1 2 3 4 5 6 IN THE SUPERIOR COURT OF THE STATE OF ARIZONA 7 IN AND FOR THE COUNTY OF MARICOPA 8 9 10 W-1 (Salt) IN RE THE GENERAL W-2 (Verde) 11 W-3 (Upper Gila) ADJUDICATION OF ALL RIGHTS TO 12 W-4 (San Pedro) USE WATER IN THE GILA RIVER 13 SYSTEM AND SOURCE Consolidated 14 Contested Case No. W1-11-232 15 ORDER QUANTIFYING FEDERAL 16 RESERVED WATER RIGHTS FOR 17 SAN PEDRO RIPARIAN NATIONAL CONSERVATION AREA 18 19 CONTESTED CASE NAME: In re San Pedro Riparian National Conservation Area 20 21 HSR INVOLVED: San Pedro River Watershed Hydrographic Survey Report. 22 DESCRIPTIVE SUMMARY: Federal reserved right to surface water granted in part and federal 23 reserved water rights to maintain groundwater elevations granted in part. No federal reserved rights granted for additional groundwater pumping for augmentation and no federal reserved rights granted for point sources. The United States shall submit a form of decree consistent with the findings in this 24 Order by December 1, 2023. Objections to the form of decree shall be filed by January 22, 2024. 25 NUMBER OF PAGES: 55 26 DATE OF FILING: August 24, 2023

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#### I. Introduction

The San Pedro Riparian National Conservation Area ("SPRNCA") is a two-mile wide riparian corridor covering 57,000 acres along the San Pedro River in Southern Arizona. [U.S. FOF 51; Exh. 513 at 10; PDF 30 fig. 1] The riparian corridor consists of the floodplain, the area nearest to and encompassing the active river channel, and the terraces, which are the higher areas in SPRNCA adjacent to the floodplain. [020519:75-76 (Garrett)] Cottonwood and willow trees as well as herbaceous wetland plants, reliant on groundwater or streamflow, grow in the floodplain along the river. [Exh. 8079 at 5, PDF 6; 051419:131-32 (Huntington)]. Mesquite trees and grasses cover the terraces. [051419: 131-32 (Huntington)]. Native fish populations inhabit reaches of the San Pedro River running through SPRNCA.

On November 18, 1988, the federal government established SPRNCA, as part of the Arizona-Idaho Conservation Act of 1988 ("Act") to "protect the riparian area and the aquatic, wildlife, archeological, paleontological, scientific, cultural, education, and recreational resources of the public lands surrounding the San Pedro River in Cochise County, Arizona." Arizona-Idaho Conservation Act of 1988 (the "SPRNCA Act"), codified as 16 U.S.C. § 460xx(a) (1988). Congress described the land reserved by reference to a map but directed the Secretary of the Interior to prepare a map and legal description of the reserved area after the passage of the SPRNCA Act. 16 U.S.C § 460xx(c). The designated area contained federal land that also encompassed land owned by private individuals, the City of Tombstone, Cochise County, and the State of Arizona. Following the passage of the SPRNCA Act, the federal government acquired a portion of, but not all of the land, located within the external boundaries of SPRNCA. [U.S. FOF 39] The non-federal inholdings within SPRNCA are not part of the land for which the federal government seeks to reserve a water right and its Statements of Claimant excludes inholdings within the boundaries of SPRNCA. [Id.] The quantification of federal

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reserved water rights in this case only applies to federal land reserved by the United States for SPRNCA.

Geographically, SPRNCA begins at the international border with Mexico and extends north roughly 40 miles along the San Pedro River. See figure 1. Historically, this area was a broad valley

with a shallow, meandering stream surrounded by grasses and wetland vegetation associated with marshy environments. [020519:76-80 (Garrett); Exh. 506 at 1, PDF 5] At the turn of the twentieth century, virtually no riparian plant community and few, if any, trees existed. [Exh. 506A] at 3, PDF 7; Exh. 2335 at 237, PRF 26] The area supported mining, ranching, and agricultural operations. [Exh. 2335 at 221, PDF 10] Cattle ranchers ran an estimated

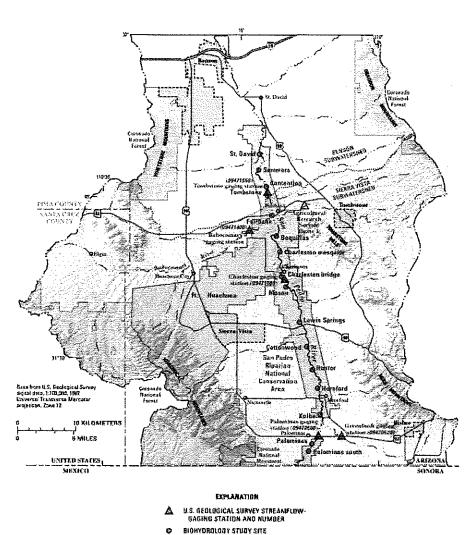


Figure 1 Source: Exh. 513 at 24, PDF 44

36,000 animals in the upper San Pedro valley as early as the 1890s. [Exh. 506 at 2, PDF 6] Due to reforms undertaken in the 1930s, cattle grazing continued at more moderate levels throughout the following decades. [Exh. 144 at 1188, PDF 8; Exh. 506 at 2, PDF 6] Approximately 2,000 acres of

the land were farmed which, based on the United States' calculations, required 10,000 acre-feet of water annually for irrigation. [Exh. 7 at 55, PDF 60; Exh. 2335 at 221, PDF 10; U.S. FOF 323]

In the early 1900s, a series of floods, an earthquake, the cattle grazing, and deforestation of surrounding mountains and hills, contributed to geomorphic changes of the land. The San Pedro River became entrenched, meaning that instead of flowing through a broad valley, the river channeled through a narrow floodplain area bounded by steep terraces. [Exh. 513 at 14, PDF 34; Exh. 506A at 1-3, PDF 5-7] The geomorphic changes in the area continued through the 1950s at which point the area stabilized. [Exh. 6 at 3, PDF 5] In addition to physical changes to the landscape, the surrounding marshes that had previously typified the vegetation along the river underwent substantial changes. [043019:65 (Fogg)] By the 1930s, cottonwood and willow forests began to develop. [Exh. 506A at 3, PDF 71 Following the mid-century stabilization of the area, the predominant cover type on the floodplain, now a part of SPRNCA, shifted from bare ground and grasslands in the 1950s to shrublandwoodland by the early 2000s. [Id.] The area of the cottonwood-willow forest increased nearly threefold between 1955 to 2003, and now provide key habitat for migratory birds and other species. [Exh. 144 at 1185, PDF 5; Exh. 2335 at 266, PDF 55] Native fish populations changed as well over the past decades. Finally, as the Bureau of Land Management ("BLM") took over the area, historic land uses have been eliminated. It terminated cattle grazing in the area beginning in the 1980s and ended the historical irrigation uses following the passage of the SPRNCA Act. [U.S. FOF 322]

At issue here is the quantification of that amount of water sufficient to protect the riparian habitat on the lands reserved for SPRNCA as it has developed since the mid-1950s with its forested floodplains along with the native fish populations in the San Pedro River. In its Third Amended Statement of Claimant 39-13610, the United States claimed federal reserved water rights based on streamflow data collected between 1954 and 1988 at three USGS gaging stations: the Palominas gage

at the south end of SPRNCA, the Charleston gage near the center of SPRNCA, and the Tombstone gage located at the northern end of SPRNCA near the old town of Fairbank. [U.S. FOF 58; Exh. 1 at PDF 31] The United States claims rights to 15,900 acre-feet annually ("AFA") at Palominas, 28,000 AFA at Charleston, and 30,200 AFA near Tombstone. [Exh. 1 at PDF 29] It claims 2,015 AFA of total streamflow for the portion of the Babocomari River that flows in SPRNCA and joins with the San Pedro River. [Id.] The United States also claims federal reserved water rights to maintain groundwater elevations at nine monitoring wells located along the length of SPRNCA. [U.S. FOF 120; Exh. 1 at PDF 2] Finally, the United States claims rights to an additional 300 acre-feet of groundwater per year for stream augmentation under emergency conditions as well as surface water from nine point sources. [U.S. FOF 201, 1113]

