#### **Alaska Water Rights**

Basic Terms, Concepts & Processes

Lin Fehlmann, Retired BLM Arizona



### Objective

# Given a variety of federal water uses within Alaska, the participant will be able to identify:

 Portions of state water law and application procedures that can be used to obtain a water right for a proposed/existing use.



#### Water Rights in Alaska

- What is a Water Right and what does it look like in Alaska?
- The Prior Appropriation Doctrine and how it is applied in Alaska
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## Water Rights Summary

A water right in Alaska is no different than in other Western States in that it:

- Is the right to use water
- May be lost through nonuse
- Is real property can be bought, sold and transferred, with approval from the Commissioner of DNR

A water right is transferable, and must be valued, assignable, and maintained. inventoried and maintained.



#### Water Right



#### Right to Use Water

STATE OF ALASKA
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF WATER

PERMIT TO APPROPRIATE WATER

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THE STATE OF ALASKA UNDER AS 46.15, THE ALASKA WATER USE ACT, AND THE REGULATIONS ADOPTED UNDER IT, GRANTS TO:

BLM (ANCHORAGE DISTRICT), USDI 6881 ABBOTT LOOP RD ANCHORAGE, AK. 99507

THE RIGHT TO DEVELOP THE FOLLOWING USE OF WATER:

SOURCE: DRILLED WELL
QUANTITY: 6000.0 GAL/DAY
USE: REC SERVICES

PRIORITY DATE: 01/26/1994

FROM: JAN 01 THRU DEC 31

THE LOCATION OF THIS WATER SOURCE IS:

A DRILLED WELL, TO BE DEVELOPED, LOCATED WITHIN THE BELOW-DESCRIBED PARCEL OF PROPERTY.

THE LOCATION TO WHICH THIS WATER RIGHT APPERTAINS IS:

A PORTION OF CAMPBELL TRACT MEAR THE NE END OF CAMPBELL AIRSTRIP WITHIN NWL/4SEL/4NEL/4NEL/4 SECTION 3, TOWNSHIP 12 NORTH, RANGE 3 WEST, SEWARD MERIDIAN, ANCHORAGE RECORDING DISTRICT, THIRD JUDICIAL DISTRICT, STATE OF ALASKA.

CHANGES IN THE NATURAL STATE OF WATER ARE TO BE MADE IN THE MANNER AND ONLY FOR THE PURPOSES STATED IN THIS PERMIT. THIS PERMIT IS SUBJECT TO THE PERTINENT STATUTORY PROVISIONS IN AS 46.15, ADMINISTRATIVE REGULATIONS IN 11 AAC 93, AND THE FOLLOWING CONDITIONS:

THE HOLDER OF THIS PERMIT SHALL:

FOLLOW ACCEPTABLE ENGINEERING STANDARDS IN EXERCISING THE PRIVILEGE GRANTED BY THIS PERMIT.

DEFEND AND INDEMNIFY THE STATE AGAINST AND HOLD IT HARMLESS FROM ANY AND ALL CLAIMS, DEMANDS, LEGAL ACTIONS, LOSS, LIABILITY AND EXPENSE FOR INJURY TO OR DEATH OF PERSONS AND DAMAGES TO OR LOSS OF PROPERTY ARISING OUT OF OR CONNECTED WITH THE EXERCISE OF THE PRIVILEGE GRANTED BY THIS PERMIT.

COMPLY WITH ALL APPLICABLE LAWS, REGULATIONS, AND CONDITIONS; AND KEEP PAGE 1

Specific quantity (rate and amount)

 Available and unappropriated water

From an identified source

Diverted from a specific location

Used at a specific place

In priority

For a beneficial use recognized by law

During an identified period of time

Without waste

#### A Water Right State Law Provisions

Water is property of the State:

Alaska Statute 46.15.010 – Determination of Water Rights

The Department of Natural Resources shall determine and adjudicate rights in the water of the state, and in its appropriation and distribution.

Alaska Statute 46.15.030 – Water Reserved to the People

Wherever occurring in a natural state, the water is reserved to the people for common use and is subject to appropriation and beneficial use and to reservation of instream flows and levels of water...

#### A Water Right State Law Provisions

- State determines:
  - How water right can be obtained
  - Steps required to obtain water right
  - What uses of water are "beneficial"
  - What can be done once water right is obtained
  - How ground & surface water will be integrated
- Regulation of water rights & water use is prescribed by state statute, regulation and policy

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#### Water Law Doctrines in the U.S.



Grey – Riparian Brown – Prior Appropriation White - Hybrid

## Prior Appropriation System

Obtaining Water Rights - Permit or Decree?

