STATE OF IDAHO DEPARTMENT OF WATER RESOURCES

JUN 19 2020

WATER RESOURCES

NOTICE OF PROTEST

This form may be used to file a protest with the department under sections 42-108B, 42-203A, 42-203C, 42-211, and 42-222, Idaho Code. The department will also accept a timely protest not completed on this form if it contains the same information.

1.	Matter being protested Application for Permit No. 65-23926 in the names of David and Laurie Kohtz					
	Name of protestant_Black Canyon Irrigation District					
	Protestant's Representative for service (If different than protestant) Andrew J. Waldera					
4.	Service mailing address_P.O. Box 7985, Boise, ID 83707					
	Service telephone no Email Address: andy@sawtoothlaw.com					
	Basis of protest (including statement of facts and law upon which the protest is based) Please see attached.					
7.	(additional pages may be attached to describe nature of the protest) What would resolve your protest? To be determined; potential resolution requires adequate conditioning of any permit and future license to protect the physical filling of Cascade and Deadwood Reservoirs during					
	federal flood control/release operations.					
coi iss	ereby, acknowledge that if I, or my designated representative, fails to appear at any regularly scheduled afterence or hearing in the matter of which I have been notified at the address above, the department may use a notice of proposed default against me in this matter for failure to appear. I also verify that I have served opy of this protest upon the applicant.					
	Signed thisday ofJune, 20					
	Protestant's Representative Andrew J. Waldera					

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A protestant is required to timely file a protest with the department together with a \$25.00 protest fee for each application being protested in order for the protestant to be considered a full party by the department. In addition, the department's Rule of Procedure, IDAPA 37.01.01203, requires a protestant to send a copy of a protest to the applicant.

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	INSTRUCTIONS						
1.	The matter being protested must be clearly identified. A typical matter is identified by the application number such as "Application for Permit No in the name of " or "Application for Transfer No in the name of"						
2.	Show the name of the protestant. Only one (1) protestant may be shown per protest form. If this protest form is signed by more than one person, the hearing officer will consider the first signer as the official protestant and the representative for service of documents.						
3.	. If the protestant is represented by an attorney or other authorized representative, show the representative's name. The department then will serve documents on the representative and upon the protestant if specifically requested.						
4.	Show the address where the department is to serve the documents. This should be the address of the authorized representative unless the protestant does not designate a representative.						
5.	Show the telephone number of the authorized representative unless the protestant does not designate a service representative.						
6.	. Specifically describe the nature of the protest.						
7.	Describe the relief being sought by the protestant.						
FOR DEPARTMENT USE ONLY							
Re	ceived byLE Date <u>06/19/2020</u> Time <u>4:20PM</u>						
\$2:	ceived by LE Date 06/19/2020 Time 4:20 pm 5.00 fee Receipted by LE # W048410 Date 06/19/2020						

APPLICATION FOR PERMIT NO. 65-23926 in the name of David and Laurie Kohtz

PROTEST SUPPLEMENTAL SHEET

Question No. 6 (Basis of Protest)

Black Canyon Irrigation District ("BCID") protests the above-referenced Application for Permit under Idaho Code Section 42-203A on the following grounds:

Section 42-203A(5)(a); Injury

Applicant seeks to appropriate 0.04 cfs of Payette River flows from March 15 thru October 31. Approximately four months of the proposed season of use (March 15 thru July 15) overlap with forecast and rule curve-based federal flood control operations during flood control years. The current position of the Idaho Department of Water Resources ("Department") and the State of Idaho is that senior storage water rights for Cascade and Deadwood Reservoirs are accounted for on a "paper fill" basis. This water right accounting construct is performed year-round and accrues/accounts natural flow to the senior Cascade and Deadwood storage water rights regardless of whether physical storage actually occurs (*i.e.*, the paper fill-based water right accounting construct counts flood control bypass flows and reservoir evacuations against the existing storage rights for Cascade and Deadwood Reservoirs).