## II. Procedural Background

The Arizona-Idaho Conservation Act directed the Secretary of the Interior to file a claim for quantification of water rights "in an appropriate stream adjudication." Pub. L. No. 100-696 §102(d), 102 Stat. 4571. The Bureau of Land Management ("BLM") filed Statement of Claimant 39-13610 ("SOC") in the Arizona General Stream Adjudication in 1989. [ADWR Report at 1-1, PDF 9, Exh. 14] On September 26, 2006, the Special Master issued a case management order identifying each of the relevant Watershed File Reports ("WFR"), prepared by Arizona Department of Water Resources ("ADWR") that investigated water uses on land included in SPRNCA, and the assigned case numbers that pertain to lands within the SPRNCA. All WFRs and associated case numbers were consolidated with *In re San Pedro Riparian National Conservation Area*, contested case no. W1-11-232. Table 1 lists the WFRs and associated case numbers identified in the Special Master's order.

The BLM subsequently amended the SOC three times and, on September 26, 2006, the Special

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Master initiated this contested case, W1-11-232, to address objections to the WFRs associated with the land that comprises SPRNCA. Id.

Prior to the evidentiary hearing, the Special Master reached the following conclusions of law: (1) Congress withdrew public domain land for SPRNCA and reserved it for the purposes listed in §101(a) of the SPRNCA Act (2) Congress intended to make it clear and unambiguous that the purposes listed in §101(a) of the enabling statutes that reserved SPRNCA are the primary purposes of the reservation and any other purposes not listed in §§101

Watershed File Report No.	Contested Case No.
111-20-032	W1-11-232
111-20-065	W1-11-252
111-20-DD-001	W1-11-419
111-23-AAA-001	W1-11-629
111-23-DDA-004	W1-11-1154
111-24-082	W1-11-1211
111-24-CBB-002	W1-11-1343
111-24-CBB-003	W1-11-1344
111-24-CBB-005	W1-11-1346
111-24-CCB-011	W1-11-1374
112-17-063	W1-11-1655
112-17-088	W1-11-1675
112-17-DB-096	W1-11-2066
112-17-DCA-010	W1-11-2187
112-17-DCD-001	W1-11-2193
112-20-013	W1-11-2239

secondary purposes; (3) Congress Table 1. Watershed File Reports and associated contested cases consolidated in this proceeding.

expressly intended to reserve Source: Order at Attachment A, (September 26, 2006)

unappropriated water for SPRNCA; and (4) the priority date of SPRNCA's federal reserved water right is November 18, 1988, but that same priority date does not apply to water reserved for lands

acquired by the United States after creation of the initial reservation on November 18, 1988. See Special Master's Order at 10-15 (March 4, 2009).

In 2010, the Special Master issued additional legal findings. Special Master Shade concluded that Certificate of Water Right No. 90103.0000 issued under state law is a "perfected vested appropriative property right of the United States to surface water" and because the vested interests in the certificate and the stated purpose of the federal reservation overlap on protection of "wildlife" and "recreational resources," Certificate of Water Right No. 90103.0000 must be included in the inventory of available water rights for the SPRNCA. See Special Master's Order at 4, 7 (March 19, 2010). Additionally, the Special Master determined that the beneficial uses of Certificate of Water Right 90103.0000 "are distinct and separate uses that partially, but not fully, fulfill the federal purposes of the SPRNCA to the extent water is required." Id. at 7. He found that the federal purposes of SPRNCA include the protection of archeological, paleontological, scientific, cultural, and educational values that are not included within the scope of a Certificate of Water Right issued under state law. Id.

In 2013, the Special Master found that, as a matter of law, the quantity of water needed to fulfill the purpose of SPRNCA is not based on a standard of minimal need. Instead, it is that quantity of water "sufficient" to fulfill the purposes of the reservation. Special Master's Order at 1-2 (Oct. 17, 2013). The final legal determination made by the Special Master concerned the quantity of unappropriated water at the time of the passage of SPRNCA. The Special Master determined that it was necessary to determine the quantity of unappropriated water available for use as of the date SPRNCA was created, but such a determination was not required prior to the quantification of the federal reserved water right for SPRNCA. *Id.* at 10. The Special Master's conclusions of law were not issued in the form of final report under Ariz. R. Civ. P. 53. The Special Master also did not issue

a final report on the water rights of SPRNCA and, therefore, the parties did not file written objections with the Court. See A.R.S. § 45-257(A)(2).

On May 29, 2013, the Special Master designated three evidentiary issues for trial. *See* Special Master's Order at 2. Those three issues were:

- 1. Determination of the boundaries of the conservation area.
- 2. Quantification of the federal reserved water rights claims.
- Interaction of Certificate of Water Right No. 90103.000 with the federal reserved water rights claim.

On July 2, 2013, this case was transferred to the Court. See Minute Entry at 2, filed July 2, 2013. Only the first two issues are the subject of this Order. The parties appear to have agreed that evidence concerning the third issue was excluded by the Court pursuant to the Court's ruling on the motion in limine in In re the General Adjudication of All Rights to Use Water in the Gila River System and Source, Contested Case Wl-11-3342. See December 28, 2018 Joint Pre-Trial Statement at p. 7, 1. 3-19.

At trial, the United States, the claimant, was joined by the Salt River Project and the San Carlos Apache Tribe. Objectors to this case are Freeport Minerals Corporation ("Freeport"), Cochise County, Liberty Utilities (Bella Vista Water) Corporation, Arizona State Land Department, the City of Sierra Vista, and Pueblo del Sol Water Company ("Pueblo del Sol").

### III. Boundary Issues

The United States stipulated with the Arizona State Land Department that federal reserved water rights do not attach to 280 acres of State Trust land within the boundaries of SPRNCA. See

Stipulation Regarding the Amount of State Trust Land within the Purported Boundary of the San Pedro Riparian National Conservation Area (February 14, 2019).

Freeport, Cochise County, Pueblo del Sol, and the City of Sierra Vista assert that reserved water rights do not attach to various parcels within the boundaries of SPRNCA. The United States does not dispute that Cochise County owns in fee two inholdings within SPRNCA, a 16.193-acre "gravel pit" and approximately 30 acres of Charleston Road. United States Post-Trial Brief at 98 Further, Freeport argues that reserved water rights do not attach to 26 individual parcels of land that ADWR determined were acquired after SPRNCA's reservation. Freeport Closing Statement at 10–11; Exh. 14 at 5-2 to 5-4. Pueblo del Sol and the City of Sierra Vista assert that ADWR found more than 77.19 acres that the United States did not identify and that the United States' failure to provide an accurate legal description precludes the finding of a reserved water right. Pueblo del Sol Closing Brief at 17–19. Cochise County also argues that reserved water rights do not attach to approximately 75 acres of land over which it claims easements. Cochise County Post-Trial Brief at 26–27.

This court will not make any finding of fact regarding the above disputes. First, the Quiet Title Act precludes state courts from resolving challenges to the United States' title to real property. 28 U.S.C. § 2409a(a); *McClellan v. Kimball*, 623 F.2d 83, 86 (9th Cir. 1980). Second, the disputes concern such small quantities of land in relation to SPRNCA's total acreage, comprising at least 55,000 acres, that they are irrelevant to the quantification of reserved water rights in this case. {Exh. 14 at 5-2]

#### IV. Management Issues

Pueblo del Sol, the Town of Sierra Vista, and Cochise County contend that the appropriate standard to be applied to the quantification must include an evaluation of BLM's management of SPRNCA. Pueblo del Sol and the Town of Sierra Vista read §103(a) of the SPRNCA Act as requiring the federal government to prepare a management plan for SPRNCA before asserting its claims to reserved water rights. Pueblo Del Sol Closing Brief at 10. The legislative provision states as follows:

No later than 2 years after the enactment of this title, the Secretary shall develop a comprehensive plan for the long-range management and protection of the conservation area. The plan shall be developed with full opportunity for public participation and comment, and shall contain provisions designed to assure protection of the riparian area and the aquatic, wildlife, archeological, paleontological, scientific, cultural, educational, and recreation resources and values of the conservation area.