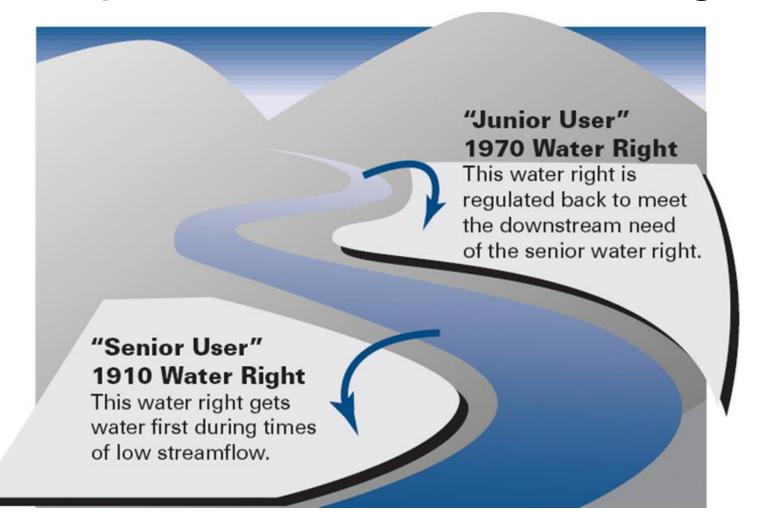


#### Prior Appropriation System Alaska / Western States

- No shared use of water
- "First in time is first in right"
- Every water right has a <u>priority date</u>
   Earlier > <u>senior</u>
   Later > junior
- Earliest entitled to water when supply is limited
- Right to use independent from stream ownership
- \*Focus physical diversion & water removal from streams

 Water must be used – nonuse can lead to forfeiture or loss of the water right

# Prior Appropriation System Example – 1<sup>st</sup> in Time, 1<sup>st</sup> in Right



#### Appropriative Water Right Elements

- INTENT to apply water to a beneficial use.
- DIVERSION of the water from a natural stream.
- An application of the water to a BENEFICIAL USE within a reasonable time.



Assigned a PRIORITY DATE.

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#### Consumptive v. Non-consumptive Water Rights

Consumptive "Out-of-Source"
 Uses

(e.g. irrigation, agricultural, domestic, industrial, mining, fish & shellfish processing, manufacturing, public purposes, sanitary)

Non-consumptive "Instream"
 Uses

(e.g. fisheries, recreation, wildlife, navigation & transportation, power, maintenance of water quality)

Alaska: Allows for instream flow water rights (called "reservations of water")



### Surface Water Rights

• What is a surface water right?

Right to use water from springs, lakes, rivers, & streams

What are types of surface water rights?

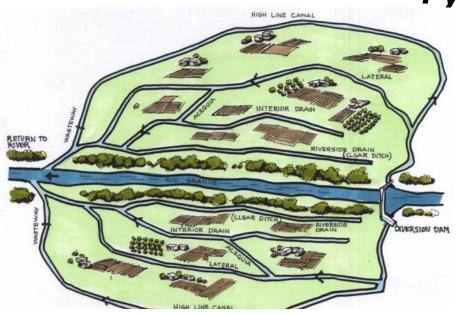
## DIRECT FLOW RIGHTS & STORAGE RIGHTS

- How do Storage & Direct Flow rights relate?
  - Integrated
  - Neither is given preference



# Surface Water Rights

Types 1



**DIRECT FLOW** 

Diversion/withdrawal from the source.



STORAGE WATER RIGHTS

Impoundment of the source for subsequent use (e.g., dam on river, lake).

Right to use stored water for any beneficial purpose.

## **Ground Water Rights**

# In general, states regulate ground water via:

- Statutory regulation:
   Controls amounts, uses, & locations that can be authorized. Distinguishes between exempt & non exempt uses.
- Permit requirements:
   Controls well construction & operation (e.g., drilling depths, aquifers tapped, pumping rates, metering, etc.)





