## WATER 101: WATER RIGHTS

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

"Thousands have lived without love, not one without water."

-H. Auden



# 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

#### **USUFRUCTUARY**

#### **REAL PROPERTY RIGHT**

Full owner: direct & exclusive authority

Usufruct: unites property interests of usus & fructus

- USUS = USE OF
- FRUCTUARY = 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

#### PROPERTY RIGHTS IN WATER

- State ownership is regulatory
  - Reflective of **POLICE POWER**
  - Not proprietary
- Authority to confer private right of use
- Must also protect public interest

# WATER RIGHTS

#### **WATER RIGHTS**

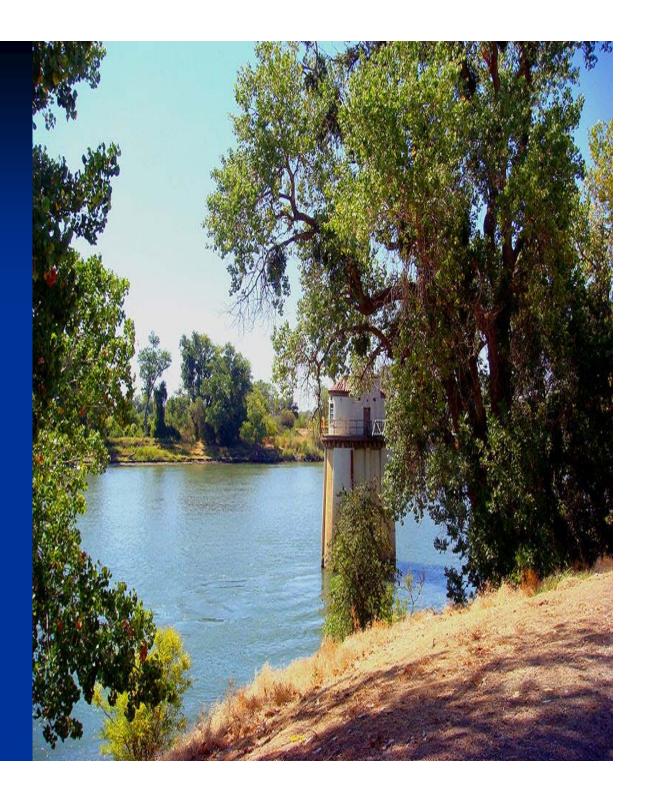
#### PHYSICAL CATEGORIES

- Surface Water
- Groundwater

#### LEGAL CATEGORIES

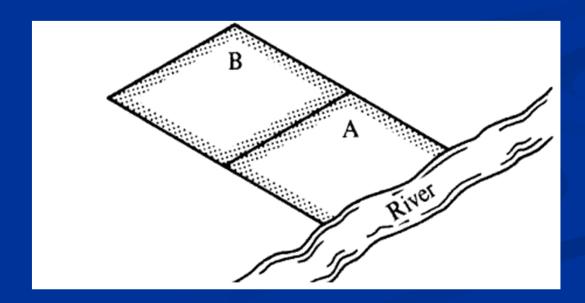
- Rights acquired through LAND OWNERSHIP
- Rights acquired through ACTIONS (USE)

# 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

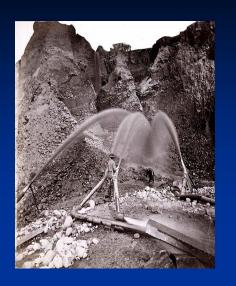
Example: Riparian uses 500 AFY to grow Crop A. Can she switch to Crop B, which requires 600 AFY?

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

"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."

#### 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

#### APPROPRATIVE RIGHTS: beneficial use

- Custom: First in time, first in right
- Fixed quantity
- Use wherever & allowed storage
- No SWRCB permit

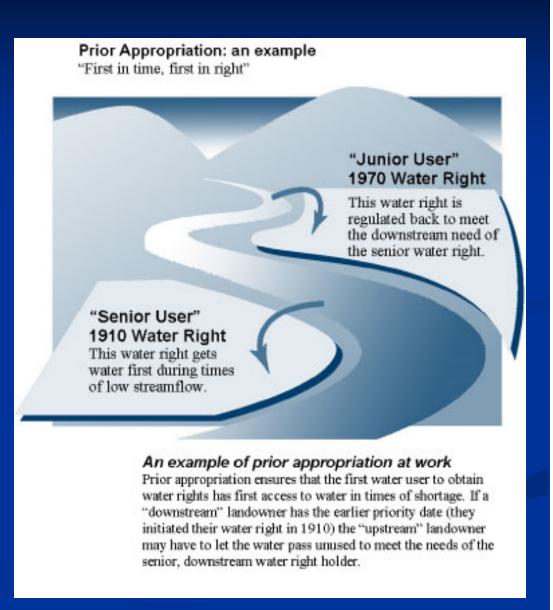
#### WATER COMMISSION ACT (1913)

