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43rd legislature - STATE OF NEW MEXICO - second session, 1998

INTRODUCED BY

PAULINE K. GUBBELS

AN ACT

RELATING TO WATER; ENACTING THE WATER CONSERVATION ACT;
REQUIRING THE STATE ENGINEER TO INCORPORATE WATER CONSERVATION
INTO THE EVALUATION OF WATER RIGHT APPLICATIONS, BENEFICIAL
USE, WATER PLANNING AND GRANTS OF MONEY, LOANS, PERMITS AND
LICENSES: PROVIDING FOR WATER CONSERVATION EDUCATION.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. [NEW MATERIAL] SHORT TITLE. -- Sections 1 through 6 of this act may be cited as the "Water Conservation Act".

- Section 2. [NEW MATERIAL] FINDINGS. -- The legislature finds that:
- A. water is a limited and essential resource that must be conserved;
- B. growth, development and changing public needs . 120850.1

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are increasing demand for water and reducing available supplies and conservation can provide for these needs with existing water supplies;

- C. existing and new water uses should be efficient:
 - D. New Mexico is subject to periodic drought; and
- E. every water user in the state has a duty to conserve water.
- Section 3. [NEW MATERIAL] DEFINITIONS. -- As used in the Water Conservation Act:
- A. "conserved water" means water no longer consumptively used due to water conservation;
- B. "consumptive use" means, for irrigated agriculture, the consumptive irrigation requirement pursuant to Chapter 72, Article 15 NMSA 1978; for other uses, "consumptive use" means that part of a water withdrawal from a surface or ground water source that is evaporated, transpired or consumed and is not considered a waste of water; and
- C. "water conservation" means an action or use of a technology that reduces the amount of water withdrawn from a water source, reduces consumptive use, reduces the loss or waste of water, improves efficiency of water use, increases recycling and reuse of water or prevents the pollution of water.
- Section 4. [NEW MATERIAL] WATER CONSERVATION
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GUIDELINES -- STATE ENGINEER -- POWERS AND DUTIES. --

- A. The state engineer shall develop guidelines and rules for water conservation and water conservation programs and shall use water conservation as a criterion for approval of applications to change point of diversion, place or purpose of use or new appropriations of water.
- B. The state engineer may approve the transfer of conserved water to another point of diversion, place or purpose of use pursuant to Chapter 72 NMSA 1978 if approval of the transfer does not increase consumptive use.
- C. A water right owner may place and remove conserved water in a water conservation program approved by the state engineer without forfeiting or losing the water right.

Section 5. [NEW MATERIAL] WATER USE PLANNING.--Regional water plans and water use planning shall include water conservation as an alternative to increased use of existing supplies or development of new supplies of water and shall maximize the use of water conservation to meet future increased water demands. The interstate stream commission shall approve no grant for water planning without adequate assurances that water conservation is a priority objective of the planning process.

Section 6. [NEW MATERIAL] PUBLIC AWARENESS--EDUCATION

PROGRAM -- The state engineer in cooperation with the

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interstate stream commission shall develop a public education program to improve awareness about and encourage adoption of water conservation measures. The public awareness program shall include support of:

- A. research and demonstration projects to determine the most efficient water use technology and measures; and
- B. development of water conservation measures by state agencies, political subdivisions and the private sector.
- Section 7. Section 72-5-28 NMSA 1978 (being Laws 1907, Chapter 49, Section 42, as amended) is amended to read:

"72-5-28. FAILURE TO USE WATER--FORFEITURE.--

A. When the party entitled to the use of water fails to beneficially use all or any part of the water claimed by him, for which a right of use has vested for the purpose for which it was appropriated or adjudicated, except the waters for storage reservoirs, for a period of four years, such unused water shall, if the failure to beneficially use the water persists one year after notice and declaration of nonuser given by the state engineer, revert to the public and shall be regarded as unappropriated public water; provided, however, that forfeiture shall not necessarily occur if circumstances beyond the control of the owner have caused nonuse, such that the water could not be placed to beneficial use by diligent efforts of the owner; and provided that

periods of nonuse when irrigated farm lands are placed under the acreage reserve program or conservation reserve program provided by the [Food Security Act of 1985, P.L. 99-198] federal Agricultural Improvement and Reform Act shall not be computed as part of the four-year forfeiture period; and provided, further, that the condition of notice and declaration of nonuser shall not apply to water which has reverted to the public by operation of law prior to June 1, 1965.

- B. Upon application to the state engineer at any time and a proper showing of reasonable cause for delay or for nonuse or upon the state engineer finding that it is in the public interest, the state engineer may grant extensions of time, for a period not to exceed three years for each extension, in which to apply to beneficial use the water for which a permit to appropriate has been issued or a water right has vested, was appropriated or has been adjudicated.
- C. Periods of nonuse when water rights are acquired by incorporated municipalities or counties for implementation of their water development plans or for preservation of municipal or county water supplies shall not be computed as part of the four-year forfeiture statute.
- D. A lawful exemption from the requirements of beneficial use, either by an extension of time or other statutory exemption, stops the running of the four-year period . 120850.1

for the period of the exemption, and the period of exemption shall not be included in computing the four-year period.