16 U.S.C.460xx-2(a).

Since the adoption of the SPRNCA Act, BLM has prepared the San Pedro River Riparian Management Plan and Impact Statement, a Resource Management Plan, and a San Pedro Riparian National Conservation Area Habitat Management Plan. [Exh. 83; Exh. 415; Exh. 82] Pueblo del Sol and the Town of Sierra Vista challenge the BLM plans as deficient and argue that federal reserved water rights must be based on a management plan that has a "clearly articulated long-term vision, some 50 or more years into the future, with shorter term objectives, on a reach-by reach basis, to move toward the vision." Pueblo Del Sol Closing Brief at 13.

While the SPRNCA Act certainly requires the development of a management plan, the explicit standard for quantification of the reserved water is an amount sufficient to fulfill the purposes of SPRNCA. The statute neither requires the development of a management plan prior to the assertion of federal reserved water rights nor does it impose on the court the multi-step obligation that Objectors suggest. The court need not examine management documents, determine whether those documents

constitute the management plan required by §103(a) of the SPRNCA Act, determine whether the management plan provides for a sufficient amount of water, and finally determine whether the amount claimed is in accordance with the management plan. Congress explicitly reserved federal reserved water right for SPRNCA and dictated the standard to be used to quantify those rights. It did not impose the expanded standard to quantify federal reserved water right advocated by the Pueblo del Sol and the Town of Sierra Vista.

Pueblo del Sol and Cochise County also seek to augment the statutory standard with a requirement that the court examine the management policies of BLM to determine whether BLM should take action to reduce the amount of water required by the ecosystem. For example, Pueblo del Sol and the City of Sierra Vista criticize BLM because it has "not even studied potential measures that would control the quantity of cottonwood or willows." Pueblo del Sol Closing Brief at 14. In its San Pedro Riparian National Conservation Area Habitat Management Plan, BLM emphasized the need for high recruitment of young cottonwood and willow trees and proposed planting additional cottonwood and willow trees among the riparian corridor to improve avian habitat. [Exh. 82 at 12, PDF 16]. The rationale that BLM provided in the planning document for increasing, and not decreasing, those types of trees appears consistent with its directive to maintain and protect SPRNCA. No evidence was offered by Pueblo del Sol and the City of Sierra Vista that removal or thinning of the cottonwood and willow forests was necessitated by the purposes of the SPRNCA Act. Pueblo del Sol and the City of Sierra Vista do note their approval of BLM's multi-year burning of mesquite trees to reduce water consumption. Pueblo del Sol Closing Brief at 14. Cochise County, however, complains that BLM did not implement a more aggressive program to remove mesquite trees and that it operated a program to remove tamarisk trees every other year rather than every year in order to conserve water. Cochise County Post-Trial Brief at 7-8. Again, no evidence was introduced upon which to make a finding

that one of the purposes for which Congress reserved the conservation area was to have BLM undertake large tree removal operations to conserve water within the boundaries of SPRNCA. The SPRNCA Act set the standard to quantify the amount of water. It does not require, on the record in this case, an examination of either BLM's written management documents or its operational management actions to quantify federal reserved water rights.

#### V. Standard to Quantify a Federal Reserved Water Right

In this evidentiary proceeding, the parties fully briefed the legal conclusion reached by Special Master Shade concerning the legal standard that applies to quantification of the federal reserved water right for SPRNCA. The determination of the legal standard will be reviewed *de novo* by this court. Ariz. R. Civ. P. 53(f)(4).

Congress has the authority to reserve water appurtenant to lands withdrawn from the public domain for specific federal purposes. *United States v. New Mexico*, 438 U.S. 696, 698 (1978). Congress exercised this power when it passed the SPRNCA Act, which provided in relevant part:

SEC. 101. (a) ESTABLISHMENT. — "16 USC 460xx" In order to protect the riparian area and the aquatic, wildlife, archeological, paleontological, scientific, cultural, educational, and recreational resources of the public lands surrounding the San Pedro River in Cochise County, Arizona, there is hereby established in the San Pedro Riparian National Conservation Area (hereafter in this title referred to as the "conservation area").

(d) WATER RIGHTS. — Congress reserves for the purposes of this reservation, a quantity of water sufficient to fulfill the purposes of the San Pedro Riparian National Conservation Area created by this title. The priority date of such reserve rights shall be the date of enactment of this title. The Secretary shall file a claim for the quantification of such rights in an appropriate stream adjudication.

Unlike many other cases involving claims for federal reserved water rights, Congress explicitly reserved water appurtenant to the land reserved for SPRCNA. See, e.g., United States v. New Mexico, 438 U.S. at 700; Arizona v. California, 373 U.S. 546, 577 (1963). Congress defined the standard to be used to quantity the amount of water reserved as "a quantity of water sufficient to fulfill the purposes of" SPRNCA. 16 USC § 460xx-1(d).

The parties dispute the meaning of "sufficient." The Special Master framed the dispute as whether a "sufficient" standard exceeded a "minimal need" standard, which he defined as "only that amount of water necessary to fulfill the purpose of the reservation, no more." Order Determining the Issues Designated for Briefing in the Order Dated May 29, 2013 at 3 (October 17, 2013). The Special Master decided that the minimal need standard differs from a sufficient standard and that the minimal need standard does not apply in this case. The United States cites the decision by the Special Master to argue that the applicable standard to quantify the federal reserved water rights is "enough to fulfill" the purposes of SPRNCA. United States Post-Trial Brief at 9. Freeport, the Arizona State Land Department, Liberty Utilities (Bella Vista Water) Corporation, Cochise County, Pueblo del Sol, and the City of Sierra Vista contend that the sufficient standard adopted by Congress and included in the SPRNCA Act is synonymous with a minimal need standard. Freeport Closing Statement at 4–9; ASLD Post-Trial Statement at 4–7; Cochise County Closing Brief at 6; Pueblo del Sol Closing Brief at 4-7.

Under a standard rule of statutory interpretation, Congress is presumed to be aware of the decisions issued by the United States Supreme Court and to expect that the statutes it enacts will be interpreted in conformity with those decisions. *Edelman v. Lynchburg College*, 535 U.S. 106, 117, n. 13 (2002); see also Cannon v. Univ. of Chicago, 441 U.S. 677, 694 (1979); Walmart Inc. v. U.S. Dep't of Justice, 517 F. Supp. 3d 637, 650 (E.D. Tex.), aff'd, 21 F.4th 300 (5th Cir. 2021). Twelve years

before the enactment of the SPRNCA Act, the Supreme Court quantified federal reserved water rights for Devil's Hole, a part of the Death Valley National Monument to protect an endangered fish. Cappaert v. United States, 426 U.S. 128 (1976). The Cappaert Court found that the reservation of the water right was explicit not implicit. Id. at 140. It continued its analysis by acknowledging that a federal reservation of water rights "reserves only that amount of water necessary to fulfill the purpose of the reservation, no more." Id. at 141; Winters v. United States, 207 U. S. 564 (1908). The Court next identified the purpose of the reservation and ended that portion of its legal analysis by both approving the lower court's quantification and introducing the term "minimal need" into the lexicon of federal reserved water rights:

[T]he level of the pool may be permitted to drop to the extent that the drop does not impair the scientific value of the pool as the natural habitat of the species sought to be preserved. The District Court thus tailored its injunction, very appropriately, to minimal need, curtailing pumping only to the extent necessary to preserve an adequate water level at Devil's Hole, thus implementing the stated objectives of the Proclamation.