## **Ground Water Rights**

Many states regulate ground water via:

- Conjunctive management:
   Aquifers & surface streams are managed together as one hydrologic resource; Alaska currently manages aquifers & surface sources separately
- Controlled / critical / designated areas: Place additional restrictions on use & measurement to maintain aquifer conditions



## Instream Use Water Rights



Fortymile River

#### Traditional versus Instream Use Water Right **Instream Use**

#### **Traditional**

- Usually removes water from stream
- Uses usually occur outside stream channel
- Use could occur in stream (e.g. hydrokinetic)



Leave water in stream

Uses occur in stream

and/or

Resource values are dependent upon stream or lake level



#### Alaska: Reservation of Water

- In Alaska, an instream use water right is called a "reservation of water". It sets aside water necessary to protect water uses in rivers and lakes.
- Beneficial uses of reservations of water under state law can be used for:
  - Protection of fish and wildlife habitat, migration and propagation
  - 2. Recreation and parks
  - 3. Navigation and transportation
  - 4. Sanitary and water quality

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Overview of Administration of Existing Rights in Alaska

# How Do I Obtain A Water Right In Alaska?



## Obtaining Water Rights "Vested" Water Rights

- ☐ Historic use that continues to present day
- Use began before state water code passed
- Use restricted to water amount historically diverted & used
- Typically claimed in adjudications, where right is confirmed or challenged
- In AK, claims for "vested or existing" rights were filed as "declarations of appropriation" with DNR. These claims were extinguished unless filed by specific dates in 1967 and 1968.

#### **Establishing Vested Water Rights**

#### **USING Historic & Continuous Use**

(latest date that can be claimed for start of usage)

<b>Prior Appropriation State</b>	Surface Water	Groundwater	
Alaska	1966	1966	
Arizona	1919 (1995)	Not Applicable	
California	1914	Not Applicable	
Colorado	1969	1972	
Idaho	1971	1963	
Montana	1973	1961	
Nevada	1913	1939	
New Mexico	1907	1931	
North Dakota	*No vested date	Not Applicable	
Oregon	1909	1955	
South Dakota	1955	1978	
Utah	1903	1935	
Washington	1917	1945	
Wyoming	1890	1945	

# Obtaining Water Rights Permits → Authorize Proposed New Uses

#### Permit application will generally be approved if:

- Applicant follows prescribed procedures & the proposed use is beneficial;
- 2. State authority determines that there is unappropriated water available;
- 3. The proposed means of diversion or construction are adequate;
- 4. The proposed appropriation is in the public interest;

#### **AND**

5. Appropriation does not harm the public welfare or senior water rights.

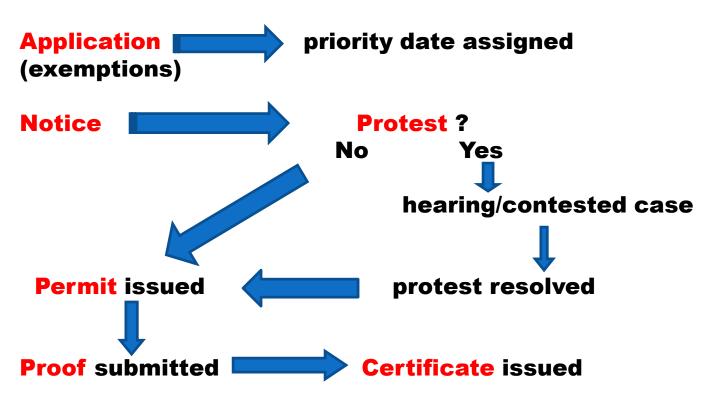
#### Permit Process

#### Major Steps:

- 1. File an application
- 2. Post a notice
- 3. Permit is issued with terms & conditions
- 4. User submits **proof** of completion
- 5. Certificate or license is issued



#### Permit Process



#### Proof of Completion – Beneficial Use

STATEMENT OF BENE	FICIAL USE OF WATER	209167
Permit No.	ADL _	~ · · · · · · · · · · · · · · · · · · ·
Construction of structures authorized under the about the lawful holder, have been completed and bene a Certificate of Appropriation be issued to me. I concernit.	ficial use of water is being ma-	ie. I hereby request that
Amount of water being used for each type of water u	se: 2,000 GPD - Office	Facilities
Location of point of withdrawal, include sketch:	S.W. 1/8 of Sec. 3, T. 12	н.,, к. 3 м.,
Location of point of use, include sketch: As above	e	
Briefly describe the structures for withdrawing and attach copy of well log): Two wells plumbed to	· · · · · · · · · · · · · · · · · · ·	· •
certify under penalty of perjury that the foregoing in the above water use has been developed.  SUBSCRIBED AND SWORN TO before me	s a true and accurate statemen	t of the extent to which
nis 10 day of 1980	DATE /2/10/	der)
Totary Public or Postmasson	PLACE Anche	red
state of <u>Clacka</u>		./
an mission and the state of the		

# Perfected Water Right (First Page)

#### Water Rights

#### PERMIT and CERTIFICATE OF APPROPRIATION

ADI. 209167-C-A

The State of Alaska, pursuant to AS 46.15, the Alaska Water Use Act, as amended and the regulations promulgated thereunder grants to UNITED STATES DEPARTMENT OF THE INTERIOR, BUREAU OF LAND MANAGEMENT, 4700 East 72nd Avenue, Anchorage, Alaska 99507

the right to the use of

2000 gallons per day for use at an administrative site

from the public waters of the State of Alaska. The location of the water source to which the Water right granted appertains is

two drilled wells, depth unknown, located within that portion of PLO 3677, within the SELSWL Section 3, Township 12 North, Range 3 West, Seward Meridian,

# Perfected Water Right (Second Page)



PLO 3677 located within the SE4SW4 Section 3, Township 12 Morth, Range 3 West, Seward Meridian.

