LC 108 2020 Regular Session 1/3/20 (RLM/vsr/ps)

# DRAFT

#### SUMMARY

Allows owner of reservoir located on specified property within Big Butte Creek drainage area to register reservoir with Water Resources Department. Establishes application and qualification deadlines. Exempts registered reservoir from water right permit and water right certificate requirements. Prohibits diversion or other uses of reservoir water. Makes reservoir use subservient to water rights. Requires property owner to measure and report flows into and out of reservoir. Requires department to order removal of reservoir if not registered. Requires department to cancel registration and order removal of reservoir if reservoir ceases to meet requirements.

1

## A BILL FOR AN ACT

2 Relating to the registration of reservoirs within the Big Butte Creek drain-

3 age area; creating new provisions; and amending ORS 538.430.

4 Be It Enacted by the People of the State of Oregon:

5 **SECTION 1.** ORS 538.430 is amended to read:

538.430. (1) Subject to water rights existing on May 29, 1925, the City of 6 Medford, in Jackson County, is granted the exclusive right to use for mu-7 nicipal purposes all the waters of Big Butte Creek, a tributary of Rogue 8 River situated in Jackson County, and of the springs at the head which form 9 the creek, and of its tributaries. The City of Medford, any of its officers, and 10 11 others on its behalf may appropriate all the waters for these purposes and an application therefor may be made for the benefit of the city, either by it 12in its own name, or by any of its officers or by any other person on its be-13 half. No person shall appropriate or be granted a permit to use any of the 14 waters except as provided in this section, and for the use and benefit of the 15 16 city. But the City of Medford may, under this grant, divert such waters from

1 their watershed and convey them to the city and elsewhere for use by it for municipal purposes, either within or without the city limits. All of such  $\mathbf{2}$ waters are withdrawn from future appropriation, except for such use and 3 benefit of the City of Medford; provided however, that the Eagle Point Irri-4 gation District may establish and use an additional point of diversion below 5the diversion point in use on April 1, 1953, under its permit number 6396 6 7 which authorizes the appropriation of not to exceed 100 cubic feet per second. 8

(2) Subject to rights existing on July 21, 1953, to the use of the waters 9 of Big Butte Creek, and of the springs at the head which form the creek, and 10 of its tributaries, including the rights granted in subsection (1) of this sec-11 12tion to the City of Medford to the use of such waters and the right of future appropriation of such waters, the Eagle Point Irrigation District is granted 13 the right to appropriate and use up to and including 100 cubic feet per sec-14 ond of the waters of Big Butte Creek, using the diversion site of the Eagle 15 Point Irrigation District existing on April 1, 1953, for the purpose of gener-16 ating electric energy; provided, however, that not less than 10 cubic feet per 17second of said waters shall be permitted to pass said diversion point and 18 remain in the channel of said stream at all times other than times when said 19 waters are diverted for irrigation purposes. The Eagle Point Irrigation Dis-20trict may: 21

(a) Enter into such contracts and perform such other acts as it deems
necessary or desirable for the generation of electric energy and the construction and maintenance of facilities for the generation of electric energy.
(b) Enter into such arrangements as it deems proper for the use, sale or
distribution of the electric energy which is generated.

(3) In performing any of the acts under subsection (2) of this section, the
Eagle Point Irrigation District shall not be deemed a public utility as defined
in ORS 757.005.

30 (4) Subsections (1) and (2) of this section shall not prevent the appropri-31 ation of the waters of Clark Creek, in Jackson County, for the development

[2]

of hydroelectric power not to exceed two megawatts if the facility will be
constructed and operated in compliance with recommendations by the State
Department of Fish and Wildlife concerning fish conservation, including
streamflow requirements based upon biological criteria.

5 (5)(a) Notwithstanding subsections (1) to (4) of this section, the 6 owner of the property located in Township 34S, Range 1E, Section 36, 7 northwest quarter of the southwest quarter, and designated by 8 Jackson County as tax lot 1101, may apply to the Water Resources 9 Department on or before July 1, 2021, to have a reservoir registered 10 with the department if the reservoir:

11 (A) Is located on the property; and

12 (B) Existed prior to January 1, 2000.

(b) The department may grant registration of the reservoir if, on
 or before July 1, 2022, the property owner provides proof satisfactory
 to the department that the reservoir:

16 (A) Stores not more than 9.2 acre-feet of water;

(B) Has a dam or impoundment structure that is not more than 10
feet in height;

(C) Has outlet works capable of releasing water to maintain the
 reservoir within its authorized limits and to allow regulation for other
 water rights; and

(D) Has fish passage as required by the State Department of Fish
 and Wildlife.

(c) The registration of a reservoir under this subsection establishes the reservoir as a water use that is exempt from water right permit or certificate requirements. The registration is not a water use subject to transfer. Water in a reservoir registered under this subsection may not be diverted and may not be used outside of the reservoir. A person may not obtain a secondary permit to use water stored in the reservoir.

31 (d) A registration under this subsection is subordinate to water

[3]

### LC 108 1/3/20

rights issued before, on or after the reservoir registration date. The
 Water Resources Department may regulate a reservoir registered un der this subsection for the benefit of water rights.

4 (e) The property owner shall measure flows into and out of a res5 ervoir registered under this subsection and provide the department
6 with monthly reports of those flows.

7 (f) If the property owner does not register the reservoir as provided 8 under paragraphs (a) and (b) of this subsection, the department shall 9 order removal of the reservoir. The department shall terminate a 10 registration issued under this subsection and require removal of the 11 reservoir if the reservoir:

(A) Is not adequately equipped and maintained for the measurement
 of flows into and out of the reservoir;

(B) Does not have outlet works capable of releasing water in ac cordance with the conditions for registration;

(C) Does not have properly maintained provisions for fish passage
 meeting requirements imposed by the State Department of Fish and
 Wildlife;

19 (D) Stores more than 9.2 acre-feet of water; or

20 (E) Has a dam or impoundment structure that exceeds 10 feet in 21 height.

<u>SECTION 2.</u> (1) An application for registration of a reservoir under
 ORS 538.430 (5) must be in written form acceptable to the Water Re sources Department.

(2) The department may charge a processing fee for an application
made under ORS 538.430 (5), not to exceed the fee amount established
in ORS 536.050 (1)(q) for an application to store water under ORS
537.409. The department may reject an application that:

(a) Does not contain the information required to establish that the
reservoir qualifies under ORS 538.430 (5)(a); or

31 (b) Is not accompanied by the appropriate fee.

[4]

## LC 108 1/3/20

(3) If the department considers a survey necessary to confirm that
the storage amount of the reservoir does not exceed 9.2 acre-feet of
water or that the dam or impoundment structure does not exceed 10
feet in height, the department may require the applicant to provide a
survey of the reservoir performed by a certified water right examiner
or a professional engineer.

7 SECTION 3. Section 2 of this 2020 Act is repealed January 2, 2023.

8