Whether the Department's paper fill-based water right accounting construct is consistent with Idaho law is still an open question at the ultimate appellate level. The Idaho Supreme Court declined the address the "already appropriated" arguments presented by BCID in the context of its (BCID's) recent "refill"-based appeal in Docket No. 44636 in the Payette River Basin. holding that those arguments are matters of water right administration first reserved for the Director to address. See Black Canyon Irr. Dist. v. State of Idaho, 2018 Opinion No. 1 (Jan. 2, 2018) at pp. 15-18. Nearly identical "already appropriated" arguments were also pending before the Idaho Supreme Court in the Boise River Basin appeals because: (1) flood control operations in the basin occur under similar forecast and rule-curve-based protocols; and (2) the appeals were predicated on IDAPA-based judicial review of administrative contested case proceedings directly addressing the Department's paper-fill water rights accounting construct. The Idaho Supreme Court was poised to address the "paper fill" water rights accounting construct in the Boise River Basin (Basin 63), but the matter was ultimately settled by those parties short of oral argument and Court decision. To the extent the paper-fill water rights accounting construct is consistent with Idaho law, this Application for Permit decreases the quantity of "excess" or "ancillary use" water available and necessary to physically fill Cascade and Deadwood Reservoirs during flood control years under the existing storage water rights.¹

¹ The Department expressly recognizes the "historic practice" of using so-called "excess" flows to physically fill reservoir spaces in the Payette River Basin bypassed or vacated for flood control purposes. The pending Application for Permit, if not sufficiently conditioned, erodes the quantity of "excess" water otherwise historically available and used to physically fill the reservoirs, in turn injuring existing water users dependent on stored water supplies, including BCID.

This injury concern is magnified by what the Idaho Supreme Court did decide in Docket Nos. 44635 (the United States appeal) and 44636 (the BCID appeal): namely that beneficial use-based late claims previously pending in the SRBA designed to preserve the undisputed historic practice of storing and using post-flood control release water in the Payette River Basin are barred by the operation of *res judicata* (resulting from the prior completion of the Payette Adjudication in 1986).

One of the administrative means by which BCID is left to preserve the historic status quo (*i.e.*, by preventing the future/further erosion of available "excess" flows used to physically fill Cascade and Deadwood Reservoirs) is protesting new surface water right applications sourced from the Payette River and its tributaries going forward under Idaho Code Section 42-203A(4).

Section 42-203A(5)(e); Conflicts with the Local Public Interest

As noted in the Comprehensive State Water Plan for the Payette River Basin (approved and adopted by the Idaho Legislature on February 5, 1999), forecast and rule curve-based flood control operations (i.e., "spill and fill" reservoir operations) are critical to the protection of property and life in the lower Payette River Valley. See, e.g., id., pp. 39-42; 68-72; and 160-163. Consequently, the Plan memorializes the existence and desirability of these operations and the balance between flood control and beneficial use storage the operations achieve (through the "refilling" of Cascade and Deadwood Reservoirs as and when it is safe to do so for beneficial use storage; i.e., as the flood risk wanes). Id., pp. 160-163.

Issuing the requested permit in this matter is contrary to the public interest because it jeopardizes the integrity (and balance) of spill and fill flood control operations by widening the gap between "paper fill" and physical fill of the reservoirs. This, in turn, could lead to future reservoir operations shifting closer to a "fill and spill" flood control regime providing less public flood control benefit than presently exists.

Section 42-203A(5)(f); Contrary to the Conservation of Water Resources

Cascade and Deadwood Reservoirs contain conservation pools (both for water quality and wildlife/fisheries habitat) and additional water storage increasingly relied upon for downstream anadromous fish flow augmentation. While much of Cascade Reservoir is "uncontracted space," that space is not free to be used for other purposes. Rather that space was formally set aside via NEPA process in 1995—creating a pool of water supporting a variety of environmental demands integral to local water quality and fisheries, and central to meeting the flow augmentation requirements of the landmark Nez Perce Water Rights Settlement Agreement (and resulting Congressional Act) of 2004. Flows from the Payette River Basin are also integral to meeting downstream Snake River minimum stream flows, particularly at the Weiser Gage.

Issuing the requested permit decreases the quantity of water available to physically fill the reservoirs in flood control years, thereby jeopardizing the conservation, environmental, and water rights settlement-based demands already placed on those stored water supplies.

Reservation of Rights

During the course of these proceedings, additional bases of protest may come to light. BCID reserves the right to raise additional contentions as they reveal themselves and as it deems necessary.