1	SCHROEDER LAW OFFICES, P.C. Laura A. Schroeder, NSB #3595			
2	Therese A. Ure, NSB #10255 Matthew J. Curti, NSB #12572 440 Marsh Ave. Reno, Nevada 89509-1515 PHONE: (775) 786-8800, FAX: (877) 600-4971 counsel@water-law.com			
3				
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5	Attorneys for PCWCD			
6	Affirmation: This document does			
7	not contain the social security number of any person.			
8	number of unity persons			
9	IN THE ELEVENTH JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA			
10	IN AND FOR THE COUNTY OF PERSHING			
11				
12	PERSHING COUNTY WATER	Case No.		
13	CONSERVATION DISTRICT,	Department No. 01		
14	Petitioner,	PETITION FOR WRIT OF MANDAMUS,		
15	V.	OR IN THE ALTERNATIVE, WRIT OF PROHIBITION		
16	JASON KING, P.E., State Engineer of the State of Nevada, DIVISION OF WATER			
17	RESOURCES, DEPARTMENT OF CONSERVATION AND NATURAL			
18	RESOURCES,			
19	Respondent.			
20				
21	PETITIONER, Pershing County Water Conservation District ("PCWCD" or "District"),			
22	by and through Schroeder Law Offices, P.C. and its attorneys, hereby seeks a writ of mandamus,			
23	or alternatively, a writ of prohibition, to require the State Engineer to establish a critical			
24	groundwater management area over all over-appropriated groundwater basins within the			
25	Humboldt River Basin in order to: 1) bring all over-appropriated groundwater basins surrounding			
26	the Humboldt River back to their perennial annual yield; 2) eliminate the cone of depression			

Page 1 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



caused by over-allocation of groundwater pumping causing interference with surface water flows in the Humboldt River; and 3) regulate water used for mining and milling pursuant to Nevada statutory code.

PCWCD has worked extensively with the Nevada State Engineer ("State Engineer") and Nevada Division of Water Resources ("NDWR") to develop a plan which will allow the District to be served their senior decreed water rights, while at the same time limit, to the extent possible, curtailment of groundwater pumping that is pulling water away from the Humboldt River to the detriment of the District. The State Engineer has repeatedly failed to take action to effectively manage the water resources within the Humboldt River Basin, after many attempts by PCWCD to assist in developing a suitable plan. Accordingly, the District is now forced to take legal action in order to ensure their senior decreed water rights are served and protected under Nevada law.

This writ is based on the Memorandum of Points and Authorities and Affidavit of Bennie B. Hodges filed in conjunction herewith, the papers and pleadings that will be filed in this matter, and any argument the Court may allow.

## **MEMORANDUM OF POINTS AND AUTHORITIES**

Pursuant to NRS 34.150 et seq., PCWCD hereby submits the following Memorandum of Points and Authorities in support of its *Petition for Writ of Mandamus, or in the alternative, Writ of Prohibition*.

A District Court may issue a writ of mandamus to compel the performance, or writ of prohibition to dispel the performance, of an act by one whom the law enjoins has a duty resulting from their public office. The State Engineer, in violation of Nevada law, has allowed the majority of groundwater basins surrounding the Humboldt River to become over-appropriated, and thereby capture Humboldt River water, in violation of Nevada's statutory water code and the prior appropriation doctrine. There is no other plain, speedy, and adequate remedy at law, and the Court must therefore order the State Engineer to establish a critical groundwater management

Page 2 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



area encompassing all over-appropriated groundwater basins within the Humboldt River Basin in order to:

- 1) Bring all over-appropriated groundwater basins surrounding the Humboldt River back to their perennial annual yield;
- 2) Eliminate the cone of depression caused by over-allocation of groundwater pumping causing interference with surface water flows in the Humboldt River; and
  - 3) Regulate water used for mining and milling pursuant to Nevada statutory code.

#### I. INTRODUCTION

PCWCD is an irrigation district in Lovelock Nevada, formed under Chapter 539 of the Nevada Revised Statutes. *Affidavit of Bennie B. Hodges in Support of Petition for Writ of Mandamus, or in the alternative, Writ of Prohibition* ("Affidavit of Hodges") ¶ 1. PCWCD is a quasi-municipal agency that is led by a Board of Directors and its manager Bennie Hodges. *Affidavit of Hodges* ¶ 1, 2. PCWCD owns, controls, and operates a water conveyance system that provides water to approximately 100 constituents holding approximately 37,506 acres of irrigated agricultural lands within the District boundaries. *Affidavit of Hodges* ¶ 3. PCWCD operates diversion structures and dams along the Humboldt River, as well as diversion structures within the District's boundaries. *Affidavit of Hodges* ¶ 4.

The District controls an extensive amount of senior decreed surface water rights for the use of Humboldt River water. *Affidavit of Hodges* ¶ 5. In recent years, many water related issues have plagued the Humboldt River and the basin. Many of the Humboldt River Basin groundwater aquifers are greatly over-appropriated, and groundwater pumping within the vicinity of the river is pulling water away from the river. PCWCD's land is situated at the lowest reaches of the Humboldt River Basin, therefore, while they hold very senior decreed water rights, little water is making it to the District's service and water righted areas. *Affidavit of Hodges* ¶ 6. The District is in its second year with 0% water allocated to its constituents. *Affidavit of Hodges* ¶ 7, 8.