Cappaert, 426 U.S. at 141. The Court delivered the holding of the case in the final paragraph of the decision where it found that the United States had federal reserved water rights "sufficient to maintain the level of the pool to preserve its scientific value . . . ." *Id.* at 146. When Congress passed the SPRNCA Act, it incorporated, almost word-for-word, the descriptive standard applied by the *Cappaert* Court. *Compare Cappaert*, 426 U.S. at 139 (stating that the reservation at issue implicitly "reserves water rights sufficient to accomplish the purposes of the reservation."), with 16 U.S.C. 460xx-1(d) (reserving "water sufficient to fulfill the purposes of [SPRNCA]").

The United States contends that the "sufficient" language in the SPRNCA Act signals a rejection by Congress of the minimal need standard found in *Cappaert*. United States Post-Trial Brief at 8-9. The *Cappaert* Court did not create two different standards, i.e., a minimal need standard and

a sufficient standard, in the same decision to be applied to the same pool of water to protect the same endangered fish. It created a single standard to quantify federal reserved water rights for land reserved for a national monument. By incorporating the language of the holding in *Cappaert* in the SPRNCA Act, Congress is understood, under the applicable rules of statutory construction, to have intended that the same standard used in *Cappaert* to quantify water for the fish found in Devil's Hole shall be used to quantify federal water rights to protect the riparian habitat in SPRNCA. Under this standard, the United States is not merely required to show that its claimed rights are enough to fulfill the purposes of the Act; the United States is required to show that the quantity of water claimed is the minimal amount sufficient to fulfill the purposes of the Act. It does not meet its evidentiary burden by demonstrating the optimal amount of water necessary to protect the riparian area and aquatic resources of SPRNCA.

The next issue related to the applicable standard raised by the parties concerns the factors that should be considered in the quantification of the federal reserved water right. One factor is streamflow data collected over a number of years from the gages on the San Pedro River. No party disputes that data from multiple years is necessary because it is important that the decreed rights provide a natural flow regime. [043016:13 (Fogg)] The term "natural flow regime" is commonly used to describe the dynamic character of streamflow that includes the magnitude, frequency, duration, timing, and rate of change of flows. [Exh. 14 at 3-4, PDF 23] James Fogg, a hydrologist who holds a master of science in Watershed Science, explained that a natural flow regime will maintain ecosystem integrity and the seasonal variability in baseflows and highflows. [043016:13 (Fogg)] Highflows, or floods, provide "environmental cues for flora and fauna, refresh ambient water quality, and trigger fish movements and riparian reproduction." [Exh. 6 at 1, PDF 3] Larger floods can also create new habitats and recharge the floodplain alluvium. [Id.]

Mr. Fogg testified that the natural flow regime is best characterized by an annual hydrograph that illustrates the typical flow fluctuations over a 12-month calendar year. [Id.] The annual hydrograph consisting of 12 monthly flows, as opposed to a single total annual volume, assures a proper distribution of the total annual volume claimed. [Exh. 6 at 5, PDF 9] No party disputes that federal reserved water right for streamflow should be quantified by acre-feet per month and an annual total volume that includes some amount of the annual flood flows. This court has already determined that baseflows should be calculated based on the monthly median of daily mean flows calculated from reliable data provided by a streamgage over a period of record of multiple years. Order Quantifying Federal Reserved Water Rights for the Aravaipa Canyon Wilderness Area, Contested Case W1-11-3342 at 11-12 (December 17, 2018).

The United States, joined by Salt River Project, makes the argument that the relevant streamflow data is the data for the period beginning in 1954 and ending in 1988, the year Congress enacted the SPRNCA Act. The United States uses 1954 as the year to begin the collection of data because that is the date the physical landscape stabilized. It ends its data collection in 1988 because Congress passed the SPRNCA Act in 1988. The United States argues that, as a matter of law, no streamflow data post-1988 should be considered because Congress intended to reserve the water present in the stream when it passed the SPRNCA Act. United States Post-Trial Brief at 20. The statutory language does not support the United States' legal position. The statute did not couple hydrology with a date in time; it coupled hydrology with ecology. The statute did not reserve water sufficient to maintain the streamflow in SPRNCA as it existed in 1988; it reserved water sufficient to protect SPRNCA Act. Thus, a factual determination will be undertaken to ascertain whether the water quantification based on the streamflow data collected for 1954-1988 satisfies the standard established by the SPRNCA Act.

Freeport, joined by the Arizona State Land Department, challenges the United States' time period used to collect data, arguing that quantification should be based on streamflow data collected during a later 35-year time period, 1981 to 2015. Freeport Closing Statement at 18; ASLD Post-Trial Statement at 12. Pueblo del Sol and the City of Sierra Vista reject the periods of record proposed by both the United States and Freeport because the evidence does not support quantifying any federal reserved water right at this time. They, however, acknowledge that "if the Court does grant one it must be limited to the streamflow levels proposed by Freeport." Pueblo del Sol and Sierra Vista Closing Brief at 20. Similarly, the Arizona State Land Department urges a rejection of the United States' claim for federal reserved water rights on the ground that the United States has failed to meet its evidentiary burden. ASLD Post-Trial Statement Post-Trial Brief at 13.

The United States and Freeport agree that the time period that defines the streamflow data is the definitive question that will determine quantification. Specifically, the United States summarized:

[The] trial was rife with testimony and evidence having little – or nothing – to do with how much water is required to protect the SPRNCA's resources. Some of that evidence and testimony will be touched on below, but it can be ignored for now. What cannot be ignored is the central issue in this case: the differing period of records underlying the competing hydrographs embodied in the proposed quantifications presented by the United States and Freeport.

U.S. Closing Brief at 1, PDF 8. Freeport similarly stated that "[m]ost of the evidence at trial was offered to assist the Court in answering one fundamental question: which period of record is representative of the SPRNCA's riparian forest, the SPRNCA's hydrology, and the SPRNCA's water needs?" Freeport Closing Statement at 1, PDF 8.

Before turning to a factual finding to determine whether a quantity of water sufficient to protect the riparian ecosystem in the conservation area is supported by either period of record, three additional

arguments that do not relate hydrology to the needs of the ecosystem made by the United States and Freeport must be addressed.

The United States and Freeport argue that the appropriate period of streamflow data must be representative of the long-term hydrograph of the SPRNCA. Each party argues that its respective period of record constitutes the representative period. United States Post Trial Brief at 14; Freeport Closing Statement at 20. As discussed above, Congress reserved sufficient water to protect the current conservation area, not necessarily to maintain a particular long-term hydrograph. Quantification of a water right under federal law cannot be divorced from the existing needs of the ecosystem and cannot be resolved by a simple determination of a "representative" long-term hydrograph generated from streamflow data. Such an approach would be unavailing especially in this case where the habitat has undergone a change from grass and marsh lands prior to the 1950s to an expanding riparian forest decades later. [Exh. 506 at 1, PDF 5; 043019:65 (Fogg)] Accordingly, a determination that a particular 35-year period of record is representative of a longer period of record for the area from which Congress reserved SPRNCA would not definitively quantify a federal reserved water right that must be defined by and limited to that amount sufficient to protect SPRNCA.

