WATER 101: WATER RIGHTS

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> Professor Jennifer Harder McGeorge School of Law jharder@pacific.edu

The lifeblood of the state



WATER RIGHTS

PHYSICAL CATEGORIES

- Surface Water
- Groundwater

LEGAL CATEGORIES

Rights acquired through LAND OWNERSHIP
Rights acquired through ACTIONS (USE)

THE NATURE OF PROPERTY RIGHTS IN WATER

PROPERTY RIGHTS IN WATER

WATER CODE 102: All water within the State is the property of the people of the State, but the right to the use of water may be acquired ... in the manner provided by law

PROPERTY RIGHTS IN WATER

State ownership is regulatory
Reflective of POLICE POWER
Not proprietary

Authority to confer private right of useMust also protect public interest

-People v. Davis (Ca.3d 2016)

USUFRUCTUARY

REAL PROPERTY RIGHT

Full owner: Direct, immediate & exclusive authority

Usufruct: unites property interests of usus & fructus

USUS = USE OFFRUCTUARY = FRUITS





USUFRUCTUARY

USUS: Right to use or enjoy a thing possessed

FRUCTUS: Right to derive profit from thing possessed: e.g., by selling crops & taxing for entry

No right of exclusivity against full owner





PROPERTY RIGHTS IN WATER

USUFRUCT IS:

Taxable

- Conveyable by deed or property instrument
- Subject to condemnation
 - Damages for inverse condemnation (takings)
- Subject to adverse possession
- Interests protected by judicial process
 - Controversies settled via quiet title suit

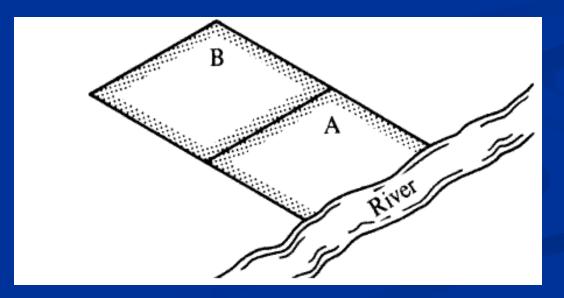
WATER RIGHTS

SURFACE WATER



RIPARIAN RIGHTS

Land ownership ADJACENT to watercourse
 Deed establishes right: NO PERMIT NEEDED
 No fixed quantity: REASONABLE



RIPARIAN RIGHTS

NO FIXED QUANTITY: Reasonable Use

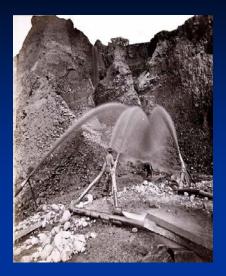
Example: Riparian uses 500 AFY to grow Crop A. Can she switch to Crop B, which requires 600 AFY?

<u>Answer</u>: Yes, without any additional water rights, as long as water is reasonably used, and not wasted.

RIPARIAN RIGHTS

- Land based: Not lost for non-use
- Limited to use on riparian property in watershed
- Limited to NATURAL FLOW of watercourse
- **NO STORAGE** (over 30 days)

Equitable sharing of shortages: CORRELATIVE



Miners and farmers Not riparian

Most land was **public land** Riparian rights based in land ownership Individuals didn't own public land



Riparian rights **uncertain** No fixed quantity Had to be used **on riparian land** No storage

Photo courtesy of USGS

Wikimedia Commons

CALIFORNIA WATER

APPROPRATIVE RIGHTS beneficial use

- Custom: First in time, first in right
- Fixed quantity
- Use wherever & allowed storage
- Approved by Cal Supreme Court in 1855
 NO SWRCB PERMIT

WATER COMMISSION ACT (1914)
 State Water Resources Control Board
 POST 1914 RIGHT – NEED PERMIT

PRIORITY

First in time First in right

SENIOR

JUNIOR

Prior Appropriation: an example "First in time, first in right"

"Junior User" 1970 Water Right

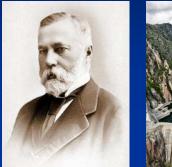
This water right is regulated back to meet the downstream need of the senior water right.

"Senior User" 1910 Water Right This water right gets water first during times of low streamflow.

An example of prior appropriation at work

Prior appropriation ensures that the first water user to obtain water rights has first access to water in times of shortage. If a "downstream" landowner has the earlier priority date (they initiated their water right in 1910) the "upstream" landowner may have to let the water pass unused to meet the needs of the senior, downstream water right holder.

