Requested by Representative BENTZ

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## PROPOSED AMENDMENTS TO HOUSE BILL 2485

On page 1 of the printed bill, delete lines 4 through 28 and delete pages 2 and 3 and insert:

"SECTION 1. Sections 2 and 3 of this 2017 Act are added to and made a part of ORS 540.505 to 540.585.

"SECTION 2. The Water Resources Department, after consultation 5 with the State Department of Fish and Wildlife, shall establish a pilot 6 program area within the John Day River Basin in eastern Oregon. The 7 Water Resources Department shall conduct the pilot program for the 8 purpose of encouraging and facilitating applications under section 3 9 of this 2017 Act for point of diversion changes that the State Depart-10 ment of Fish and Wildlife believes will benefit fish passage and fish 11 12 and wildlife habitat and for the purpose of expediting the approval of changes in point of diversion that qualify under section 3 of this 2017 13 Act. 14

"SECTION 3. (1) Notwithstanding ORS 540.510 or 540.520, the Water Resources Department may approve an application filed by the holder of a water right subject to transfer for a change in the point of diversion for the water right as described under this section if:

"(a) The State Department of Fish and Wildlife has reviewed the proposed change and has made written comments supporting the proposed change and stating that the proposed change will benefit fish

- 1 passage and fish and wildlife habitat;
- "(b) The authorized point of diversion and proposed new point of diversion are located within the pilot program area established as provided under section 2 of this 2017 Act;
- 5 "(c) The change in the point of diversion will not enlarge the water 6 right or injure any existing water right; and
- "(d) The change in the point of diversion is the only modification sought under the application.
- "(2) Notwithstanding subsection (1)(c) of this section, the Water Resources Department may approve as provided in ORS 540.530 (1) an application for a change in a point of diversion that injures an existing water right.
  - "(3) The holder of a water right subject to transfer that seeks to change a point of diversion under this section must file an application for the change with the Water Resources Department. The application must include:
- 17 "(a) The name of the holder;

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- "(b) Information identifying the water right;
- "(c) A description of the authorized point of diversion;
- 20 "(d) A description of the proposed new point of diversion;
- "(e) Evidence that the water has been put to beneficial use in the previous five successive years or that the water right is not subject to forfeiture under ORS 540.610;
  - "(f) A description of the water delivery system that demonstrates the applicant is ready, willing and able to exercise the water right; and
- 26 "(g) Any other information required by Water Resources Commis-27 sion rules, except a map regarding the place of use.
- 28 "(4) An application filed under this section must be accompanied by:
- 30 "(a) A copy of the State Department of Fish and Wildlife written

- comments supporting the change in the point of diversion; and
- "(b) Except as provided under subsection (5) of this section, the fee required under ORS 536.050.
  - "(5) The Water Resources Director may waive or refund all or part of the fee required under ORS 536.050 for a change in the point of diversion requested under this section.
  - "(6) Upon the filing of the application, except as provided in this subsection, the Water Resources Department shall give notice by publication in a newspaper having general circulation in the area where the water rights are located, for a period of at least two weeks and not less than one publication each week. The notice shall include the date on which the last notice by publication will occur. The cost of the publication shall be paid by the applicant in advance to the department. Notice by publication in a newspaper is not required if the requested change in the point of diversion is less than one-fourth mile and there are no intervening diversions. The department shall include notice of an application under this section in the weekly notice published by the department.
    - "(7) The department shall provide a period for public comment and a period for the filing of protests. The period for public comment shall commence on the date of the last publication of a newspaper notice of the proposed change in the point of diversion or the mailing of the department's weekly notice, whichever is later. Any person may file, jointly or severally, with the department, a protest against approval of the application.
  - "(8) If no timely protest is filed, the department shall make an order approving the transfer unless the department finds that the change in the point of diversion does not qualify under subsection (1) of this section.
    - "(9) If a timely protest is filed, or in the opinion of the Water Re-

- sources Director a hearing is necessary to determine whether the 1 proposed change in the point of diversion would result in injury to 2 existing water rights, the department may hold a hearing on the 3 matter. Notice and conduct of the hearing shall be under the pro-4 visions of ORS chapter 183 pertaining to contested cases and shall be 5 held in the area where the points of diversion are located unless all 6 parties and persons who filed a protest under this section stipulate 7 otherwise. 8
  - "(10) If the department, after hearing or examination, finds that the proposed change cannot be effected without injury to existing water rights, the department may process the application as described in ORS 540.530 (1)(b) to (e).
  - "(11) ORS 540.525 applies to a change in the point of diversion subject to this section in the same manner and to the same extent as for a change in the point of diversion applied for under ORS 540.520. An approval under this section for a change in the point of diversion must include as conditions that the holder will:
  - "(a) Provide a proper fish screen at the new point of diversion if requested by the State Department of Fish and Wildlife;
    - "(b) Install a water measurement device; and
    - "(c) Remove fish passage barriers at the existing point of diversion.
  - "(12) If the Water Resources Department approves an application under this section, the Water Resources Commission may issue an order approving the change in the point of diversion. An order issued under this subsection shall specify a time limit for completing the change in the point of diversion. The time specified in the order for completing the change may not be used in computing a five-year period of nonuse under ORS 540.610.
  - "(13) The proof of completion required for a change in a point of diversion approved under this section is a survey map for the new

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point of diversion and a claim of its beneficial use. The Water Resources Director, may waive or assist the applicant in satisfying the proof of completion requirements. The assistance may include development of the survey map for the new point of diversion and the claim of its beneficial use.

"(14) A change in a point of diversion approved under this section does not alter any other provisions of the water right, including but not limited to the status, priority, amount, rate, duty, number of acres or authorized use.

"(15) Notwithstanding ORS 537.270, a change in a point of diversion approved under this section does not confirm use of a water right or constitute evidence of a defense against forfeiture. An order and certificate issued for the change shall bear a statement that the change does not confirm use of the water right or constitute evidence of a defense against forfeiture.

"SECTION 4. Sections 1 to 3 of this 2017 Act are repealed January 2, 2028."

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