Continuing with the "representativeness" arguments, the United States and Freeport next present and contest competing precipitation data to either discredit the opposing party's period of record of streamflow data or to support the adoption of its respective period of record. The United States urged the rejection of the Freeport period of record because it includes a period of drought. United States Closing Brief at 25–28. No dispute exists that a drought existed in SPRNCA during a portion of the 1981-2015 period. Based on Palmer Hydrological Drought Severity Index ("PHDSI"), drought conditions began in SPRNCA in the mid-1990s. [United Post-Trial Brief at 26; Exh. 7118 at 8–9; see generally Exh. 8182] Freeport countered by challenging the United States' characterization

of the severity of the drought that occurred during its period of record and highlighting the fact that its period of record also includes years in which there was no drought. Freeport Closing Statement at 90–93. Freeport also offered evidence that the average precipitation for Freeport's proposed period of record, 13.9 inches per year, is similar to the long-term average precipitation, 14.0 inches, recorded at a rain gage in Tombstone from 1898 to 2015. [Freeport Closing Statement at 18; 030319:37 (Burtell)] The long-term precipitation record referenced consists of data from 1898 to 2015 from a single gage in Tombstone. [Exh. 7 at 22–23, PDF 27–28]

The precipitation data presented would certainly be relevant to scientific questions about the amount of water available in SPRNCA. Water availability, however, is not at issue in this proceeding nor is it a source of dispute among the parties given that the parties all generally accept the streamflow data reported by the gages on the river. In this case, federal reserved water rights are not determined by the amount of available water in each of the competing periods of record; they are determined by the amount of streamflow needed by the SPRNCA ecosystem. A comparison of precipitation records for the offered period of record with a time period extending over a hundred years, is essentially a continuation of the argument that the appropriate period of record is that period found to be a representative period. A determination that the recorded precipitation during a selected period is representative of a long-term average neither identifies an appropriate period of record of streamflow data nor provides information about the amount of streamflow sufficient to maintain SPRNCA.

Finally, the parties focus on the causes of the lower streamflows during the Freeport period of record as compared to the earlier United States period of record. Freeport asserts that the increased vegetation in SPRNCA is the primary cause of the lower streamflows because it consumes more water by evapotranspiration. Freeport Closing Statement at 24–45. Freeport uses this position to continue its argument that the United States' period of record should be rejected as "unrepresentative of the

SPRNCA's modern-day hydrology." Freeport Closing Statement at 25. Arizona State Land Department joined in Freeport's argument that increased vegetation has reduced flows in SPRNCA to claim that the United States' claims are an attempt to "double dip." ASLD Post-Trial Statement at 12. Arizona State Land Department argues that "[t]he Federal Government can either have the overgrowth of trees or the water, not both." *Id.* The United States attributes the decreased flows found during Freeport's period of record to drought and climate change. [U.S. FOF 262; 043019:50 (Fogg)] No determination need be made as to the cause or causes of the lower streamflow in this proceeding because the purpose of this proceeding is to quantify a federal reserved water right to streamflow sufficient to protect the resources of SPRNCA.

Arguments about which combination of years of streamflow are most representative, the amount of or changes in precipitation over different time periods, and the causes of declining flows address the hydrology of the ecosystem in a vacuum. They appear to be based on the presumption that Congress reserved water to preserve a given hydrologic condition of SPRNCA. Congress reserved water to protect the riparian area and aquatic resources of SPRNCA. Thus, the appropriate basis on which to quantify the federal reserved water right requires an examination of water needs of the SPRNCA ecosystem. The evidence relevant to that approach includes the vitality of riparian vegetation and fish populations during the two periods of record presented by the parties.

# VI. Quantification of Rights to Support the Riparian Area

The floodplain of the San Pedro River in SPRNCA contains species of vegetation that vary in physiology (woody or herbaceous plants) and water needs (hydric, hydromesic, mesic, and xeric plants). Woody plants possess a rigid stem while herbaceous plants do not have rigid material

supporting the stem. [0129419:140 (Dixon); Exh. 8192] Hydric plants require saturated soil conditions, hydromesic plants require slightly less constant water access, mesic plants require still less water access, and xeric plants are extremely drought tolerant. [U.S. FOF 445; 012919:136 (Dixon)] As discussed below, water access can be described in terms of streamflow permanence and groundwater elevation. Streamflow permanence refers to the percentage of days in the year in which any surface flow is present in the river. [Exh. 513 at 59, PDF 79] For instance, streamflow permanence in perennial reaches such as Charleston can be 100 percent. [Exh. 29 at 43, PDF 63]

Woody vegetation in SPRNCA primarily consists of cottonwoods, willows, tamarisk, and mesquite trees. Cottonwoods and willows are considered hydromesic plants because they require streamflow permanence and shallower depths to groundwater. [Exh. 8192 at 1, PDF 3] Tamarisk, an invasive species, is classified as mesic because it thrives in drier conditions, so the population increases as site conditions become drier. [Id. at 2, PDF 4] Mesquite, also within the mesic class, grows on the floodplains and terraces at a wide range of elevations and depths to groundwater. [Id.]

Herbaceous plant groups are similarly classified by their water needs. Herbaceous plants include perennials and annuals such as bulrush, rush, horsetail, rabbitsfoot grass, curlytop knotweed, and white sweetclover. [Exh. 8192 at 3–10, PDF 5-12] Perennial plants such as bulrush, rush, and horsetail are considered hydric because they grow near the edge of the river channel where soils are saturated by surface water or inflowing groundwater. [Exh. 8192 at 4 PDF 6] Hydric herbaceous annuals, such as rabbitsfoot grass and curlytop knotweed generally grow on the floodplains and increase in population along the streamside with streamflow permanence. [Exh. 8192 at 5, PDF 7] Mesic annuals, such as white sweetclover, can be found across the floodplains.

The United States asserts that it quantified its claim for federal reserved water rights to surface water and groundwater to protect cottonwood-willow galleries and hydric perennial vegetation within

the riparian corridor. United States Post-Trial Brief at 60. The vitality of SPRNCA's cottonwood and willow trees is integral to SPRNCA's identity as the site of one of the most intact remaining cottonwood-willow forests in the United States. [051619:18 (Brand)] Cottonwood-willow forests also play an important ecological role in SPRNCA. They have strong root systems that stabilize the floodplain and provide unique habitat for over 100 documented species of birds, many of which rely on SPRNCA as a migration corridor. [*Id.* at 17, 19] Hydric herbaceous perennial plants support biodiversity within SPRNCA. The hydric perennial category contains the Huachuca Water Umbel, which is listed as endangered under the Endangered Species Act. [U.S. FOF 452]

The United States claims federal reserved water rights to streamflow (baseflow and flood flows) and groundwater. The United States' streamflow claims are quantified for each calendar month based on the median monthly flows for the period 1954 to 1988. United States Post-Trial Brief, Attachment A; U.S. FOF 63, 65, 66. Its flood flow claims are based on the difference between the sum of the median sustained streamflow for 1954 to 1988 and the total annual volume at each gage, calculated as the median of the annual volumes over the same period of record. U.S. FOF 79. The United States describes its groundwater claims by reference to groundwater elevations at mine monitoring wells.

#### A. Surface Water

#### 1. San Pedro River

As the claimant, the United States has the burden of proof to quantify that amount of water sufficient to fulfill the purposes of the reservation. The amount of water to which federal reserved rights will attach is that quantity sufficient to protect the riparian area of SPRNCA, but no more. Cappaert, 426 U.S. 128 (1976). Through investigations detailed in the report titled Hydrologic

Requirements of and Consumptive Ground-Water Use by Riparian Vegetation Along the San Pedro River Arizona ("Water Needs Report"), the United States Geological Survey (USGS) analyzed the relationship between streamflow permanence and vegetative health. [U.S. FOF 482; Exh. 29] The USGS collected vegetation and hydrology data from 2000–2002 at 17 San Pedro River study sites and validated them at 10 additional upper basin sites. [Exh. 29 at 69–86, 96, PDF 89–106, 116]. It analyzed indicators recorded in the collected data such as plant height, woody-plant basal area<sup>1</sup>, canopy cover, and herbaceous cover in relation to streamflow permanence and flood intensity.