Page 3 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



Due to the increase in groundwater pumping in the Humboldt River Basin, along with many temporary permits<sup>1</sup> to appropriate water being issued by the NDWR, less water is available in the Humboldt River for diversion. This "new" appropriation of water is creating a system of water allocation in violation of the prior appropriation doctrine, and Nevada's statutory water code. The State Engineer has failed to take required action to sustainably manage the water resources in the Humboldt River Basin.

#### II. ISSUE PRESENTED

Must this Court issue a writ of mandamus, or in the alternative, writ of prohibition, ordering the State Engineer to sustainably manage groundwater in the Humboldt River basin according to Nevada law?

#### III. FACTUAL BACKGROUND

# a. Humboldt River Basin Groundwater Pumping

The Humboldt River Basin is comprised of 34 separate and distinct hydrographic groundwater basins. *Affidavit of Hodges, Exhibit 1; Affidavit of Hodges* ¶ 10. According to NDWR, there are 1,852 wells within the Humboldt River Basin, and 1,291 groundwater permits with their point of diversion within 5 miles of the Humboldt River and its tributaries, of which 273 capture 10% or more of their water from the Humboldt River. *Affidavit of Hodges, Exhibit 7 at 19-21*. The total combined perennial yield<sup>2</sup> of all collective groundwater basins in the Humboldt River Basin is 476,400 AFA. *Affidavit of Hodges, Exhibit 2; Affidavit of Hodges* ¶ 11. However, the total combined permitted groundwater allocation is 753,394 AFA. *Id.* Of the 34 hydrographic basins within the Humboldt River Basin, 23 are over-appropriated. *Id.* 

Page 4 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION

<sup>&</sup>lt;sup>1</sup> A "temporary permit" is a permit issued to appropriate groundwater which is limited as to time. *See* NRS 534.120(3)(a).

<sup>&</sup>lt;sup>2</sup> Perennial Yield is "The amount of usable water of a ground water reservoir that can be withdrawn and consumed economically each year for an indefinite period of time. It cannot exceed the sum of the Natural Recharge, the Artificial (or Induced) Recharge, and the Incidental Recharge without causing depletion of the groundwater reservoir." NDWR Water Words, <a href="http://water.nv.gov/programs/planning/dictionary/wwords-P.pdf">http://water.nv.gov/programs/planning/dictionary/wwords-P.pdf</a> at 236.

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The majority of groundwater in the Humboldt River Basin is used for irrigation and mining purposes. *Id.* Of these groundwater permits, irrigation use accounts for 455,385 AFA of appropriation, and mining use accounts for 171,343 AFA of appropriation. *Id.* Water use for mining is most significantly used to dewater open pit mines, which is the current practice of extracting minerals in the Humboldt River Basin.<sup>3</sup> This practice often seeks to extract ore from below the water table, which requires the mining area to be "dewatered." Generally, the mine drills a number of wells around the mining pit, then pumps water to create a cone of depression under the pit, thereby drying up the mining area.<sup>5</sup> When the pit is not being dewatered, the pit fills up to the level of the water table, creating a pit lake.<sup>6</sup>

In Nevada, the State Engineer grants permits for mining and milling on a "temporary" basis. *See, Affidavit of Hodges, Exhibit 5*. However, rather than issuing one-year temporary permits, historically, the State Engineer issues permits for mining and milling akin to permanent water rights while side-stepping an analysis as to whether water is available for appropriation. *See, Affidavit of Hodges, Exhibits 9, 10*. The Humboldt River Chronology states that "mine dewatering and mine pit lake formation, and their potential near-term and long-term effects on groundwater levels and surface-water flows" has been identified as a principal water-related issue plaguing the Humboldt River Basin.<sup>7</sup> State Engineer Ruling 5876 states:

The State Engineers Office considers water used in mining and milling to be a temporary use of water and as such is not considered in the amount of water appropriated in a basin. The State Engineer finds if the water used for mining and milling is removed from the amount of water appropriated for each basin... there is water available for appropriation. The State Engineer finds

Page 5 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



<sup>&</sup>lt;sup>3</sup> Humboldt River Chronology Volume I, Part I, <a href="http://water.nv.gov/mapping/chronologies/humboldt/hrc-pt1.pdf">http://water.nv.gov/mapping/chronologies/humboldt/hrc-pt1.pdf</a> at 94.

<sup>&</sup>lt;sup>4</sup> *Id*.

<sup>&</sup>lt;sup>5</sup> Id.

<sup>&</sup>lt;sup>6</sup> *Id*.

<sup>&</sup>lt;sup>7</sup> *Id*. at 14.

the perennial yield of the ground-water belongs to the basin and not to the Humboldt River.

Affidavit of Hodges, Exhibit 5 at 2. Accordingly, the State Engineer has not considered the use of water for mining and milling to be appropriative, and finds a lack of interconnection between surface and groundwater sources, and states that the perennial yield of the groundwater basin belongs to the basin and not the Humboldt River. *Id*.

In more recent years, the State Engineer has recognized interconnection between groundwater and surface water in the Humboldt River Basin. *Affidavit of Hodges, Exhibit 4*. In State Engineer Ruling 6299, the State Engineer changed the perennial yield for the Lovelock Valley groundwater basin, finding that it is over-appropriated, and denied applications due to a potential influence on decreed Humboldt River rights. *Affidavit of Hodges, Exhibit 4*.

