IN THE SUPERIOR COURT OF THE STATE OF ARIZONA IN AND FOR THE COUNTY OF MARICOPA 8

IN RE THE GENERAL ADJUDICATION OF ALL RIGHTS TO USE WATER IN THE GILA RIVER SYSTEM AND SOURCE

W-1, W-2, W-3, W-4 (Consolidated)

Contested Case No. W1-11-2413

ORDER TO INITIATE CONTESTED CASE

CONTESTED CASE NAME: In re Arizona Water Company San Manuel System

HSR INVOLVED: San Pedro River Watershed Hydrographic Survey Report.

DESCRIPTIVE SUMMARY: Contested case W1-11-2413 initiated to adjudicate potential water rights for Arizona Water Company San Manuel System municipal use. Status conference is set for December 18, 2020 at 2:00 p.m.

NUMBER OF PAGES: 17

DATE OF FILING: November 19, 2020

This Order initiates a contested case to consider the claims for water rights and resolve objections to Watershed File Report 113-08-003 ("WFR") published in the Final San Pedro River Watershed Hydrographic Survey Report (1991). The WFR identified potential water rights for municipal use. The identified sources of water for the claimed uses are 11 wells. A copy of the watershed file report is attached as Attachment A. Copies of the maps of the wells jointly prepared by Arizona Department of Water Resources and BHP Copper, Inc. are attached as

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Attachment B. Based on the maps generated by the Pinal County Assessor's Office, it appears that the owner of the land on which the wells are located is Magma Copper Company.

The WFR identified eleven Statements of Claimant filed by Magma Copper Company, now known as BHP Copper Inc., as the relevant filings for the potential water rights. According to the WFR, the Magma Copper Company sells water to Arizona Water Company for the community of San Manuel.

IT IS ORDERED:

- 1. Contested Case and Docket Number. This contested case shall be known as *In re Arizona Water Company San Manuel System*, contested case W1-11-2413 and it will address the Statements of Claimant and objections that were filed to Watershed File Report 113-08-003 published in the Final San Pedro River Watershed Hydrographic Survey Report (1991). Copies of objections can be found under the case name and number on the following website: http://www.superiorcourt.maricopa.gov/SuperiorCourt/GeneralStreamAdjudication/whatsNew.asp
- Litigants. The litigants in this contested case are the Claimant, all persons who
 filed objections to the Watershed File Report who are listed on Attachment C, and claimants who
 are allowed to intervene by order.
 - 3. Court-Approved Mailing List.
 - A. The initial Court-approved mailing list for this case shall include all persons listed on Attachment C to this order. The list may be modified only by filing a motion with the Special Master to amend the Court-approved mailing list. Litigants are responsible for using the current Court-approved mailing list.
 - B. A copy of any pleading filed with the Clerk of the Maricopa County Superior Court in this case shall be served upon each person listed on the Courtapproved mailing list.
 - C. Claimants wishing to be added or removed from the mailing list shall file a motion with the Special Master. Parties allowed to intervene will be automatically added to the mailing list.

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4. Courtesy Email List. The Special Master's office will email courtesy copies of orders and minute entries entered in this case to persons listed on Attachment C. Requests for inclusions on the email list should be sent to:

Durina Farrall at durina.farrall@jbazmc.maricopa.gov.

Status Conference. An initial status conference shall be held on December 18, 2020, at 2:00 p.m. At the status conference, BHP Copper Inc. shall be prepared to address the question of whether this case and the WFR should be dismissed because all claims and water rights addressed in the WFR can be fully adjudicated in In re Magma Copper - Mining, contested case no. W1-11-2428.

Instructions for telephonic appearance:

Dial: 602-506-9695 (local)

1-855-506-9695 (toll free long distance)

Dial Participant Pass Code 357264#

SUSAN WARD HARRIS

Special Master

On November 19, 2020 the original of the foregoing was delivered to the Clerk of the Maricopa County Superior Court for filing and distributing a copy to all persons listed on the Court-approved mailing list for this contested case, a copy of which is attached hereto as Attachment C, and to all persons listed on the Court-approved mailing list for W-1, W-2 and W-3.