The study concluded that the strongest correlation between water streamflow permanence and the group of indicators was the correlation between streamflow permanence and vegetation height. Woody plants in wetter sites had significantly higher values for maximum floodplain vegetation height. [Exh. 513 at 63] Streamflow permanence also explained differences in the basal area of cottonwood and willow forests. [Exh. 8192 at 2, PDF 4] Those same trees declined in cover, basal area, and age-class diversity across site gradients of decreasing flow permanence. [Id. at 7, PDF 9] Among the herbaceous plant groups, the study found that hydric perennial groups were the most sensitive to changes in water availability. In particular, the study reported that "[hydric perennials] had streamside cover of up to 35 percent cover at perennial flow sites, less than 10 percent cover at sites with 60- to 95- percent flow permanence, and no cover at sites with less than 60 percent flow permanence." [Id.]

The United States contends that the Water Needs Report supports its claimed quantities based on the classification system used in the Report. [Exh. 29] The Water Needs Report divided the area along the river into 14 discrete sections and assigned to each reach a number between one and three in order of increasing vegetative health. [Id. at 2, PDF 22] The United States asserts that a sufficient

<sup>&</sup>lt;sup>1</sup> The basal area of a single tree is the cross-sectional surface area of the tree trunk measured four feet above the ground. The basal area of a stand of trees is the summation of the surface area of the individual trees.

amount of water is that amount necessary to maintain the conditions that the Water Needs Report labeled as either Class 2 or Class 3 conditions. United States Post-Trial Brief at 61.

Class 1 (intermittent-wet) reaches are characterized by surface water that flows intermittently less than 60 percent of the year. [Exh. 29 at 106, PDF 126] Class 1 areas are inhospitable to both hydric perennials and cottonwood galleries and are dominated by xeric shrubs. [Exh. 8192 at 12–15, PDF 14-16] Class 1 conditions, considered unhealthy by the United States, are located near St. David and exist along six percent of the riparian corridor. [U.S. FOF 503] Class 2 conditions exist in reaches where surface water flows 60 to 90 percent of the year. [Exh. 29 at 105–106, PDF 125-126] In these reaches, cottonwood and willow trees dominate the floodplain, but only sparse patches of perennial herbs exist near the channel. [Exh. 8192 at 12-15, PDF 14-16] The Water Needs Report considered 55% of the reaches to be Class 2 areas. [U.S. FOF 503] Finally, a Class 3 designation is assigned to the reaches with the wettest conditions. They exhibit streamflow permanence in excess of 99 percent and contain abundant cottonwood-willow galleries within the floodplain and hydric perennials densely covering the sides of the channel. [Exh. 8192 at 12–15, PDF 14–17] The Water Needs Report concluded that 39 percent of reaches studied qualify as Class 3 areas. [U.S. FOF 503]

Although the Water Needs Report generally describes water needs and links vegetative health to streamflow permanence, it does not identify the minimum sufficient baseflows and flood flows necessary to support riparian vegetation. [Exhs. 29, 8192; see also 013019:9 (Dixon)] A comparison of annual streamflow for the study period (2000-2003) for the Water Needs Report with amounts claimed by the United States' proposed flows demonstrates that the amounts claimed by the United States exceed the quantity sufficient to protect SPRNCA's riparian area. [Exh. 29 at 4, PDF 24] Median annual streamflow for 2000 to 2003 at gages throughout SPRNCA are shown in Table 2. A 12–25 year recurrent interval flood occurred in 2000, accounting for the substantially higher flow at

the beginning of the study period. [Id. at 3, PDF 23] Table 2 also shows the annual streamflow proposed by the United States. It demonstrates that the median annual flow that occurred during the study period for the Water Needs Report is less than half the amount claimed by the United States. Therefore, lesser median annual flows than the United States claims are sufficient to support the conditions that the United States seeks to maintain.

USGS Gage	2000	2001	2002	2003	Median Annual Flow (2000-2003)	United States' Claim
Tombstone	85548	19727	7269	8628	14178	30111
Charleston	72636	18652	6767	7060	12856	28797
Palominas	65488	17122	7064	4960	12093	15908

Table 2

Source: Exhs. 2406 and 2408

A report prepared in 2012 by the National Riparian Services Team ("NRST") further confirms that the quantities claimed by the United States exceed that quantity that is sufficient to protect SPRNCA. The NRST conducted a "Proper Functioning Condition" qualitative assessment of the main channel of the San Pedro River that flows through SPRNCA. [Exh. 26 at 8, PDF 11] The Proper Functioning Condition assessment applied three categories of stream functionality to the reaches of the river: proper functioning condition, functional at risk, and nonfunctional. [Id. at 11, PDF 14] It assigned the classifications based on responses to a series of questions provided by an interdisciplinary team of specialists who spent ten days investigating the area. [Exh. 26 at 10, PDF 13]

The NRST gave 54 percent of the reaches within SPRNCA the highest rating of proper functioning condition and the remainder as functional at risk. [Exh. 26 at 19, PDF 22] It divided the 46 percent classified as functional at risk into three subcategories: 18 percent was rated functional at risk demonstrating an upward trend; 20 percent was functional at risk with no trend; and 8 percent

(approximately 4.2 miles near St. David) was judged to be functional at risk with a downward trend. [Exh. 26 at 19, PDF 22] In light of these findings, the NRST Report concluded that "after 25 years, the overall activities associated with the PFC assessment demonstrates that significant improvement in the condition of the river and riparian areas has occurred under BLM management" [Exh. 26 at 290, PDF 293] and that "riparian vegetation has expanded tremendously" since 1989. [Exh. 26 at 51, PDF 54]

The United States argues that the NRST Report is inapplicable to the quantification of its water right. It described the NRST Report as primarily a "geomorphological assessment of the integrity of the physical function of a stream rather than a biological assessment of the communities' health" and not an assessment of whether "[a] reach has high quality riparian habitat." United States Post-Trial Brief at 63–65. Regardless of the primary motivation for the NRST Report, the members of the NRST were specifically asked to evaluate the biological health of SPRNCA, and NRST included their findings in the final assessment. The United States also challenges the NRST Report because the United States regards the NRST's highest rating, proper functioning condition, as only a precondition to the standard that the United States deems appropriate, which is "high quality habitat." United States Post-Trial Brief at 63–64. The NRST Report supports the conclusion that flows based on post-1988 data are sufficient to protect SPRNCA's riparian area.

The vegetation in the riparian corridor was also quantitatively analyzed during the post-1988 period by two scientists. The United States retained Dr. Justin Huntington, who holds a master of science and Ph.D in hydrology. [051419: 6-9 (Huntington)] Freeport retained Christopher Garrett, who is a registered hydrologist. [Exh. 8 at Appendix A, PDF 36; 020519:61-72 (Garrett)] Both experts evaluated SPRNCA's vegetation using a vegetation index known as the Normalized Difference Vegetation Index ("NDVI"). The vegetation index describes the quantity of vegetation biomass in an

area; it does not define the type of vegetation. The NDVI does not, for example, differentiate between cottonwoods and tamarisk trees. [Exh. 8 at 21, PDF 25]

A vegetation index is formulated from data obtained from satellite images. The satellite images of an area provide useful data to formulate a vegetation index because vegetation absorbs red light and reflects near infrared light. The satellite imagery allows the amount of infrared light that vegetation in a study area absorbs to be measured. [Id. at 13, PDF 17] The more infrared light that is absorbed and the more near-infrared light that is reflected, the more vigorous the vegetation is over a given area. [U.S. FOF 630; Id. at 8, 13] Dr. Huntington testified that NDVI is the best tool to determine if vegetation has expanded in an area. [051419:76:1-3 (Huntington)]

Dr. Huntington performed an NDVI analysis to determine whether riparian vegetation has increased in SPRNCA after creation of the reservation. [U.S. FOF 727] He included the entire SPRNCA riparian corridor in his NDVI analysis. [U.S. FOF 730; *Id.*at 61-62; 051419:29-30 (Huntington)] Based on this analysis, Dr. Huntington found that five of the seven reaches studied in SPRNCA for the period 1988 through 2017 had a statistically significant increase in NDVI. [051419:100 (Huntington)] Significant increases in mesquite on the uplands occurred between 1973 and 1986. [Freeport FOF 79, 031719:144-47 (Burtell)] Mr. Garret's analysis, corrected for antecedent precipitation, also showed a statistically significant increase in riparian vegetation based on changes in NDVI. [Exh. 7848 at 24, PDF 29] This evidence further confirms that, at a minimum, riparian vegetation in the floodplains has not decreased since the passage of the SPRNCA Act.