### b. PCWCD's Water Rights

Through the acquisition of additional water, including change applications approved by the State Engineer, PCWCD currently holds the following Humboldt River Decree<sup>8</sup> water rights of use<sup>9</sup>:

- Water Right Permit 12955 (Certificate 4861) has a combined duty of 14,432.32 acre-feet per year ("AFA"), and a priority date ranging between January 1, 1873 to January 1,1887;
- Water Right Permit 12953 (Certificate 4436) has a combined duty of 4,154.08 AFA, and a priority date of January 1, 1871;

Page 6 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



<sup>&</sup>lt;sup>8</sup> "Humboldt River Decree" or "decreed" rights referenced herein refer to surface water rights, issued subject to the adjudication of the Humboldt River, under Sixth Judicial District Court, County of Humboldt, Case No. 2804.

<sup>&</sup>lt;sup>9</sup> A portion of the water rights referenced are currently held in trust by the United States Department of Interior (Permits: 12955, 12953, 12954, 12952, 12951, 12950, 12957, 12956, 10283) and Department of Reclamation (Permits: 12948, 12947, 12957), for the District. Currently, the water rights are in the process of being transferred back to the District as they have now fulfilled their repayment obligations pursuant to contracts entered into with the United States. (See, *Affidavit of Hodges* ¶ 13).

1	•	Water Right Permit 12954 (Certificate 4437) has a combined duty of 1,925.52
2		AFA, and a priority date ranging between January 1, 1873 to January 1, 1877;
3	•	Water Right Permit 12952 (Certificate 4572) has a combined duty of 14,432.32
4		AFA, and a priority date ranging between January 1, 1873 to January 1, 1887;
5	•	Water Right Permit 12951 (Certificate 4435) has a combined duty of 1,282.87
6		AFA, and a priority date of January 1, 1873;
7	•	Water Right Permit 12950 (Certificate 4571) has a combined duty of 3,023.49
8		AFA, and a priority date of January 1,1874;
9	•	Water Right Permit 12949 (Certificate 4570) has a combined duty of 2,626.30
10		AFA, and a priority date ranging between January 1,1874 to January 1, 1887;
11	•	Water Right Permit 12948 (Certificate 4434) has a combined duty of 1,925.52
12		AFA, and a priority date ranging between January 1, 1863 to January 1, 1866;
13	•	Water Right Permit 12947 (Certificate 5040) has combined duty of 562.17 AFA
14		and a priority date ranging between January 1, 1873 to January 1, 1880;
15	•	Water Right Permit 12957 (Certificate 5180) has a combined duty of 1,647.18
16		AFA, and a priority date of January 1, 1877;
17	•	Water Right Permit 12956 (Certificate 4506) has a combined duty of 100,000
18		AFA for storage in Rye Patch Reservoir, and a priority date of December 12,
19		1933;
20	•	Water Right Permit 10283 (Certificate 9258) has a combined duty of 15,152.32
21		AFA for storage in Rye Patch Reservoir, and a priority date of August 13, 1938;
22	•	Water Right Permit 1098 (Certificate 2130) has a combined duty of 20,200 AFA
23		and a priority date of August 21, 1908;
24	•	Water Right Permit 1948 (Certificate 2131) has a combined duty of 29,570 AFA
25		and a priority date of February 10, 1911.
26	Affidavit of H	odges, Exhibit 3; Affidavit of Hodges ¶ 12.

Page 7 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



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### c. PCWCD attempted to reach solution with the State Engineer.

After feeling the effect of groundwater pumping that decreases flows within the Humboldt River, coupled with the ongoing drought in the West, the District sought the assistance of the State Engineer to develop a collective plan to ensure PCWCD's senior water rights are delivered, while at the same time attempting to allow junior rights to continue to allocate water to the greatest extent possible. *Affidavit of Hodges* ¶ 16. On August 21, 2014, PCWCD prepared a report for the State Engineer to assist in the development of such a plan. *Affidavit of Hodges* ¶ 17.

The report, titled Water Management in a Prior Appropriation System: Conjunctive Management Solutions to Groundwater Withdrawals Affecting Surface Water Flows within the Humboldt River Basin, is meant to provide the State Engineer with information about how other western states are approaching the issue of interconnection of water resources, as well as provide data regarding the interconnection issues in the Humboldt River Basin. Affidavit of Hodges, Exhibit 6; Affidavit of Hodges ¶ 17. The report then provides the State Engineer with a list of requested "Action Items" and asks the State Engineer to take action to: 1) develop a system of conjunctive management; 2) regulate mine dewatering under statutory code; 3) account for "temporary" permits in the hydrographic basins' annual budget; 4) regulate mining pit lakes under statutory code for water storage; 5) curtail junior groundwater rights in basins surrounding the Humboldt River, until perennial yield equilibrium is met; 6) require mandatory metering on groundwater wells in the Humboldt River Basin; 7) create an enforcement officer to regulate groundwater use; and 8) bring groundwater basins back to sustainability. Id. On September 9, 2014, the PCWCD Board Members and Manager met with the State Engineer to discuss the report and request action. Affidavit of Hodges ¶ 18. While the District understands that not all actions taken by other states are applicable to the difficulties effecting Nevada, the point was to 111

Page 8 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



PCWCD received no written response to their report or otherwise. 10 Id.

start the conversation to develop a system of water management that will work for Nevada.