Durina Farr

ATTACHMENT A

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              FILE 113-08-003
                                       (CONTINUED)
                                                                                                 CONTINUATION OF PAGE: 2
            DIVERSIONS
                                                                       (CONTINUED)
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4	SAN MANUEL OPERATION, SEE THE MAJOR USER'S REPORTS IN VOLUME 1.
5	W2-W12 - WELLS PROVIDE WATER FOR MUNICIPAL USES. MAGMA COPPER OWNS AND OPERATES ELEVEN WELLS LUCATED ON THE WEST SIDE OF THE SAN PEDRO RIVER BEWITEN THE MAGMA COPPER COMPANY'S MINE AND SMELTER LOCATED NEAR THE COMMUNITY OF SAN MANUEL. THE ELEVEN WELLS ARE UDINED BY A COMMON PIPELINE AND PROVIDE MINING AND DOMESTIC WATER FOR THE MINE AND SMELTER, AND MUNICIPAL WATER FOR THE COMMUNITY OF SAN MANUEL. THE ARIZONA WATER COMPANY BUYS THE WATER FROM THE MAGMA COPPE
7	COMPANY (REFER TO W.F.R. #113-08-22).
	USES AND RESERVOIRS MUT - MUNICIPAL WATER USE: ARIZONA WATER COMPANY - SAN MANUEL SYSTEM. FOR MORE INFORMATION ON THE ARIZONA WATER COMPANY - SAN MANUEL SYSTEM, SEE THE MAJOR USERS REPORTS IN VOLUME 1.
8	SHARED USES AND GIVERSIONS W2=W12 - WELLS ARE SHARED WITH W.F.R. #113-08-22.
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           W2, W4, W5, W6, W8 & W11 - WELLS PROVIDE WATER FOR MUNICIPAL AND MINING USES. MAGMA COPPER
           COMPANY DWNS AND OPERATES ELEVEN WELLS LOCATED ON THE WEST SIDE OF THE SAN PEORD RIVER. THESE
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           WELLS ARE JOINED BY A COMMON PIPELINE AND PROVIDE WATER FOR MINING AND DOMESTIC USES AT THE
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           MAGMA COPPER COMPANY'S MINE AND SMELTER LOCATED NEAR THE COMMUNITY OF SAN MANUEL. THE ARIZONA
           WATER COMPANY ALSO PURCHASES WATER FROM MAGMA COPPER COMPANY AND PROVIDES THE WATER TO SAN
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           MANUEL FOR MUNICIPAL USES. FOR MORE INFORMATION ON MAGNA COPPER COMPANY'S SAN MANUEL OPERATION.
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SEE THE MAJOR USERS REPORTS IN VOLUME 1.

ATTACHMENT B

1 Kimberly R. Parks (Bar No. 032828) 2 John D. Burnside (Bar No. 018260) Arizona Department of Water Resources SNELL & WILMER L.L.P. 3 Legal Division One Arizona Center, Suite 1900 P.O. Box 36020 400 East Van Buren Street 4 Phoenix, Arizona 85067 Phoenix, Arizona 85004-2202 Telephone: 602-771-8472 Telephone: (602) 382-6000 5 Fax: 602-771-8687 Email: jburnside@swlaw.com krparks@azwater.gov Attorney for BHP Copper 6 Attorney for ADWR 7 IN THE SUPERIOR COURT OF THE STATE OF ARIZONA 8 IN AND FOR THE COUNTY OF MARICOPA 9 IN RE THE GENERAL ADJUDICATION W-1 (Salt) 10 OF ALL RIGHTS TO USE WATER IN W-2 (Verde) THE GILA RIVER SYSTEM AND 11 W-3 (Upper Gila) SOURCE W-4 (San Pedro) 12 (Consolidated) 13 Contested Case No. W1-11-2428 14 BHP COPPER AND ARIZONA DEPARTMENT OF WATER 15 RESOURCES' JOINT REPORT ON LOCATIONS OF WELLS 16 17 Special Master Susan Ward Harris 18 CONTESTED CASE NAME: In re Magma Copper-Mining 19 DESCRIPTIVE SUMMARY: BHP Copper and The Arizona Department of Water 20 Resources ("ADWR") provide notice of filing a joint report on the locations of wells as requested by the Court in the Minute Entry Order dated March 26, 2019. 21 NUMBER OF PAGES: Three and three-page attachment 22 DATE OF FILING: July 30, 2020 23 24

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Pursuant to the Orders in this matter filed March 26, 2019 and March 31, 2020, BHP Copper and ADWR hereby jointly submit their report on the locations of wells relative to the boundaries of the subflow zone.

Figure 1 depicts the 26 BHP well locations. ADWR recently performed field investigations to collect more accurate coordinates for four of the wells. Figure 2 depicts the field investigation area. Table 1 shows the well locations agreed to by ADWR and BHP with indications as to whether each well is inside or outside of the subflow zone.

The report is attached to the original of this Notice being filed with the Clerk (Attachment A) and is being posted to ADWR's web site at:

https://new.azwater.gov/adjudications.

DATED this 30th day of July, 2020.

RESOURCES

Kimberly R. Parks, Deputy Counsel

SNELL AND WILMER L.L.P.

