DRAFT ONLY NOT APPROVED FOR INTRODUCTION

HOUSE BILL NO. [BILL NUMBER]

Breach orders due process.

Sponsored by: HDraft Committee

A BILL

for

1 AN ACT relating to water; requiring the state engineer to hold public meetings, provide notice, and allow for a vote 2 3 before issuing an emergency order to breach a dam or diversion; amending abandonment of water rights 4 as 5 specified; requiring rulemaking; and providing for effective dates. 6 7 Be It Enacted by the Legislature of the State of Wyoming: 8

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10 **Section 1.** W.S. 41-3-314(a) and by creating new

11 subsections (d) and (e) and 41-3-401(a) and by creating a

new subsection (g) are amended to read: 12

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******************* ****** STAFF COMMENT

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This draft has not completed review at LSO and may require substantial changes or have unintended consequences.

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This draft requires approval by water rights holders or landowners with a storage right before the state engineer can issue an emergency order to breach a dam or diversion, and requires public meetings. As drafted, there are no exceptions to these requirements. The Committee may wish to consider adding language that would allow the engineer to issue a breach order regardless of any approval or meeting requirements in the event of an anticipated catastrophic failure within ten days, or similar language or timeframe.

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20 41-3-314. Alterations or repairs of dams or diversion 21 systems; emergency repairs or breaching.

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23 Subject to subsection (d) of this section, in (a) case of an emergency where the state engineer or his 24 25 authorized representative declares that repairs breaching of a dam or diversion system are immediately 26 necessary to safeguard life and property, the necessary 27 repairs or breaching shall be started immediately by the 28 29 owner or by the state engineer or his representative at the owner's expense, if the owner fails to do so. The state 30 31 engineer and emergency response agencies shall be notified 32 at once of any changes in the physical conditions of the

1	dam, diversion system, or reservoir which significantly
2	increase the probability of failure of the dam or diversion
3	works or the danger to life or property, proposed emergency
4	repairs or breaching to be instituted by the owner. These
5	reporting requirements shall apply only to cases in which
6	an emergency has been declared pursuant to this subsection.
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8	(d) Before the state engineer or his authorized
9	representative may issue or physically execute an order
10	requiring a breach under this section the state engineer or
11	his representative shall:
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13	(i) Determine a range of alternatives to
14	breaching and estimated costs of the alternatives including
15	repair or temporary repair;
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17	(ii) Hold not less than four (4) public meetings
18	to provide information on the alternatives determined in
19	paragraph (i) of this subsection and allow for public
20	comment. Alternatives shall include information on the:
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22	(A) Risk of failure;
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1	(B) Risk of flooding with and without the
2	structure based on known hydrological flow regimes and
3	model flows deemed necessary for accurate assessments;
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5	(C) Economic impact to water rights holders
6	and the community at large;
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8	(D) Environmental impact;
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10	(E) Hydrological impact, including ongoing
11	monitoring for effects on private wells, and identify
12	sources of funds for that purpose;
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14	(F) Liability associated with any damage or
15	unforeseen circumstances associated with breaching issues
16	under an order by the state engineer.
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18	(iii) Contact each water right holder or
19	landowner with water storage rights by certified mail
20	providing information on the proposed breach and the
21	upcoming public meetings, including the date, time and
22	location of each meeting.
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1 (iv) Allow all water rights holders in a 2 reservoir or diversion or land owners with storage rights 3 to vote on the proposed breach action, with each vote being 4 given a weight proportional to the water or storage right 5 held by the person casting the vote. A majority of all outstanding vote shares is required to authorize the 6 7 issuance of an order to breach. 8 9 41-3-401. Failure to use water; extension of time; 10 initiation by benefitted or injured user; hearing; appeal. 11 12 Subject to subsection (g) of this section where 13 the holder of an appropriation of water from a surface, underground or reservoir water source fails, either 14 15 intentionally or unintentionally, to use the water 16 therefrom for the beneficial purposes for which it was appropriated, whether under an adjudicated or unadjudicated 17 18 right, during any five (5) successive years, he is 19 considered as having abandoned the water right and shall

forfeit all water rights and privileges appurtenant

thereto. Notwithstanding any provision in this section to

the contrary, the holder of an appropriation for the

diversion and storage of water in a reservoir, from which

1 water or a portion thereof has not yet been beneficially 2 used for the purposes for which appropriated, may apply to 3 the board of control for an extension of time not to exceed 4 five (5) years, within which to use water therefrom for the 5 beneficial purposes for which it was appropriated. In the application the holder shall demonstrate the exercise of 6 7 due diligence toward the utilization of the appropriation, 8 and that notwithstanding the exercise of due diligence, reasonable cause exists for nonuse. Reasonable 9 10 includes but is not limited to delay due to court or 11 administrative proceedings, time required in planning, 12 developing, financing and constructing projects for the application of stored water to beneficial use which require 13 in excess of five (5) years to complete, delay due to 14 requirement of state and federal statutes and rules and 15 16 regulations thereunder and any other causes beyond the 17 control of the holder of the appropriation. Upon receipt of an application for extension, the board of control shall 18 19 proceed under the provisions of W.S. 16-3-101 through 16-3-20 115 and may grant an extension of time as it finds proper, 21 not to exceed five (5) years, for the application of the appropriated water to the beneficial use for which it was 22 23 appropriated. A prior grant of extension of time hereunder

1 does not preclude the holder from applying for additional 2 extensions of time, each not to exceed five (5) years, upon 3 similar application and showing. The granting 4 extension of time precludes the commencement of an 5 abandonment action against the appropriation during the period of extension. 6 7 8 (g) No existing water right shall be subject to abandonment in part or in whole by a restriction or 9 10 complete loss of water usage placed on it by the state 11 engineer due to necessary repairs or breaching of a dam or 12 diversion, so long as reasonable diligence is being made 13 for repair or replacement. 14 15 Section 2. This act shall apply to all orders by the state engineer to breach a dam or diversion issued on and 16 after July 1, 2025. 17 18 19 Section 3. The state engineer shall promulgate any 20 rules necessary to implement this act. 21 22 Section 4.

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1 (a) Except as provided in subsection (b) of this

2 section, this act is effective July 1, 2025.

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4 (b) Sections 2, 3 and 4 of this act are effective

5 immediately upon completion of all acts necessary for a

6 bill to become law as provided by Article 4, Section 8 of

7 the Wyoming Constitution.

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9 (END)