On January 14, 2015 and January 15, 2015, the State Engineer held a series of workshops on the Humboldt River stating their intent to prepare a capture model in the basin, to be completed within 4 to 5 years. *Affidavit of Hodges, Exhibit 7 at 12; Affidavit of Hodges* ¶ 19. The State Engineer also demonstrated a simple "Glover" analysis capture model illustrating that groundwater pumping curtailment would supply additional water to the Humboldt River, but determined that the "Glover analysis shows that curtailment of pumping over one irrigation season will not cause an appreciable gain in Humboldt River flows." *Affidavit of Hodges, Exhibit 7 at 23*. The State Engineer concluded that "it is anticipated that there will be NO groundwater curtailment in 2015." *Id*.

On March 24, 2015, with a second irrigation season with 0% allocation looming, the PCWCD Board Members again met with the State Engineer, this time presenting data through a District retained hydrogeologist. *Affidavit of Hodges* ¶ 20. The District provided to the State Engineer a *Request for Implementation of Water Management Strategies*. *Affidavit of Hodges*, *Exhibit 8; Affidavit of Hodges* ¶ 20. PCWCD expressly asked for a written response to their letter and presentation. *Id*. No response was received. *Id*.

#### IV. ARGUMENT

This Court must issue a writ of mandamus, or in the alternative, writ of prohibition, ordering the State Engineer to regulate the water resources of the Humboldt River Basin according to Nevada law. The District has exhausted every remedy available to them, and thus there is no plain, speedy, or adequate remedy available.

The State Engineer has begun the process to require groundwater meters to be installed on wells within the Humboldt River Basin.

Page 9 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



# a. A District Court may issue a writ of mandamus or prohibition to compel or dispel the performance by a state official of an act that the law requires.

A district court may issue a writ of mandamus, or in the alternative, writ of prohibition, to compel or dispel the performance by a state official of an act the law requires. A writ of mandamus "may be issued by the Supreme Court, the Court of Appeals, a district court or a judge of the district court, to compel the performance of an act which the law especially enjoins as a duty resulting from an office, trust or station..." NRS 34.160. In other words, "[a] writ of mandamus may be issued to compel the performance of an act that the law requires as a duty resulting from an office, trust or station, or to control an arbitrary or capricious exercise of discretion." *Diaz v. Eighth Judicial Dist. Court*, 116 Nev. 88, 93 (2000). A writ of mandamus "shall be issued in all cases where there is not a plain, speedy and adequate remedy in the ordinary course of law." NRS 34.170; see also, *Diaz v. Eighth Judicial Dist. Court*, 116 Nev. 88, 93 (2000). "Mandamus is an extraordinary remedy, and the decision as to whether a petition will be entertained lies within the sound discretion of this court." *Brewery Arts Ctr. v. State Bd. Examiners*, 108 Nev. 1050, 1053 (1992). A formal order refusing to perform is not required. *See, Whitehead v. Nevada Comm'n on Judicial Discipline*, 873 P.2d 946, 964 (1994).

A writ of prohibition "is the counterpart of the writ of mandate." NRS 34.320. "It arrests the proceedings of any tribunal, corporation, board or person exercising judicial functions, when such proceedings are without or in excess of the jurisdiction of such tribunal, corporation, board or person." *Id.* "While a writ of prohibition is most often used to restrain courts or judicial tribunals, it can also be used to restrain persons in other classes who are exercising or attempting to exercise judicial or quasi-judicial functions beyond their powers." *Mineral County v. State*, 117 Nev. 235, 243-244 (2001).

This Court must issue a writ of mandamus, or in the alternative, writ of prohibition, because there is no plain, speedy, and adequate remedy at law, and the State Engineer has failed to take action and sustainably manage the groundwater basins surrounding the Humboldt River.

Page 10 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



The State Engineer has a statutory duty to sustainably manage the groundwater basins within the Humboldt River Basin, and ensure that junior groundwater use does not impact senior decreed surface water rights, and must perform such duties prescribed by law.

b. The State Engineer has failed in his statutory duty to manage groundwater in the Humboldt River Basin sustainably, and is prohibited by law from granting applications that conflict with a prior decree, senior water right, are detrimental to the public interest, or where there is no water available at the proposed source.

The Nevada State Engineer has a duty to manage groundwater in a sustainable manner, and cannot grant an application to appropriate water in the State of Nevada, if such appropriation conflicts with a decree or senior water right, is detrimental to the public interest, or where there is no water available at the proposed source. Chapter 533 of the Nevada Revised Statutes governs the State Engineer's ability to grant a new or change application to appropriate water in Nevada. Each time an application is made to appropriate new water, or change an existing right, the State Engineer must perform a multi-step process to determine whether the application may be granted.

NRS 533.370(2) sets the test the State Engineer is required to perform prior to granting an application to appropriate water, and provides as follows:

[W]here there is no unappropriated water in the proposed source of supply, or where its proposed use or change conflicts with existing rights...or threatens to prove detrimental to the public interest, the State Engineer shall reject the application and refuse to issue the requested permit.

See also, Redrock Valley Ranch, LLC v. Washoe County, 254 P.3d 641, 647 (2011).