Priority of appropriation began	January 22, 1981	The water righ	at is subject to the
provisions of AS 46.15.140-160 and reversion of appropriations, preferre	applicable regulations which de	eal with abandonmen	
The State of Alaska, Division amended, issues this Certificate of Ap 19 81.	propriation on this28th da	ay of	May A.D.
	Director, Division of Fo	prest, Land and Wate	r Management
United States of America State of Alaska	) SS. 74	er elektrika karantaria karantaria karantaria karantaria karantaria karantaria karantaria karantaria karantari	
This is to Certify that on the	ne28thday of	May	, 1981,
before me, the undersigned Notary Pu	iblic, personally appeared	*	
george K. Hollett authorized representative of the Divis Resources, and acknowledged to me	ion of Forest, Land and Water that he executed the foregoing	Management, Depart	tment of Natural
State, freely and voluntarily and for	23		
year in this certificate first above wri	have hereunto set my hand and iten.	d affixed my offical s	cal, the day and
	NOTARY PUBLIC in a		
	My Commission Expires	February 28, 19	984

PURSUANT to AS 46.15.160 and applicable regulations the certificate holder shall notify the Alaska Division of Forest, Land and Water Management upon CHANGE OF ADDRESS or TRANSFER OF ANY REAL PROPERTY related thereto.

# Permit Process Changes & Amendments

- Most states allow short-term & long- term changes to existing water rights if:
  - There is no injury to existing senior or junior water rights, including vested rights
  - There is no expansion of historic use
  - The right to be changed is not subject to forfeiture or abandonment
- The procedure to change an existing permit or certificate is similar to making an application for a new water right

# Permitting Process Changes

# Water rights elements that can be changed:

- Point of diversion
- Means of diversion
- Place of use
- Type of use
- Time of use (expanding seasonal use is not allowed in AK)



#### Unique Alaska Process: Temporary Water Use Authorization (TWUA)

- A short-term, revocable use of a significant amount of water (for up to 5 consecutive years, including one extension)
- File an "Application for Temporary Use of Water" form
- A TWUA is exempt from the public notice process but DNR does notify ADF&G and ADEC
- A TWUA does <u>not</u> establish and water right and there is no priority date
- A TWUA is good for a maximum of 5 water sources
- A TWUA is issued only for water not already appropriated

 For mining, a TWUA is generally issued for exploration and mine construction. A water right should be applied for mining operations.

# Alaska Ground Water Appropriation Process



#### Appropriation of Groundwater in Alaska

- 1. File "Application for Water Right" for ground water
  - a. DNR authorizes applicant to drill a well
  - b. Conduct research to choose water well contractor
- Drill well driller submits "Water Well Log" within 45 days after completion to DNR – incorporate into WELTS system
  - DNR issues Permit to Appropriate Water
- Permit holder completes "Statement of Beneficial Use" form
- DNR issues Certificate for groundwater use
   OR

Applicant files for a TWUA to drill a well & then files for the "Application for Water Right"

#### Appropriation of Groundwater in Alaska

- To deepen, modify or abandon a water well OR to drill a monitoring, observation or aquifer testing well
  - Submit "Water Well Log" to DNR
  - To abandon a well, also need to submit "Well Record of Decommissioning" form