In 2015, Dr. Stephen Carothers, a riparian and aquatic expert ecologist retained by Freeport, conducted a physical inspection of SPRNCA's riparian ecosystem to evaluate the condition of the riparian plant community. [Ex. 9 at 4, PDF 9] He focused on characteristics of a riparian habitat that have an influence on the quality of the riparian ecosystem, including height and vigor of the vegetation,

age-class structure, presence of woody vegetation recruitment, and presence of livestock, among other parameters. [Id.] Dr. Carothers found the woody riparian vegetation to be in excellent condition at each of the eight sites he visited. [Id. at 5-11, PDF 10-21] The herbaceous vegetation noted at each site was either abundant, present, or emergent. [Id.] Dr. Carothers also noted that on rare occurrences, he observed dead or dying cottonwood trees at the SPRNCA sites. [Id. at 13, PDF 18] As pointed out in the NRST Report, individually stressed cottonwood trees are not necessarily an indicator of water stress. Entire stands, or portions of existing stands of cottonwood trees showing stress or dying are the appropriate indicators of a lack of sufficient water to meet the needs of the riparian vegetation. [Exh. 26 at 45, PDF 48]

The riparian area has improved both qualitatively and quantitatively since 1988. The flow regime calculated using data from 1981 to 2015 is thus sufficient to protect the existing Class 2 and 3 conditions throughout the SPRNCA's riparian corridor. Accordingly, the United States' claimed quantities based on 1954-1988 streamflow data is not the minimal amount of water sufficient to protect SPRNCA's riparian area. In contrast, based on the Water Needs Report, the NRST Report, Dr. Carothers' testimony, and NDVI data, the quantity of streamflow for the period 1981–2015 is demonstrably sufficient to protect SPRNCA. No other party provided evidence that some amount of streamflow less than the median amounts calculated from the 1981–2015 would be sufficient to protect the riparian area.

Having determined that streamflow between 1981 to 2015 is sufficient to protect SPRNCA, disputes still must be resolved about the data used to quantify that streamflow. Freeport calculated the amount of streamflow using daily flow data from 1981 to 2015 to calculate monthly baseflows and annual total runoff at the USGS stream gages at Palominas, Charleston, and Tombstone. [Exh 7 at Table 2-1, PDF 88] The USGS stream gage at Palominas does not contain a complete data set so

Freeport used data from the International Boundary Water Commission ("IBWC") for 1981-1995. [030419: 45-46 (Burtell)] The data collected by the IBWC is reliable data because the gage was monitored using USGS methodology and the gage was operated by former USGS employees. [Id. at 47] The USGS stream gage at Tombstone also did not provide a complete data set because no data exists for 1986 to 1996. [Exh. 7 at Table 2-1, PDF 88, Exh. 7] A dispute exists as to whether data for the ten-year period should be reconstructed using data for that period from the Charleston gage and a statistical correlation between historical data from the Charleston and the Tombstone gages or to use no reconstructed data for that time period. The statistical analysis presented by Freeport demonstrated that a strong positive relationship exists between the historic Charleston and Tombstone data sets. [030419: 42 (Burtell); Exh. 2408] Thus, the reconstructed data is a reliable measurement of the streamflow in the San Pedro River during the relevant period of record.

#### 2. Babocomari River

The United States claims federal reserved water rights for streamflow in the Babocomari River, which is a tributary of the San Pedro River. The confluence of the Babocomari River and the San Pedro River occurs within SPRNCA near the historic town of Fairbank. [U.S. FOF 87; 043019: 14-15 (Fogg)] That area is classified as a Class 2, intermittent reach and characterized by NRST as "functional at risk with an upward trend." [Exh. 513 at 100, PDF 120; Exh, 26 at 35, PDF 38] The NRST stated in its report that the vegetation was improving in this reach of the San Pedro River. [Id.] The United States claims a right to enough streamflow to improve the reach that includes flow from the Babocomari River from a Class 2 to a Class 3 reach. Such an amount exceeds the sufficient standard used to quantify a federal reserved water right.

An additional issue exists with the United States' quantification of the streamflows for the Babocomari River. Unlike the mainstem of the San Pedro River, the Babocomari River does not have a USGS streamgage with recorded streamflow data over a 30 year period of time. The USGS streamgage along the Babocomari River was installed near the confluence of the Babocomari and the San Pedro in April of 2000. [U.S. FOF 92] It has provided reliable streamflow data for 2000 to 2015. The United States asserts that this data should not be used to quantify its rights because this period was characterized by drought. In place of data for the Babocomari River, the United States offers streamflow records from Walnut Gulch watershed, which is a tributary of the San Pedro River located on the east side of the SPRNCA near the town of Tombstone. [Exh. 1 at Attachment B, PDF 29; 043019: 14-15 (Fogg)] The streamflow record in Walnut Gulch ranges from 1957 to 1988. [Id.] To estimate Babocomari River flows, the Umited States took the median annual discharge from Walnut Gulch and "prorated" that value with the difference in drainage areas between the Babocomari River and Walnut Gulch. [Id.] The Babocomari River drains 310 square miles whereas Walnut Gulch drains only 58 square miles. [Burtell Expert Report at 38, PDF 43, Exh. 7] To derive monthly flow values along the Babocomari, the United States distributed the annual runoff value throughout the year according to observed streamflow variations between months at the Charleston USGS gage. [Exh. 1 at Attachment B, PDF 29-30]

The Arizona Department of Water Resources, Dr. Goodrich, a hydrologist retained by the United States, and Freeport criticize this method of quantification. [U.S. FOF 91] According to ADWR, Walnut Gulch is not analogous to the Babocomari. Walnut Gulch is an ephemeral wash with flows that occur only after summer rains whereas the Babocomari is a perennial and intermittent stream with flow predominantly occurring in winter months and only a slight increase in August. [Exh 14 at 3-9, PDF 28] Further, ADWR asserts that the differences in drainage areas between the two

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streams is too large to extrapolate flow data. [Id.] Freeport agrees with ADWR's assessment and also presented statistical evidence showing a poor correlation between flow values in Walnut Gulch and the Babocomari. [Exh 7 at 38, PDF 43] Dr. Goodrich testified that he could not defend the United States' method used to calculate streamflows in the Babocomari River. In consideration of these criticisms and the necessity basing the quantification of a federal reserved water right on reliable data, the appropriate data to determine streamflow for the Babocomari River is the USGS gage data collected since 2000.

#### В. Groundwater<sup>2</sup>

The United States claimed federal reserved water rights to groundwater quantified by reference to water elevations at nine wells shown in Table 3. support of its position, the United Stated called Mark Dixon, who holds a master of science in wildlife biology and a Ph.D in Zoology, to testify about the riparian habitat. Dr. Dixon testified that an assured groundwater supply is more important to the riparian community than an assured surface water supply. [012919:178-179 (Dixon)] Willow trees exclusively groundwater use and cottonwood trees rely predominantly on groundwater for their survival. [Id.;

Well Name	Location			
Palominas Well	31°20' 40.63704"			
#5	-110° 08' 03.50040"			
Hereford South	31 ° 26' 23.09794"			
monitoring well	-110° 06' 29.80706"			
Hereford North	31° 26' 38.29823"			
monitoring well	-110° 06' 26.63238"			
Cottonwood	31° 31' 10.56285"			
monitoring well	-110° 07' 46.70368"			
Lewis Springs	31 ° 33' 10.83449"			
monitoring well	-110° 08′ 18.97124″			
Moson Spring	31° 36' 42.38970"			
monitoring well	-110° 10′ 03.33506"			
Boquillas #2	31° 40' 59.98193"			
monitoring well	-110° 11' 22.02455"			
Boquillas #1	31° 41' 23.56147"			
monitoring well	-110° 11' 11.74585"			
	31° 47' 34.61492"			
Summers	-110° 13' 03.70638"			
monitoring well				

Table 3

020619:49 (Garrett)] Thus, surface water flows alone are insufficient for the protection of SPRNCA.