Similarly, NRS 533.371 governs the issuance of a temporary permit to appropriate water, and states:

The State Engineer shall reject the application and refuse to issue a permit to appropriate water for a specified period if the State Engineer determines that:

Page 11 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



1 2 3 4 5 6	<ol> <li>The application is incomplete;</li> <li>The prescribed fees have not been paid;</li> <li>The proposed use is not temporary;</li> <li>There is no water available from the proposed source of supply without exceeding the perennial yield or safe yield of that source;</li> <li>The proposed use conflicts with existing rights; or</li> <li>The proposed use threatens to prove detrimental to the public interest.</li> </ol>	
7	The State Engineer violated his statutory duties by allowing groundwater allocation	
8	within basins surrounding the Humboldt River where there 1) is no unappropriated water, 2) that	
9	conflict with existing rights, 3) that are detrimental to the public interest, and 4) that conflict with	
10	the Humboldt River Decree. Further, the State Engineer violated his statutory duties by finding	
11	that groundwater used for mining and milling is a temporary use of water, and is not	
12	appropriative.	
13	1. The State Engineer violated his statutory duties by allowing groundwater allocation where there is no unappropriated water available.	
- 1	anocation where there is no unappropriated water available.	
14		
<ul><li>14</li><li>15</li></ul>	The State Engineer cannot grant an application to appropriate water when there is no	
	The State Engineer cannot grant an application to appropriate water when there is no unappropriated water at the proposed source to fulfill the application. NRS 533.370(2). To make	
15		
15 16	unappropriated water at the proposed source to fulfill the application. NRS 533.370(2). To make	
15 16 17	unappropriated water at the proposed source to fulfill the application. NRS 533.370(2). To make this determination, the State Engineer must assess whether there is "unappropriated" water	
15 16 17 18	unappropriated water at the proposed source to fulfill the application. NRS 533.370(2). To make this determination, the State Engineer must assess whether there is "unappropriated" water available. <i>Id.</i> The amount of unappropriated water available is based on the perennial yield of the groundwater basin where application is sought. The term "perennial yield" is defined as:  The amount of usable water of a ground water reservoir that can be	
15 16 17 18 19	unappropriated water at the proposed source to fulfill the application. NRS 533.370(2). To make this determination, the State Engineer must assess whether there is "unappropriated" water available. <i>Id.</i> The amount of unappropriated water available is based on the perennial yield of the groundwater basin where application is sought. The term "perennial yield" is defined as:  The amount of usable water of a ground water reservoir that can be withdrawn and consumed economically each year for an indefinite period of time. It cannot exceed the sum of the Natural Recharge,	
15 16 17 18 19 20	unappropriated water at the proposed source to fulfill the application. NRS 533.370(2). To make this determination, the State Engineer must assess whether there is "unappropriated" water available. <i>Id.</i> The amount of unappropriated water available is based on the perennial yield of the groundwater basin where application is sought. The term "perennial yield" is defined as:  The amount of usable water of a ground water reservoir that can be withdrawn and consumed economically each year for an indefinite period of time. It cannot exceed the sum of the Natural Recharge, the Artificial (or Induced) Recharge, and the Incidental Recharge without causing depletion of the groundwater reservoir. Also	
15 16 17 18 19 20 21	unappropriated water at the proposed source to fulfill the application. NRS 533.370(2). To make this determination, the State Engineer must assess whether there is "unappropriated" water available. <i>Id.</i> The amount of unappropriated water available is based on the perennial yield of the groundwater basin where application is sought. The term "perennial yield" is defined as:  The amount of usable water of a ground water reservoir that can be withdrawn and consumed economically each year for an indefinite period of time. It cannot exceed the sum of the Natural Recharge, the Artificial (or Induced) Recharge, and the Incidental Recharge	
15 16 17 18 19 20 21 22	unappropriated water at the proposed source to fulfill the application. NRS 533.370(2). To make this determination, the State Engineer must assess whether there is "unappropriated" water available. <i>Id.</i> The amount of unappropriated water available is based on the perennial yield of the groundwater basin where application is sought. The term "perennial yield" is defined as:  The amount of usable water of a ground water reservoir that can be withdrawn and consumed economically each year for an indefinite period of time. It cannot exceed the sum of the Natural Recharge, the Artificial (or Induced) Recharge, and the Incidental Recharge without causing depletion of the groundwater reservoir. Also	
15 16 17 18 19 20 21 22 23	unappropriated water at the proposed source to fulfill the application. NRS 533.370(2). To make this determination, the State Engineer must assess whether there is "unappropriated" water available. <i>Id.</i> The amount of unappropriated water available is based on the perennial yield of the groundwater basin where application is sought. The term "perennial yield" is defined as:  The amount of usable water of a ground water reservoir that can be withdrawn and consumed economically each year for an indefinite period of time. It cannot exceed the sum of the Natural Recharge, the Artificial (or Induced) Recharge, and the Incidental Recharge without causing depletion of the groundwater reservoir. Also referred to as Safe Yield. <sup>11</sup>	

Page 12 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



Similarly, the Nevada Supreme Court has stated that "[t]he perennial yield of a hydrological basin is the equilibrium amount or maximum amount of water that can safely be used without depleting the source." *Pyramid Lake Paiute Tribe of Indians v. Ricci*, 245 P.3d 1145, 1147 (2010). If granting an application to appropriate water causes the groundwater basin to exceed its "perennial yield" then there is no "unappropriated water in the proposed source of supply" and the "State Engineer shall reject the application and refuse to issue the requested permit." NRS 533.370(2).

