HOUSE BILL NO. HB0002

Disposition of water rights.

Sponsored by: Select Water Committee

A BILL

for

AN ACT relating to the subdivision of land and water rights; requiring written documentation from the state engineer or state board of control on the disposition of water rights when subdividing land; requiring notice of the proposed disposition to other appropriators; making conforming amendments; providing applicability; and providing for an effective date.

8

9 Be It Enacted by the Legislature of the State of Wyoming:

- 11 **Section 1.** W.S. 15-1-415 by creating a new subsection
- 12 (e), 18-5-306(a)(intro), (xi)(intro), (A)(I) through (III),
- 13 by creating a new subdivision (IV) and (B) through (E) and
- 14 18-5-316(b)(intro), (ix)(intro), (A)(I) through (III), by
- 15 creating a new subdivision (IV), (B) and (C) are amended to
- 16 read:

1	
2	15-1-415. Additions to cities or towns by subdividing
3	landowners; plat requirements; filing and effect thereof;
4	controlling layout of streets.
5	
6	(e) With respect to any water rights appurtenant to
7	lands to be subdivided in accordance with this section and
8	prior to certification and approval of the map or plat the
9	governing body shall require the owner to submit to the
10	governing body the following:
11	
12	(i) The intended disposition of the water
13	rights, by:
14	
15	(A) Written documentation from the state
16	engineer or the state board of control that the owner
17	submitted to the state engineer or the state board of
18	control all documents necessary to voluntarily abandon the
19	water rights, cancel any unadjudicated permits or eliminate
20	applicable lands from any unadjudicated permits. The owner
21	shall notify any purchasers of this action;

1	(B) Written documentation from the state
2	board of control that the owner submitted to the state
3	board of control all documents necessary to change the use
4	or place of use to provide for beneficial use of the water
5	rights outside the subdivision, which may include a
6	transfer to the city or town for use within its municipal
7	water service boundaries;
8	
9	(C) A plan, accompanied by written
10	documentation from the state engineer approving the plan,
11	for the distribution of the water rights appurtenant to the
12	land to be subdivided. The plan shall specify the
13	distribution of the water to the lots within the
14	subdivision and shall include written documentation from
15	the state board of control that the owner submitted to the
16	state board of control all documents necessary to change
17	the use, place of use or point of diversion or means of
18	conveyance in accordance with W.S. 41-3-103, 41-3-104 or
19	41-3-114; or
20	
21	(D) Written documentation from the state
22	board of control that it has accepted an authorization to
23	detach water rights appurtenant to the lands to be

1	subdivided in accordance with rules and regulations
2	promulgated by the state board of control.
3	
4	(ii) If the subdivision is located within lands
5	served by or crossed by a ditch, irrigation works or other
6	water conveyance system, evidence that the owner submitted
7	the subdivision map or plat to the public entity, company,
8	association or appropriators responsible for the ditch,
9	irrigations works or other water conveyance system for
10	review and recommendations at least sixty (60) days prior
11	to the submittal of the map or plat to the governing body.
12	Upon receipt of the subdivision map or plat, the public
13	entity, company, association or appropriators shall notify
14	the owner if and how the subdivision will create a
15	significant additional burden or risk of liability;
16	
17	(iii) Evidence that the owner will specifically
18	state on all offers and solicitations relative to the

19 <u>subdivision</u> the <u>owner's</u> intent to <u>comply</u> with this

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paragraph and that the owner does not warrant to a

21 purchaser that the purchaser shall have any rights to the

22 <u>natural flow of any stream within or adjacent to the</u>

23 proposed subdivision. The owner shall further state that

1 Wyoming law does not recognize any riparian rights to the	-		-	-		The second secon		and the second second	4 4 4		4.00
	T	Wyomina	⊥aw	does	not	recognize	anv	riparian	riahts	to	the

- 2 continued natural flow of a stream or river for persons
- 3 living on the banks of the stream or river;

- 5 (iv) If the subdivision is located within the
- 6 boundaries of an irrigation district that is subject to the
- 7 provisions of title 41, chapter 7 of the Wyoming statutes,
- 8 the map or plat shall be accompanied by recommendations
- 9 from the irrigation district regarding any changes to the
- 10 <u>attached water rights and the irrigation district's</u>
- 11 easements. If there is a conflict with the irrigation
- 12 district's recommendations, the owner shall certify that it
- 13 met with and made a good faith effort to resolve any
- 14 conflicts with the irrigation district; and