- E. Periods of nonuse when the nonuser of acquired water rights is on active duty as a member of the armed forces of this country shall not be included in computing the four-year period.
- F. The owner or holder of a valid water right or permit to appropriate waters for agricultural purposes appurtenant to designated or specified lands may apply the full amount of water covered by or included in the water right or permit to any part of [such] the designated or specified tract without penalty or forfeiture.
- G. Periods of nonuse when water rights are acquired and placed in a water conservation program, which has been approved by the state engineer, by a water right owner, a conservancy district organized pursuant to Chapter 73, Articles 14 through 19 NMSA 1978, [or] an acequia or community ditch association organized pursuant to Chapter 73, Article 2 NMSA 1978 or the interstate stream commission shall not be computed as part of the four-year forfeiture period.

 Placement of claimed water rights in a water conservation program is not evidence of the validity of the water right. "

Section 8. Section 72-12-8 NMSA 1978 (being Laws 1931, Chapter 131, Section 8, as amended) is amended to read:

"72-12-8. WATER RIGHT FORFEITURE. --

A. When for a period of four years the owner of a water right in any of the waters described in Sections 72-12-1 through 72-12-28 NMSA 1978 or the holder of a permit from the state engineer to appropriate any such waters has failed to apply them to the use for which the permit was granted or the right has vested, was appropriated or has been adjudicated, the water rights shall be, if the failure to beneficially use the water persists one year after notice and declaration of nonuser given by the state engineer, forfeited and the water so unused shall revert to the public and be subject to further appropriation; provided that the condition of notice and declaration of nonuser shall not apply to water which has reverted to the public by operation of law prior to June 1, 1965.

- B. Upon application to the state engineer at any time and a proper showing of reasonable cause for delay or for nonuse or upon the state engineer finding that it is in the public interest, the state engineer may grant extensions of time, for a period not to exceed three years for each extension, in which to apply to beneficial use the water for which a permit to appropriate has been issued or a water right has vested, was appropriated or has been adjudicated.
- C. Periods of nonuse when irrigated farm lands are placed under the acreage reserve program or conservation reserve program provided by the [Food Security Act of 1985,

P.L. 99-198] federal Agricultural Improvement and Reform Act shall not be computed as part of the four-year forfeiture period.

- D. Periods of nonuse when water rights are acquired and placed in a state engineer-approved water conservation program by a water right owner, an artesian conservancy district, conservancy district, an acequia or community ditch association organized pursuant to Chapter 73, Article 2 or 3 NMSA 1978, an irrigation district organized pursuant to Chapter 73, Articles 9 through 13 NMSA 1978 or the interstate stream commission shall not be computed as part of the four-year forfeiture statute. Placement of claimed water rights in a water conservation program is not evidence of the validity of the water right.
- E. A lawful exemption from the requirements of beneficial use, either by an extension of time or other statutory exemption, stops the running of the four-year period for the period of the exemption, and the period of exemption shall not be included in computing the four-year period.
- F. Periods of nonuse when water rights are acquired by incorporated municipalities or counties for implementation of their water development plans or for preservation of municipal or county water supplies shall not be computed as part of the four-year forfeiture statute.
- G. Periods of nonuse when the nonuser of acquired . 120850. 1 $\,$

water rights is on active duty as a member of the armed forces of this country shall not be included in computing the fouryear period.

H. The owner or holder of a valid water right or permit to appropriate waters for agricultural purposes appurtenant to designated or specified lands may apply the full amount of water covered by or included in that water right or permit to any part of the designated or specified tract without penalty or forfeiture."

Section 9. Section 72-14-44 NMSA 1978 (being Laws 1987, Chapter 182, Section 2) is amended to read:

"72-14-44. INTERSTATE STREAM COMMISSION--GROUNDWATER

APPROPRIATION--WATER RIGHTS PURCHASE--WATER PLANNING FUNDING.--

- A. The interstate stream commission is authorized to appropriate groundwater or purchase water rights on behalf of any of the various regions of the state.
- B. Nothing in this section shall be construed as permitting the condemnation of water rights or as determining, abridging or affecting in any way the water rights of Indian nations, tribes or pueblos.
- C. The interstate stream commission [is authorized to] may make grants or loans of funds for the purpose of regional water planning. Prior to approval of any proposal by a region for planning funds under this section, the commission shall develop criteria for evaluating such proposals. These

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criteria at a minimum shall provide for:

- (1) identification of the region requesting planning funds and why it is hydrologically and politically an appropriate applicant;
- (2) use of an appropriate planning process, including opportunities for participation by those Indian nations, tribes or pueblos located within the various regions of the state;
- (3) reasonable proposed costs and timetables for completion of the planning process;
- (4) appropriate provisions for notice, review and comment where applicable;
- (5) adequate review of potential conflict with laws relating to impact on existing water rights;
- (6) adequate review of water conservation and the effect on the public welfare; [and]
- (7) evidence of official policy by water
 planning entities to implement water conservation measures; and
- [(7)] <u>(8)</u> identification of sources other than the interstate stream commission for funding of the proposed regional planning process.
- D. A water planning region eligible for funding under this section is an area within the state that contains sufficient hydrological and political interests in common to make water planning feasible. The state as a whole shall not . 120850.1

be considered a water planning region for purposes of this section.

- E. No entity shall be made a part of a proposal for planning funds under this section without its consent.
- F. No funds shall be granted under this [act] section to any party [or parties] that [are] is not within a water planning region. Whether a proposal for funding falls within a water planning region shall be determined on a case-by-case basis by the interstate stream commission after consultation with the state engineer and consideration of the following:
- (1) whether the source of water and the potential place of use of the water are located within the same hydrologic basin; and
- (2) if there is more than one party and the parties are requesting funds on a joint basis, whether the parties have demonstrated political and economic interests in common by entering into a binding intergovernmental agreement for carrying out the planning process."

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