The Humboldt River Basin contains 34 groundwater basins, of which 23 are overappropriated. *Affidavit of Hodges, Exhibit 2.* Over-allocation of groundwater resources surrounding the Humboldt River directly violates NRS 533.370(2), requiring the State Engineer to deny applications to appropriate water when there is not enough water in the groundwater basin to serve the application. In violation of his statutory duties, the State Engineer has granted, and continues to grant applications to appropriate groundwater in excess of perennial yield, when "there is no unappropriated water in the proposed source of supply..." *Id*.

2. The State Engineer violated his statutory duties by allowing groundwater pumping that conflicts with existing rights.

The State Engineer cannot grant an application to appropriate water that conflicts with an existing right. NRS 533.370(2). Pursuant to NRS 533.030, "[a]ll appropriation of water in the State of Nevada for a beneficial use, is subject to existing rights." Regarding groundwater, an application can only be granted if "rights of holders of existing appropriations can be satisfied..." NRS 534.110(5). The State Engineer cannot allow a new or changed appropriation to conflict with another's pre-existing water right of use. Allowing conflicting water use violates both Nevada statutory law and the prior appropriation doctrine. 12

Page 13 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION

<sup>&</sup>lt;sup>12</sup> In 1885, the Supreme Court of Nevada firmly repudiated the common law riparian doctrine and confirmed that prior appropriation is the law in Nevada. *Jones v. Adams*, 19 Nev. 78, 84-88, 6 P. 442 (1885). Once prior appropriation became the law in Nevada, the prior appropriation doctrine required a claimant to show actual physical diversion of water from its source with intent to apply the water to beneficial use within a reasonable time

PCWCD holds senior decreed surface water rights to the Humboldt River. Because their rights are senior in priority to almost every other groundwater right within the Humboldt River Basin, groundwater rights granted by the State Engineer with a priority date junior to that of the District's decreed rights cannot conflict with the District's senior rights. Any "conflict" violates NRS 533.370(2) and the prior appropriation doctrine.

The State Engineer has granted hundreds of permits to appropriate groundwater within the Humboldt River Basin. *Affidavit of Hodges, Exhibit* 7. Upon consideration of each application to appropriate water, the State Engineer is required to determine whether the appropriation will conflict with existing rights. *See* NRS 533.370(2). The State Engineer recognizes that groundwater pumping in the Humboldt River Basin is pulling water away from the Humboldt River, making less water available to decreed surface water right holders. *Affidavit of Hodges, Exhibit* 7.

While the State Engineer has historically not found that groundwater pumping conflicts with surface water rights (*Affidavit of Hodges, Exhibit 5*), in recent years, the State Engineer has denied some applications because "additional pumping would cause an increase in infiltration of the surface water of the Humboldt River into the groundwater aquifer, thereby potentially reducing river flow to the extent that it could conflict with existing decreed Humboldt River water rights." *Affidavit of Hodges, Exhibit 4 at 11*. This inconsistent water resource management demonstrates that while the State Engineer now recognizes that Humboldt River decreed "existing rights" are negatively impacted by groundwater pumping, other applications were granted to the detriment of decreed Humboldt River rights. This impact and conflict is

to establish a possessory interest in water. *Application of Filippini*, 66 Nev. 17, 22 (Nev. 1949). Generally, an appropriation of water relates back to the time when the first step to secure it was taken, if the work was prosecuted with reasonable diligence. *Irwin v. Strait*, 18 Nev. 436, 436 (1884). Water allocation in the State cannot interfere with earlier senior appropriations. *See generally, Desert Irrigation, Ltd. v. State*, 113 Nev. 1049, 1051 (1997). This doctrine does not distinguish between groundwater and surface water.

Page 14 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION

something the State Engineer should have taken into consideration before allowing the junior groundwater use, and before allowing the basins to become over-appropriated.

Because junior rights continue to conflict with senior rights, the State Engineer violated his statutory duties by approving the conflicting groundwater use, by allowing the groundwater basins to become over-appropriated, and by allowing the groundwater use to continue when it conflicts with the District's senior decreed rights. *See* NRS 533.370(2).

3. The State Engineer violated his statutory duties by allowing groundwater pumping that is detrimental to the public interest.

The State Engineer cannot grant an application to appropriate water when such appropriation is in detriment to the public interest. NRS 533.370(2). The State Engineer must perform a public interest assessment prior to allowing any appropriation of water in the state. A public interest determination requires the State Engineer to review both environmental and economic interests in the area, and determine whether these interests are impacted. *See generally, Pyramid Lake Paiute Tribe of Indians v. Washoe County*, 112 Nev. 743.

Humboldt River surface flows are being pulled away from the river, and being allocated by groundwater users in the Basin. *Affidavit of Hodges, Exhibit* 7. This interconnection causes great economic and environmental hardship to PCWCD and its constituents. With less water in the river, the District's constituents are unable to produce viable crops in sufficient quantity to justify continued agricultural use, something detrimental to both the economic and environmental interests in the area. *Affidavit of Hodges* ¶ 8. These public interest factors should have been taken into consideration by the State Engineer before allowing the over-appropriation of the groundwater basins surrounding the Humboldt River.

