



### Municipal Water Law Policy 2030

Dave Christensen Water Resources Program



#### Overview

- Background
- Goals for policy update
- Initial policy positions
- Next steps



### Municipal Water Law Background

- Passed in 2003 in response to the *Theodoratus v. Ecology* decision.
- Protects water right certificates issued to municipal water suppliers based on system capacity (pumps and pipes certificates) from diminishment.
- Allows flexibility for municipal water suppliers to serve new growth throughout their service areas.
- Requires service connection metering and conservation standards to be met.
- Two Supreme Court decisions on litigation related to the MWL (*Lummi* and *Cornelius* decisions).



# Goals for Policy 2030 Update

- Consistency and transparency in Ecology decisions where no specific direction exists in current policy.
- POL 2030 describes current implementation approach of the MWL and is advisory only.
- Major issues we are discussing right now.
  - Active compliance.
  - Utility consolidation.
  - Transferring municipal water rights between utilities.
  - Use of municipal water rights for mitigation.
  - Other issues, such as use in Trust.





### Active Compliance

- Water rights for municipal supply purposes are protected from relinquishment.
- Crown West appeals court decision called out Ecology's use of the term in POL 2030.
- Initial Position:

A water right qualifies for "municipal supply purposes" if it is:

- a) Beneficially used consistent with RCW 90.03.015(4); or,
- b) Identified in a DOH-approved Water System Plan.





### **Utility Consolidation**

Service are for Municipal Water System #1

Community water system



Service area for Municipal Water System #1

Community water system

What happens to the community water system's unperfected water right certificates?



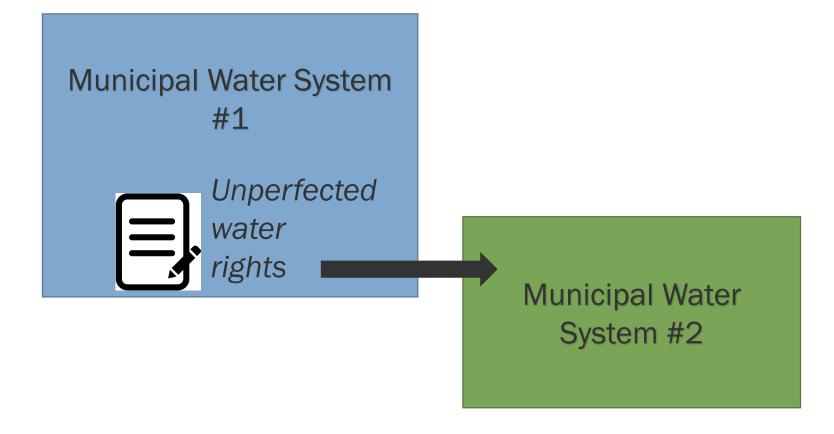
## Utility Consolidation: Initial Position

In a consolidation the unperfected quantities that are <u>valid for change</u> are based on the original intent of the water right.

- The original intent is the quantity necessary to supply the "community water system."
- There must have been reasonable diligence by the "community water system" to grow into the inchoate quantities.
- If no change in point of withdrawal is needed, then Ecology does not evaluate the water rights.



### Transferring Municipal Water Rights



Can unperfected water rights be transferred from one municipal system to another (sold)?



### Transferring Unperfected Water Rights

<u>Initial Position</u>: Only perfected quantities of a water right certificate are valid for change and transfer to

be sold to another utility.

RCW 90.03.380(1)
The right to the use of water which has been applied to a beneficial use in the state...





Using
Municipal
Water Rights
for
Mitigation

Under what conditions can municipal water right certificates be used for mitigation for a new water right permit?





Using
Municipal
Water Right
Certificates for
Mitigation:

**Initial Position** 

	Method of Mitigation		
		Active Mitigation	Passive Mitigation
Type of Water Right(s)	Perfected	May be allowed under 90.03.550 or by adding mitigation as a purpose of use	May be allowed by adding mitigation as a purpose of use
	Unperfected	May be allowed under 90.03.550	Not allowed (can only use highest perfected quantity)



## Mitigation Using Municipal Water Rights

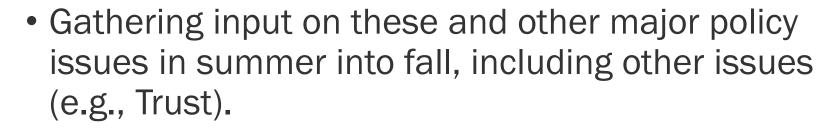
RCW 90.03.550 Beneficial uses of water under a municipal water supply purposes water right may include water withdrawn or diverted under such a right and used for:

(1) Uses that benefit fish and wildlife, water quality, or other instream resources or related habitat values

 If a mitigation proposal can meet this standard then no additional "purpose of use" needs to be added.



#### POL 2030 Next Steps



- Anticipating draft policy update later this year (fall/winter).
- After public comment, then we will draft a final policy update in 2023.
- Significant differences in desired outcomes between interests.
- Goal is to find common ground to support policies that ensure water for communities and the environment.





#### Questions?

#### Dave Christensen

Program Development and Operations Support Manager dave.christensen@ecy.wa.gov 360-489-4227

(We will make this presentation available on the WRAC webpage)

