separate functions; 24 (2) That the interests of the people of the state are 25 best served by maintaining separate organizational structures 26 for each: 27 (3) That each entity is encouraged to proceed with its 28 own distinct mission: and 29 (4) That no need exists for a study regarding a 1 consolidation or a legislative enactment regarding their 2 separate roles.

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