- 16 (v) If the subdivision will create a significant
- 17 additional burden or risk of liability to the public
- 18 entity, company, association or appropriators responsible
- 19 for the ditch, irrigation works or other water conveyance
- 20 system, the owner shall provide an adequate and responsible
- 21 plan to reduce or eliminate the additional burden or risk
- 22 of liability and evidence that the owner submitted the plan
- 23 to the public entity, company, association or appropriators

1	for review and recommendation regarding the adequacy of the
2	plan.
3	
4	18-5-306. Minimum requirements for subdivision
5	permits.
6	
7	(a) The board shall require, and with respect to
8	paragraph (xii) of this subsection may require, the
9	following information to be submitted with each application
10	for a subdivision permit, provided the board may by rule
11	exempt from any of the following requirements of this
12	subsection or subsection (c) of this section, and may
13	exempt from including paragraph (xii) of this subsection,
14	the subdivision of one (1) or more units of land into not
15	more than a total of five (5) units of land:
16	
17	(xi) With respect to any water rights
18	appurtenant to lands to be subdivided in accordance with
19	this chapter and prior to final approval of the subdivision
20	permit, the subdivider shall provide the following:
21	
22	(A) The intended disposition of the water
23	rights, by:

1 2 (I) Evidence Written documentation 3 from the state engineer or the state board of control that 4 the subdivider has submitted to the state engineer the 5 documentation or the state board of control all documents necessary to relinquish voluntarily abandon the water 6 rights, and has notified cancel any unadjudicated permits 7 8 or eliminate applicable lands from any unadjudicated permits. The subdivider shall notify any purchasers and the 9 10 board of this action; 11 (II) Evidence Written documentation 12 from the state board of control that the subdivider has 13 14 submitted to the state engineer the documentation state board of control all documents necessary to change the use-15 16 or place of use or point of diversion to provide for 17 beneficial use of the water rights outside the subdivision; 18 or 19 20 (III) A plan, a copy of which was 21 submitted to and approved by the state engineer prior to the final approval of the subdivision application 22 23 accompanied by written documentation from the state

engineer approving the plan, for the distribution of the 1 2 water rights appurtenant to the land to be subdivided. The 3 plan shall specify the distribution of the water to the 4 lots within the subdivision and shall include written 5 documentation from the state board of control that the 6 subdivider submitted to the state board of control all appropriate applications for documents necessary to change 7 8 of the use, change of place of use or change in point of 9 diversion or means of conveyance in accordance with W.S. 10 41-3-103, 41-3-104 or 41-3-114; or 11 12 (IV) Written documentation from the 13 state board of control that it has accepted an 14 authorization to detach water rights appurtenant to the lands to be subdivided in accordance with rules and 15 16 regulations promulgated by the state board of control. 17 18 If the subdivision is located within 19 lands, served by or crossed by a ditch, irrigation company 20 or association or by an unorganized ditch works or other 21 water conveyance system, evidence that the subdivider submitted the plan has been submitted, to the public 22 23 entity, company, association or appropriators responsible

1 for the ditch, irrigation works or other water conveyance 2 system for review and recommendation at least sixty (60) 3 days prior to the submittal of the application for the 4 subdivision permit to the company, or association, or the 5 remaining appropriators in the case of an unorganized ditch for their review and recommendations board. Upon receipt 6 7 of the plan, the public entity, company, association or 8 appropriators shall notify the subdivider if and how the subdivision will create a significant additional burden or 9 10 risk of liability; 11 12 (C) Evidence that the subdivider will specifically state on all offers and solicitations relative 13 to the subdivision his the subdivider's intent to comply 14

17 rights to the natural flow of any stream within or adjacent 18

the proposed subdivision. He—The subdivider shall

further state that the Wyoming law does not recognize any

with this paragraph and that the seller subdivider does not

warrant to a purchaser that he the purchaser shall have any

riparian rights to the continued natural flow of a stream

21 or river for persons living on the banks of the stream or

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22 river;