- State Water Resources Control Board
- Post 1914 Right need permit

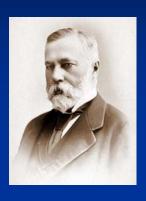
#### **PRIORITY**

# First in time First in right

- SENIOR
- JUNIOR



#### LUX V. HAGGIN (1886)





James Ben-Ali Haggin

#### **HYBRID SYSTEM**

Riparian & Appropriative
Riparians usually senior as a class

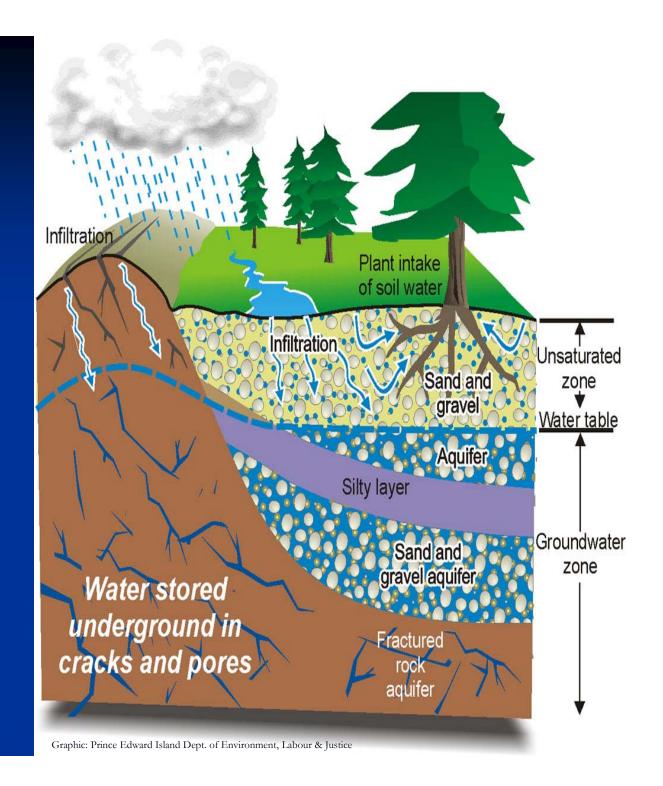
Kern River





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



Illustrations: Walt Disney

#### SUBTERRANEAN STREAM

Surface Water Law

Riparian & Appropriative\*
 \*After 1914, SWRCB permit

#### **PERCOLATING**

**Groundwater Law** 

- Overlying & Appropriative
  - No SWRCB permit
- Overdraft: Prescriptive Rights

#### SUBTERRANEAN STREAM FLOWING THROUGH KNOWN & DEFINITE CHANNEL

#### North Gualala Water Co. v. SWRCB (2006)

- Must be a subsurface channel
- Relatively impermeable bed and banks
- Course determined by reasonable inference
- Groundwater **flowing in** channel (not across)



#### ALICE IN GROUNDWATER LAND



"[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**

- Overlying land ownership: analogous to riparian
- Use on overlying land, no forfeiture
- No permit

#### **Use-based: APPROPRIATIVE**

- Use outside the basin or by public agency
- Priority system & "use it or lose it"
- No permit

#### "PERCOLATING" GROUNDWATER

#### LOCAL AGENCIES

#### **COUNTY ORDINANCES**

#### **ADJUDICATION**

- Overdraft & Safe Yield
- Prescriptive Rights
- Self-help
- Court Decree
- Watermaster

#### Sustainable Groundwater Management Act

- Local management with state backstop
  - Groundwater Sustainability Agencies
  - Groundwater Sustainability Plans
  - Sustainable Yield
  - If fail, SWRCB action
    - Still no permit
- 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: includes groundwater
- Aboriginal rights: time immemorial
  - Adair/Baley 2019

# GOVERNING PRINCIPLES & GOVERNANCE

## REASONABLE USE

#### 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

# 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

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

### National Audubon Society v. Superior Court

- Lake level drop
- Ecosystem impacts
- LA: water right cannot be changed



#### 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 (2018)

Scott River

Hydrologically-connected groundwater

# PUBLIC INTEREST

#### PUBLIC INTEREST

- California Water Code
- State governing principle
  - Allocation of water
  - Terms and conditions of permits and licenses
  - Changes to permits and licenses
- State must consider and value all interests:
   Environmental, economic, cultural, etc.

#### **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

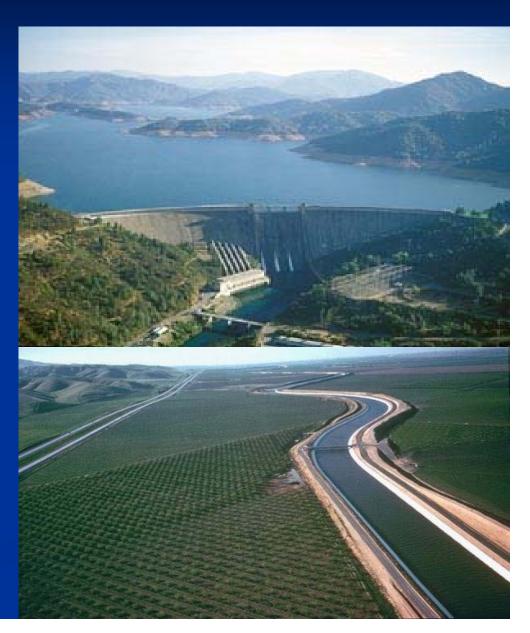
- Initially Limited Jurisdiction
- Only Surface Water & Subterranean Streams
  - Only post-1914 appropriations
  - Not: pre-1914, riparian, or percolating GW

#### 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?**