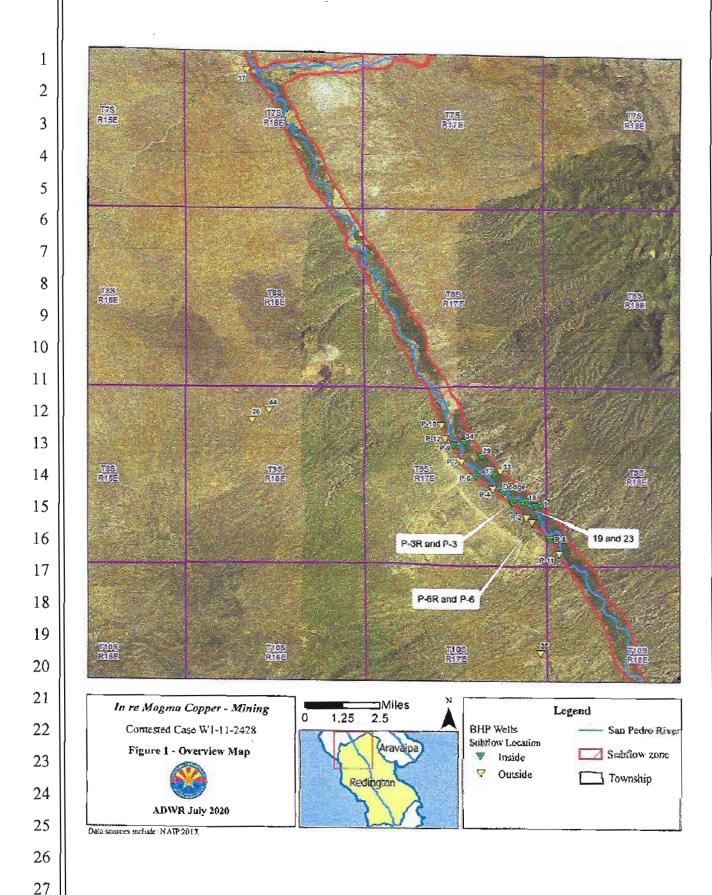
for

John D. Burnside, Attorney for BHP Copper

ORIGINAL of the foregoing notice and attachment sent by first-class mail on July 30, 2020, to:

1	Clerk of the Maricopa Superior Court
2	Attn: Water Case 601 W. Jackson Street
3	Phoenix, Arizona 85003
4	COPIES of the foregoing notice and attachment sent by first-class mail on
5	July 30, 2020, to:
6	Special Master Susan Ward Harris Maricopa County Superior Court
7	Central Court Building 201 West Jefferson Street, Suite 3A
8	Phoenix, AZ 85003-2205
9	COPIES of the foregoing notice and
10	attachment sent by first-class mail on July 30, 2020 to all parties on the
11	court-approved mailing list for Contested Case No. W1-11-2428.
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ATTACHMENT A