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1 (D) If the subdivision is located within 2 the boundaries of an irrigation district that is subject to 3 the provisions of title 41, chapter 7 of the Wyoming 4 statutes, the application shall include a review and 5 recommendations from the irrigation district regarding any changes to the attached water rights and the irrigation 6 district's easements. If there is a conflict with the 7 8 irrigation district's recommendations, the applicant 9 subdivider shall certify that it has met with and made a 10 good faith effort to resolve any conflicts with the irrigation district; and 11 the subdivision will 13 (E) Ιf create 14

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significant additional burden or risk of liability to the irrigation district public entity, company, association or remaining appropriators including appropriators on an unorganized responsible for the ditch, irrigation works or other water conveyance system, the applicant subdivider shall provide an adequate and responsible plan to reduce or eliminate the additional burden or risk of liability and evidence that the subdivider submitted the plan to the public entity, company, association or appropriators for

1	review and recommendation regarding the adequacy of the
2	plan.
3	
4	18-5-316. Requirements for large acreage subdivision
5	permits.
6	
7	(b) The board may require, any or all of and with
8	respect to paragraph (ix) of this subsection shall require,
9	the following information to be submitted with ar
LO	application for a subdivision permit pursuant to this
L1	section:
L2	
L3	(ix) With respect to any water rights
L4	appurtenant to lands to be subdivided in accordance with
L5	this section and prior to final approval of the subdivision
L6	<pre>permit, the subdivider shall provide the following:</pre>
L7	
L8	(A) The intended disposition of the water
L9	rights by:
20	
21	(I) Evidence <u>Written documentation</u>
22	from the state board of control that the subdivider has
23	submitted to the state engineer the documentation board of

control all documents necessary to relinquish voluntarily 1 2 abandon the water rights, and has notified cancel any unadjudicated permits or eliminate applicable lands from 3 4 any unadjudicated permits. The subdivider shall notify any purchasers and the board of this action; 5 6 7 (II) Evidence Written documentation 8 from the state board of control that the subdivider has 9 submitted to the state engineer the documentation board of 10 control all documents necessary to change the use- or place of use or point of diversion to provide for beneficial use 11 12 of the water rights outside the subdivision; or 13 14 (III) A plan, a copy of which was 15 submitted to and approved by the state engineer prior to 16 the final approval of the subdivision application 17 accompanied by written documentation from the state engineer approving the plan, for the distribution of the 18 water rights appurtenant to the land to be subdivided. The 19 20 plan shall specify the distribution of the water to the lots within the subdivision and shall include written 21 documentation from the state board of control that the 22 subdivider submitted to the state board of control all 23

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    appropriate applications for documents necessary to change
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    of the use, change of place of use or change in point of
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    diversion or means of conveyance in accordance with W.S.
 4
    41-3-103, 41-3-104 or 41-3-114; or
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 6
                       (IV) Written documentation from the
    state board of control that it accepted an authorization to
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 8
    detach water rights appurtenant to the lands to be
    subdivided in accordance with rules and regulations
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    promulgated by the state board of control.
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                       If the subdivision is located within an
    irrigation district or within lands, served by or crossed
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    by a ditch, irrigation company or association or by an
    unorganized ditch works or other water conveyance system,
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16
    evidence that the <u>subdivider submitted the</u> plan <del>has been</del>
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    submitted to the district board public entity, company, or
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    association, or the remaining appropriators in the case of
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    an unorganized responsible for the ditch, irrigation works
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    or other water conveyance system for their review and
    recommendations at least sixty (60) days prior to the
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    submittal of the application for the subdivision permit to
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23
    the board; and
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2 (C) Evidence that the subdivider will 3 specifically state on all offers relative to the 4 subdivision his the subdivider's intent to comply with this paragraph and that the seller subdivider does not warrant 5 to a purchaser that he—the purchaser shall have any rights 6 7 to the natural flow of any stream within or adjacent to the 8 proposed subdivision. He The subdivider shall further state that the Wyoming law does not recognize any riparian rights 9 to the continued natural flow of a stream or river for 10 persons living on the banks of the stream or river. 11

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Section 2. The requirements in this act shall apply to subdivision applications filed on and after July 1, 2022.

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Section 3. This act is effective immediately upon completion of all acts necessary for a bill to become law as provided by Article 4, Section 8 of the Wyoming Constitution.

21 (END)