LUX V. HAGGIN (1886)





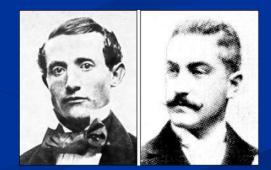
HYBRID SYSTEM

Riparian & Appropriative Riparians usually senior as a class

James Ben-Ali Haggin

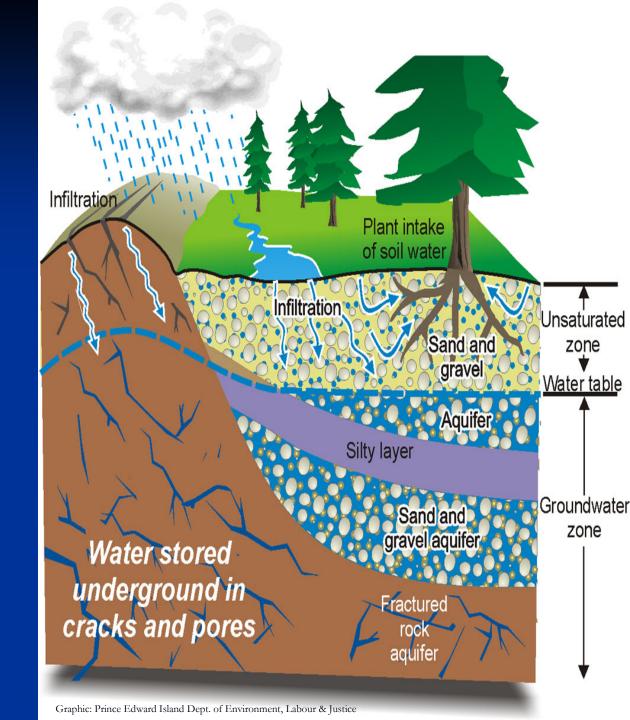
Kern

River



Miller & Lux

GROUND WATER



GROUNDWATER

Water Code Section 1200 (permitting system): Water refers only to surface water and to "Subterranean streams flowing through a known and definite channel"

NOT "percolating groundwater"



WATER UNDER THE GROUND

SUBTERRANEAN STREAM = Surface Water Law Riparian Right (overlying) Appropriative Right* * After 1914, need SWRCB permit

PERCOLATING = Groundwater Law Overlying Right Appropriative Right No SWRCB permit

SUBTERRANEAN STREAM FLOWING THROUGH KNOWN & DEFINITE CHANNEL

North Gualala Water Co. v. SWRCB (2006)

Subsurface channel must be present
Relatively impermeable bed and banks
Course determined by reasonable inference
Groundwater flowing in channel (not across)

■No "Impact" Test



ALICE IN WONDERLAND

"[C]lassification disputes in this field quickly take on an Alice-in-Wonderland quality because the legal categories are drawn from antiquated case law and bear little or no relationship to hydrologic realities."

"PERCOLATING" GROUNDWATER

Land-Based: OVERLYING Right
 Overlying land ownership: analogous to riparian
 Use on overlying land, no forfeiture: NO PERMIT

Use-based: APPROPRIATIVE Right
 Use outside the basin or by public agency
 Priority system & "use it or lose it": NO PERMIT

"PERCOLATING" GROUNDWATER

ADJUDICATION
OVERDRAFT & SAFE YIELD
PRESCRIPTIVE RIGHTS
SELF HELP
Court Decree
Watermaster: post decree management

LOCAL AGENCIES

COUNTY ORDINANCES

Sustainable Groundwater Management Act

Local management with state backstop

Groundwater Sustainability Agencies
Groundwater Sustainability Plans
Sustainable Yield
If fail, SWRCB action
Still no permit

SGMA does not "determine or alter" water rights

TRIBAL WATER RIGHTS

- Express treaty rights
- Implied Winters Rights: primary purpose
 Priority: date of reservation
 Not lost for non-use
 Agua Caliente 2017: Winters includes groundwater

Aboriginal rights: "time immemorial"

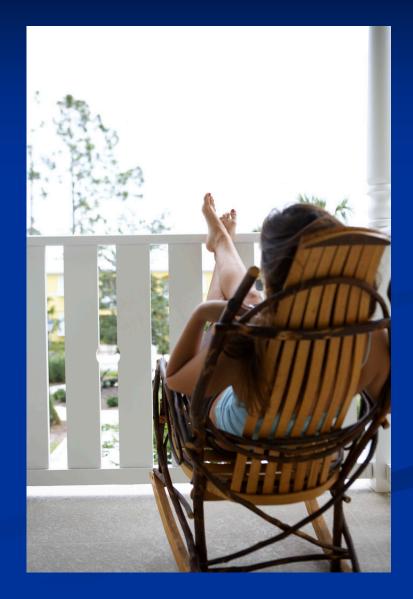
GOVERNING PRINCIPLES & GOVERNANCE

HERMINGHAUS V. SO. CAL EDISON (1926)