The State Engineer violated NRS 533.370(2) by allowing groundwater use that is detrimental to the public interest.

Page 15 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



permanent water rights.

Similar to the above analysis, the State Engineer is required to assess temporary uses of

groundwater use for mining and milling is not appropriative, and issuing

4. The State Engineer violated his statutory duties by finding that

water pursuant to NRS 533.371. Under NRS 533.371, groundwater appropriations in conflict with existing rights, that are detrimental to the public interest, and where there is no unappropriated water available, are not allowed. Further, a statutory temporary change in use of water cannot be granted for a period of more than one year. NRS 533.345. The State Engineer also cannot grant a statutory temporary application to appropriate water when the use of water is not actually a temporary use. NRS 533.371.

In the Humboldt River Basin, the State Engineer considers water used for mining and milling to be a "temporary use" of water, and does not consider this use of water to be appropriative. *Affidavit of Hodges, Exhibit 5 at 2*. Water used for mining and milling purposes, among other uses, is used to "dewater" open pit mines, which use often continues for many years, even after the mine ceases operations. Rather than issuing "temporary" permits for this use, and conducting the necessary analysis under NRS 533.371, the State Engineer allows this "temporary" use of water to continue indefinitely under a permanent water right. *See, Affidavit of Hodges, Exhibits 9, 10*.

Even if the State Engineer were to issue the proper statutory temporary permit for mining and milling use, his action would again violate Nevada law, because water used for mining and milling is not a temporary use of water. See NRS 533.371. While the mines may not be in operation forever, the effects the pit lakes created when the mine ceases to pump will hold water open to the air and land surface, and out of the enclosed groundwater aquifer indefinitely. Also, the State Engineer refuses to recognize the evaporative losses pit lakes create as an appropriation requiring a water right. See, Affidavit of Hodges, Exhibit 11 at 5. The State Engineer violated

Page 16 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



Nevada Law by issuing permanent water rights for mining and milling in the Humboldt River Basin, without considering the appropriative nature of such use.

5. The State Engineer violated his statutory duties by allowing groundwater pumping in conflict with a State issued court decree.

In addition to the State Engineer's power over the approval of groundwater appropriation, the State Engineer is an officer of the Court in its administration of Court issued State decrees.

The State Engineer must uphold State issued decrees, and ensure no interference occurs. NRS 533.0245 states:

The State Engineer shall not carry out his or her duties pursuant to this chapter in a manner that conflicts with any applicable provision of a decree or order issued by a state or federal court, an interstate compact or an agreement to which this State is a party for the interstate allocation of water pursuant to an act of Congress.

As demonstrated above, the State Engineer has allowed numerous groundwater basins surrounding the Humboldt River to become over-appropriated. This over-appropriation is now pulling water away from the Humboldt River, thereby making less water available to downstream senior water right users such as PCWCD. By allowing groundwater pumping to impact Humboldt River Decree rights, the State Engineer is violating the Humboldt River Decree, the very Decree he is charged to uphold, and in doing so, he also violates NRS 533.0245.

c. The State Engineer has tools available to sustainably manage over-appropriated groundwater basins and bring them back to perennial yield, including designating a critical groundwater management area.

The State Engineer, in violation of his statutory duties, has allowed the groundwater basins surrounding the Humboldt River to become over-appropriated. The State Engineer has statutory tools available to more effectively manage over-appropriated groundwater basins and bring them back into perennial yield, and has a legal obligation to do so, including designating a critical groundwater management area. Pursuant to NRS 534.110(7), the State Engineer "may designate as a critical management area any basin in which withdrawals of groundwater

Page 17 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



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consistently exceed the perennial yield." This designation gives the State Engineer additional power to more effectively carry out groundwater basin management.

Upon designation as a critical management area, groundwater users within the designated basin may petition the State Engineer for approval of a groundwater management plan. NRS 534.037(1). This plan, if approved, allows groundwater users to take steps to bring the basin back to sustainability, and eventually remove the critical management basin designation. Id. If a plan is not approved, and sustainability is not reached within 10 years, the State Engineer is then required to curtail groundwater pumping. NRS 534.110(7)(b). "If a basin has been designated as a critical management area for at least 10 consecutive years, the State Engineer shall order that withdrawals, including, without limitation, withdrawals from domestic wells, be restricted in that basin to conform to priority rights, unless a groundwater management plan has been approved for the basin pursuant to NRS 534.037." *Id.* In other words, the designation allows groundwater appropriators time to develop a plan to bring the basin back to sustainability, and alleviate curtailment to the greatest extent possible.

By designating the over-appropriated basins surrounding the Humboldt River a critical groundwater management areas, the State Engineer can begin to develop a plan with the groundwater users to bring the basins back to their sustainable yield. This in turn will begin to ease the impact this over-appropriation has on the surrounding river, and the negative effect on the District's senior decreed water rights. The State Engineer must use his statutory powers to correct his previous violations allowing the over-appropriation in the first place. If the State Engineer does not use his statutory powers to bring the groundwater basins back to sustainability, he has no choice but to curtail groundwater use by priority, and pursuant to the prior appropriation doctrine.