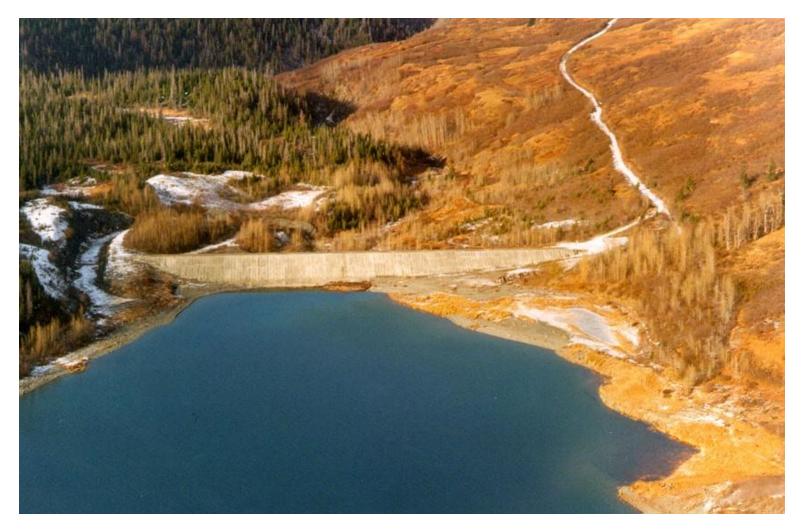
 Mineral/medicinal water: no appropriation by DNR – mineral water is regulated by Alaska Oil & Gas Conservation Commission; medicinal water is reserved by the Federal Government under PLO No. 399



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## Alaska's Dam Safety Program



#### Dam Safety Program

- Most Western states have special regulations to manage large reservoirs. In Alaska, large dams are managed by the Dam Safety and Construction Unit (DSCU) of DNR.
- To qualify, a dam must:
  - □ Impound 50 acre-feet or more AND have a dam height of 10 feet or greater;
  - Have a dam height of 20 feet or more; or
  - Threaten lives and property if it failed

 These statutes do not apply to federally-owned /operated dams or to hydroelectric dams managed by FERC.

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#### Dam Safety Program

- For new dams, an "Application for Certificate of Approval to Construct, Modify, Repair, Remove or Abandon a Dam" is required.
- Once the dam is constructed but before it can be put into operation, a "Certificate of Approval to Operate a Dam" is issued after review and approval of a completion report.
- To change ownership of a dam, an "Application to Transfer a Certificate of Approval to Operate a Dam" is used.

# Forfeiture & Abandonment Forfeiture of Water Right:

- Loss due to holder's voluntary failure or neglect to use water for a specified time period
- Loss due to water right not used for 5 successive years (in Alaska)

#### **Abandonment of Water Right:**

- Can be voluntarily surrendered or revoked
- Rebuttable presumption of abandonment shifts burden to appropriator to prove otherwise

Forfeiture or Abandonment can apply to all types of water rights – surface, groundwater, vested, etc!

### Water Right

#### Assignment/Conveyance/Change of Ownership

- There is assumption that all appurtenant water rights automatically transfer with a change in land ownership, unless expressly stated otherwise in deed (except Colorado).
- AK Statutes With DNR approval, all or part of an appropriation can be severed, sold, leased or transferred to other purposes with a certified copy of the transferring deed.



## Water Right

#### Assignment/Conveyance/Change of Ownership

- All western states have a process to notify the state water agency of changes in ownership of water rights (except Colorado).
- In Alaska, DNR requires submission of an "Ownership Transfer" form.
- A MUST Update ownership in order to receive important notices from state.

See Land Tenure module for more information

### Water Rights Adjudication Process



An administrative or judicial proceeding run by a state government to determine all water rights on a stream system.

Why adjudicate? Resolve uncertainty regarding claims for vested rights by private parties and/or reserved water rights for federal lands.

- Establishes and validates the priorities of all water rights in a stream system or watershed
- Alaska has both administrative and judicial (McCarran) adjudications

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#### Administrative Water Adjudication Elements

#### DNR:

- Files notice of adjudication to all users within a specific hydrologic unit (river system, groundwater basin, etc.)
- May appoint a Master
- Gathers data Hydrographic Survey Report (HSR) & Maps
- Enters interlocutory orders
- Final Order issued by Commissioner; appeal process

#### Adjudicated Right:

Holder has certainty of priority & value of water right compared to other rights on stream/watershed

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# Judicial Water Adjudication Federal Agencies' Participation

- State must formally "join" federal government under the McCarran Amendment
- Adjudication must be "comprehensive"
   (include all water users on the stream system)
- Federal claims processed under state procedures, but under applicable federal laws
- Alaska: to date no judicial adjudications (where federal reserved rights asserted); all federal rights claimed under state law filed under administrative adjudication process

### Summary

#### Water rights established by the federal agencies:

- Generally fit the types of water rights issued in Alaska;
- Generally fit within the prior appropriation system (have priority dates; are permitted, processed and administered as any other state-based water right; subject to forfeiture/abandonment and safety requirements; can be transferred, etc.)

However.... federal agencies are subject to exceptions to the guiding principle of "follow state law" in the form of a unique federal critter called the

"federal reserved water right".



# Alaska Water Rights

# Basic Terms, Concepts & Processes Questions?



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