Riparian relied on heavy spring flows to flood irrigate

SoCal Edison construct upstream hydropower reservoirs, reducing flow

Held: Reasonable Use does not apply between riparian & appropriator



CAL CONST. ART. 10 § 2 (1928)

FULLEST EXTENT

CA water shall "be put to beneficial use to the fullest extent of which [it is] capable"

REASONABLE USE

Amount "reasonably required for beneficial use"

WASTE & UNREASONABLE USE

No right where water wasted or used unreasonably

"What is a reasonable amount varies with the circumstances of each particular case and also varies from year to year, for the amount which might be reasonable in a season of plenty might be manifestly unreasonable in a season of drought."

PUBLIC TRUST DOCTRINE

- EQUAL FOOTING: CA acquired bed & banks of navigable waters & tidal waters @ statehood
- Title to navigable and tidal resources impressed with "public trust" obligation
- Public Trust values: Navigation, commerce, fishing, environmental, recreation, scientific

PUBLIC TRUST DOCTRINE DUTIES OF THE SOVEREIGN

By the laws of nature These things are common to mankind The air, the sea, and consequently The shores of the sea

-Institutes of Justinian

Public Trust Doctrine

Lake level dropping

Ecosystem impacts

LA: water right cannot be changed



Photo courtesy of visitusa.com

PUBLIC TRUST DOCTRINE

Court: Both water rights & public trust matter

Public Trust Doctrine: state can & must protect trust values where FEASIBLE

Feasibility: environmental, economic, cultural, scientific, legal

PUBLIC TRUST DOCTRINE

NATIONAL AUDUBON (1983)
 Non-navigable tributaries

ELF v. SWRCB (2016)
 Scott River
 Hydrologically-connected groundwater

COURTS

Jurisdiction over all water rights
SWRCB Post-1914 permits & licenses
Challenges and appeals

STATE WATER RESOURCES CONTROL BD

Five members, appointed by governor
Staff: Division of Water Rights

WATER PERMITS & LICENSES
 Initially Limited Jurisdiction
 Only Surface Water & Subterranean Streams
 Only post-1914 appropriations
 Not: pre-1914, riparian, or percolating GW

GOVERNANCE: SWRCB JURISDICTION

Not: pre-1914, riparian, or percolating GW

Exceptions – currently evolving:

Reasonable Use/Cal. Const., Art. X § 2
 Light

Enforcement
 Young & Millview

Public Trust Doctrine
 > ELF v. SWRCB

PUBLIC INTEREST

PUBLIC INTEREST: California Water Code

SWRCB governing principle

- Allocation of water
- Terms and conditions of permits and licenses
- Changes to permits and licenses
- SWRCB must consider and value all interests:
 Environmental, economic, cultural, etc.

GOVERNANCE: SWRCB EVOLUTION

DROUGHT MANAGEMENT

Information orders
Conservation requirements
Curtailments

Litigation

SUSTAINABLE GROUNDWATER MGT ACT

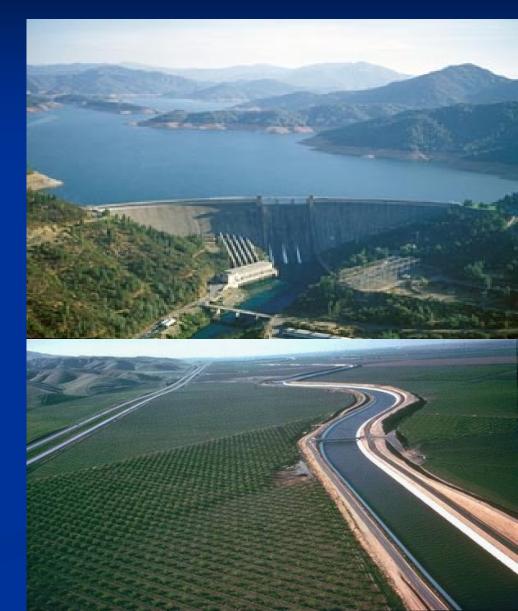
LOCAL AGENCIES & WATER SUPPLIERS

- Cities and counties
- Special districts
- Investor-owned utilities (CPUC)
- Mutual water companies

Water rights or water contracts
May own and operate local projects
Local rules and regulations

PROJECTS

Federal (CVP)
State (SWP)
State water rights
Supply contracts



QUESTIONS?