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Page 18 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



# d. The District has exhausted every remedy in an attempt to have their senior rights served.

The District owns and controls a substantial number of senior Humboldt River decreed water rights. See, Affidavit of Hodges, Exhibit 3. In turn, the District and its constituents have a great deal to lose should groundwater pumping be allowed that continues to deplete surface water flows. The District has met with the State Engineer on multiple occasions to discuss options and develop a plan to better manage the water resources within the Humboldt River Basin, and to ensure they receive their water, pursuant to the Humboldt River Decree. The District has further provided the State Engineer with research, information, and data regarding other states' methods, as well as data pertaining to the Humboldt River Basin. See, Affidavit of Hodges, Exhibit 6. The District has made written requests for action by the State Engineer. See, Affidavit of Hodges, Exhibits 6, 8. The District has asked for a written response to their requests. See, Affidavit of Hodges, Exhibit 8. The State Engineer has made no response to the District's requests, and has taken little action in response to the ongoing over-allocation of water in the basin, in violation of the prior appropriation doctrine. Affidavit of Hodges ¶ 20. By making no response, the District is deprived of the opportunity for an adequate and speedy legal remedy.

Historically, the State Engineer has not recognized the connection between surface and groundwater sources, however, now concedes that connection does exist between the two water sources. *See, Affidavit of Hodges, Exhibits 4, 7.* In his January 2015 Humboldt River workshop, the State Engineer provided a Glover analysis in an attempt to determine groundwater pumping's effect on surface water flows. This simplified scenario used water wells capturing at least 10% of their water from the Humboldt River, and ran the scenario over one (1) 180-day irrigation season. It was determined that curtailment of groundwater pumping will place additional water into the river. This solution did not take into consideration the years of pumping before the scenario, and did not take into consideration the effect of curtailment moving forward more than

Page 19 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



a single irrigation season. The benefit of groundwater basin sustainability will be greater when one takes into account the history and future of groundwater pumping.

By failing to take any immediate action to bring the over-appropriated groundwater basins surrounding the Humboldt River back to perennial yield, the State Engineer continues to violate Nevada statutory code, and the prior appropriation doctrine. PCWCD has exhausted all options and therefore, there is no other plain, speedy, and adequate remedy to bring the groundwater basins back to perennial yield, and to eliminate the negative effect to the Humboldt River.

# V. REQUESTED RELIEF

The District has a beneficial interest in obtaining writ relief. The State Engineer has granted groundwater applications in excess of perennial yield in the Humboldt River Basin, and in violation of Nevada's statutory water code and the prior appropriation doctrine. Groundwater pumping in the Humboldt River Basin is pulling water away from the Humboldt River, leaving less water to serve decreed water right holders. PCWCD and its constituents hold some of the most senior decreed rights to the Humboldt River, rights senior to most groundwater users. When a junior water right captures water meant to serve a senior right, this action violates Nevada law and the prior appropriation doctrine. The State Engineer has failed to take action to sustainably manage groundwater as required under Nevada law.

This Court must issue a writ of mandamus, or in the alternative, writ of prohibition ordering the State Engineer to establish a critical groundwater management area over all overappropriated groundwater basins within the Humboldt River Basin in order to:

- 1) Bring all over-appropriated groundwater basins surrounding the Humboldt River back to their perennial annual yield;
- 2) Eliminate the cone of depression caused by over-allocation of groundwater pumping causing interference with surface water flows in the Humboldt River; and
  - 3) Regulate water used for mining and milling pursuant to Nevada statutory code.

Page 20 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



If the State Engineer fails to use his statutory powers to bring sustainability back to the Humboldt River Basin groundwater aquifers, curtailment is necessary to achieve sustainability pursuant to the prior appropriation doctrine.

This Court should order Respondent to show cause before the Court, at a time and place set by the Court, why he has not fulfilled his statutory duties established herein.

RESPECTFULLY SUBMITTED, this 12th day of August, 2015.

SCHROEDER LAW OFFICES, P.C.

Laura A. Schroeder, NSB #3595 Therese A. Ure, NSB #10255 Matthew J. Curti, NSB #12572

440 Marsh Ave.

Reno, NV 89509

PHONE – (775) 786-8800 FAX – (877) 600-4971 <u>counsel@water-law.com</u> Attornevs for PCWCD

Page 21 - PETITION FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION



1	CERTIFICATE OF SERVICE
2	I hereby certify that on August 12, 2015, I caused a copy of the forgoing <b>PETITION</b>
3	FOR WRIT OF MANDAMUS, OR IN THE ALTERNATIVE, WRIT OF PROHIBITION to
4	be deposited with the United States Postal Service within the State of Nevada for mailing,
5	postage pre-paid, as noted below:
6 7	Nevada State Engineer 901 South Stewart Street, Suite 2002 Carson City, NV 89701 Certified Mail #7013 2630 0000 0975 0670
9	Nevada Attorney General Office of the Attorney General 100 North Carson Street
10 11	Carson City, NV 89701 Certified Mail #7013 2630 0000 0975 0663
12 13	Dated this 12th day of August, 2015.
14 15	Laura A. Schroeder, NSB #3595 Therese A. Ure, NSB #10255
16	Matthew J. Curti, NSB # 12572 440 Marsh Ave. Reno, Nevada 89509-1515
17 18	PHONE: (775) 786-8800, FAX: (877) 600-4971 <u>counsel@water-law.com</u> Attorneys for the Petitioner
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Page 1 - CERTIFICATE OF SERVICE