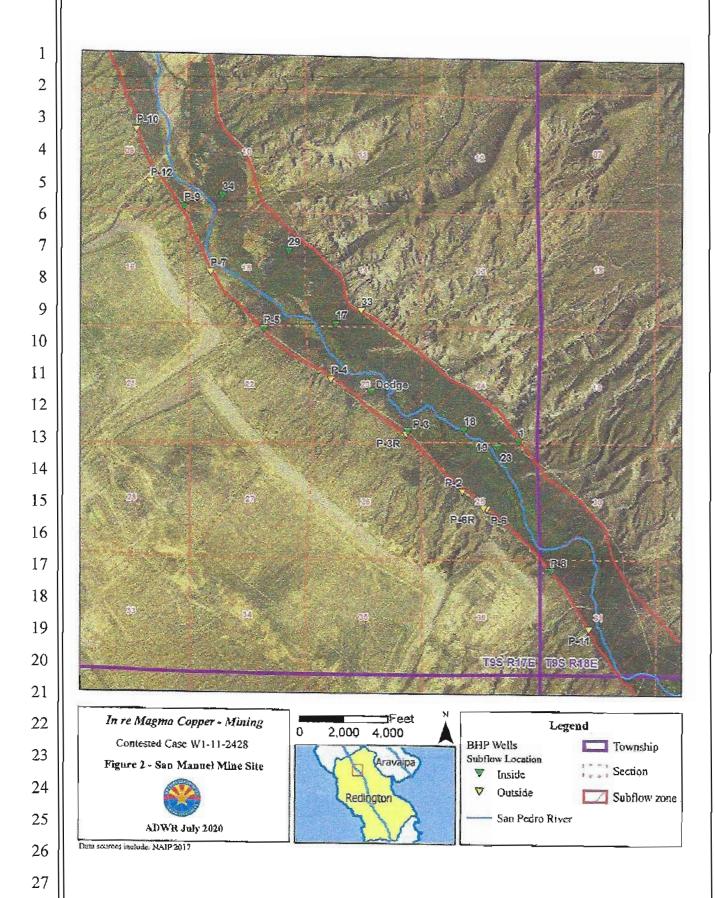


Table 1 - BHP Well Coordinates

BHP Well ID	Original Well Coordinates (NAD83)		Well Coordinates Collected by ADWR (NAD83)		Subflow Zone
D.O.	Longitude	Latitude	Longitude	Latitude	7
P-2	-110.562794	32.622917			Outside
P-3	-110.57067	32.630483	_	200	Inside
P-3R	-110.570872	32.630055	-110.57091	32.63005	Outside
P-4	-110.581930	32.636921		35	Outside
P-5	-110.591851	32.643031	-110.59187	32.64313	Inside
P-6	-110.559185	32.620743	7.9		Outside
P-6R	-110.559668	32.620842			Outside
P-7	-110.599663	32.650383	_	Managed Agenda de	Outside
P-8	-110.549729	32.61296		4=	Inside
P-9	-110.603587	32.658442	_		Inside
P-10	-110.610407	32.667969	:		Outside
P-11	-110.54427	32,605743		3.4	Ourside
P-12	-110.608526	32.661469	-		Outside
Ť.	-110.554510	32.629210		Vo. m.	Inside
17	-110.581223	32.643817			Inside
18	-110.5625	32.630619		F-#	Inside
19	-110.557906	32.62857	-	_	Inside
23	-110.557533	32,62852		4.	Inside
26	-110.718437	32.670000		_	Outside
29	-110.588187	32.652964			Inside
33	-110.576830	32.643871	-110.57749	32,64556	Outside
34	-110.597885	32.659821		M.E	Inside
35	-110.555127	32.557197	_	<u> </u>	Outside
37	-110.721490	32.838392	_		Outside
44	-110.70885	32.674727			Outside
Dodge	-110.57468	32.631857	-110.5760	32.6354	Inside

Joint Report on Location of Wells

In re Magnio Cooper - Mining Confested Case No. W1-11-2428 July 2020

1	ATTACHMENT C
2	
3	Arizona Department of Water Resources
4	Kimberly Parks Janet L. Miller
5	P. O. Box 36020 Phoenix, AZ 85067
6	Arizona Water Company
7	P. O. Box 29006
8	Phoenix, AZ 85038
9	ASARCO Incorporated Lauren J. Caster
10	Fennemore Craig, P.C.
11	2394 East Camelback Road Suite 600
	Phoenix, AZ 85016-3429
12	DLID Conner Inc
13	BHP Copper, Inc. John D. Burnside
14	Snell & Wilmer, L.L.P.
15	400 E. Van Buren Street, Ste 1900 Phoenix AZ 85004
16	Charles L. Cahoy
17	Assistant City Attorney
18	Phoenix City Attorney's Office 200 West Washington 13 th Floor
	Phoenix, AZ 85003
19	Clerk of the Superior Court
20	Maricopa County
21	Attn: Water Case
22	601 West Jackson Street Phoenix, AZ 85003
23	Gila River Indian Community
24	Linus Everling and Thomas L. Murphy
25	Office of the General Counsel P. O. Box 97
26	Sacaton, AZ 85147
27	Ioo D. Sporks and I assess A. IVanna and
	Joe P. Sparks and Laurel A. Herrmann The Sparks Law Firm, P.C.
28	· '

1	7503 First Street Scottsdale, Az 85251-4573
2	
3	Lucas T. Christian & Julian Nava Rosette, LLP
4	565 W. Chandler Blvd. Suite 212 Chandler, AZ 85225
5	
6	S. Montgomery, R. Interpreter, J. Tomkus Montgomery & Interpreter, Plc
7	3301 E. Thunderbird Road Phoenix, AZ 85032
8	Salt River Valley Water Users Association, Salt River Project Agricultural Improvement and Power District
9	John B. Weldon, Jr. and Mark A. McGinnis
10	Salmon, Lewis & Weldon PLC 2850 E Camelback Rd, Ste. 200
11	Phoenix, AZ 85016
12	Special Master Susan Ward Harris
13	Superior Court of Arizona 201 W. Jefferson Street
14	Courtroom 301 Phoenix, AZ 85003
15	
16	U. S. Department of Justice Patrick Barry and Emmi Blades
17	Environment and Natural Resources P. O. Box 7611
18	Washington, D.C. 20044-7611
19	William J. Taebel
20	City of Mesa City Attorney's Office
21	P. O. Box 1466 Mesa, AZ 85211-1466
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