<sup>&</sup>lt;sup>2</sup> The nomenclature "groundwater" is used to generally refer to water that is physically located below the surface of the ground. It does not imply that any legal determination as been made under state law as to whether the water is appropriable water or percolating groundwater.

Cottonwood and willow trees are highly sensitive to changes in depth to groundwater. [012919:2:44PM (Dixon)] Riparian cottonwoods generally can withstand a decline in the groundwater table of half a meter without widespread mortality, but groundwater declines of over one meter will result in widespread mortality to the cottonwood trees. [012919:214 (Dixon); Exh 369] Within the SPRNCA floodplain, "as the water table deepens and shows more seasonal and annual variation in response to increased aridity or water extraction," cottonwood-willow thus will decline in abundance and "will be replaced by deeper rooted and shrubbier taxa, such as [tamarisk]." [013019:18-20 (Dixon); Exh. 298 at 2]

The Water Needs Report also confirmed the relationship between groundwater elevations and the health of riparian vegetation. Among the woody species, USGS determined that cottonwood and willow trees were most sensitive to groundwater elevations. [Exh. 29 at 76, PDF 96] Specifically, it found that the median of the annual maximum depth to groundwater beneath surfaces occupied by cottonwood was 2.0 meters and the median value for willow was 1.8 meters. [Id. at 70, PDF 90] It also found that dense forests of cottonwood and willow on average require groundwater depths of less than 3 meters. [Id. at 76, PDF 96] Among herbaceous species, USGS determined that hydric perennials, e.g. smooth scouring rush, hardstem bulrush, and Torrey rush are most sensitive to changes in water availability. [Id. at 78, 85, PDF 98, 105] For a representative group of those plants in SPRNCA, the Water Needs Report determined that mean annual maximum depths to groundwater ranges from around 1.5 meters to 3.5 meters. [Id. at 82 fig. 33, PDF 102]

In contrast, Class 1 reaches have groundwater depths exceeding 3.5 meters [*Id.* at 106, PDF 126]. These areas are inhospitable to both hydric perennials and cottonwood galleries. [Exh. 8192 at 12–15] Class 1 conditions cannot support cottonwood-willow galleries and are dominated by tamarisk trees. U.S. FOF 501. Thus, sufficient water for SPRNCA requires that the water table in Class 2 and

Class 3 reaches must be protected so that these reaches do not become Class 1 reaches. The depth to groundwater in Class 2 reaches (intermittent-wet) is between 2.5 and 3.5 meters. [Exh. 29 at 105–106] They can support cottonwood and willow trees. [Exh. 8192 at 12-15] Class 3 areas have depths to groundwater on average less than 2.5 meters deep in the dry season with less than 0.5 meter annual fluctuation. [Exh. 29 at 105-106]

Objectors raise two arguments to any grant of a right to groundwater. First, Cochise County, Pueblo del Sol, and the City of Sierra Vista, argue that groundwater recharge projects and water conservation programs currently implemented or planned for the future should be taken into account when calculating a federal reserved water right for the SPRNCA. Cochise County argues that recharge and water conservation efforts in the vicinity of SPRNCA provide water to the reservation that obviates the need for reserved groundwater rights. Cochise County Closing Brief at 9–12, 14–16, 23–25. It asserts that conservation and recharge projects, such as the Cochise County Recharge Network ("CCRN") and the Environmental Operations Park are other sources of water that "must be explored and demonstrably exhausted before the BLM can establish a federal reserved right to groundwater." [Id. at 15]

The CCRN is a partnership dedicated to collecting funding for implementing groundwater recharge projects to offset groundwater withdrawal and protect the baseflow of the river. [022719: 3:56PM (Coffman)] The CCRN consists of active recharge project sites: Horseshoe Draw, Three Canyons, Riverstone, Bella Vista, Environmental Operations Park, and Palominas Recharge Project. [Id.] Cochise County owns both Palominas and Horseshoe draw projects and intends to retain these projects. [Id.] All parties to this case recognize the benefits of the CCRN on the local watershed. All CCRN projects are located on land that is not owned by the United States and is subject to City of Sierra Vista or Cochise County control. [042919: 40 (Potucek)]

The Environmental Operations Park (EOP) recharges approximately 2,700 acre-feet annually and has been in operation for 12 years at the time of trial. [022719: 4:10PM (Call)] The intent of the EOP, as with the other recharge projects, is to use effluent to create a "mound" of water between the city and the SPRNCA to protect the river from the region's expanding cone of depression. [*Id.*] At the time of the trial, the EOP was governed by a contract with the Bureau of Reclamation that was scheduled to expire in 2022. [U.S. FOF 434; 022819: 24-25 (Call); 042919: 38 (Potucek)]

While water conservation and recharge efforts may assist in the maintenance of desired groundwater levels, these efforts cannot bar the grant of a federal reserved right to groundwater. The purpose of a federal reserved water right is to provide the federal government with the ability to secure the amount of water sufficient to maintain SPRNCA. Given that the relevant entities cannot guarantee that their recharge efforts will continue in perpetuity or that their recharge efforts will maintain the groundwater levels, the recharge and conservation efforts cannot serve as a substitute for a federal reserved water right.

Freeport makes the second argument that a federal reserved water right to groundwater is unnecessary based on the assertion that "if you protect streamflow conditions at the gage site, you will protect the vegetation." [Freeport Closing Statement at 111; 030519:46-47 (Burtell)] The United States responds that it must have the right to maintain groundwater elevations because streamflow and groundwater levels are not always correlated. United States Post-Trial Brief at 70. Mr. Fogg testified that there is a "disconnect" between streamflow and nearby groundwater levels in SPRNCA's losing reaches where the gradient slopes away from the stream. [043019:32-34 (Fogg); Exh. 6723] Dr. Goodrich reported that water levels located 0.3 miles from the USGS Tombstone gage do not track streamflow at the gage. [Exh. 6723 PDF 1-2, 5-7] Subsurface geologic configuration can cause a significant disconnect between surface flow and groundwater. U.S. FOF 564. Further tree ring

analysis also demonstrated that "there wasn't a good connection between the Charleston discharge streamflow and what the actual groundwater levels were that were being experienced by the trees at that site." [013119:18-21 (Morino); Exh. 6425 at 121, PDF 122] Freeport's argument also does not address the situation where streamflow declines to zero, which occurs in segments throughout SPRNCA. [U.S. FOF 129; 04302019:28 (Fogg)]. When a reach goes dry, groundwater elevations in the floodplain decline with attendant consequences. [Exh. 6273 at 6] The amount of decline in the water table is a function of the length of time that the stream gage goes to zero. [043019:29 (Fogg)] Maintenance of streamflow conditions alone are insufficient to assure that groundwater levels are maintained at levels sufficient to protect SPRNCA. Thus, a federal reserved water right for a sufficient amount of water must include groundwater elevations because neither surface water nor water from recharge and conservation efforts will suffice to support SPRNCA.

The Objectors next oppose to the United States' method of quantifying its claim to groundwater by reference to the elevations of groundwater tables at nine specific wells. [Exh. 1 at PDF 2; Exh. 8192 at 19, PDF 21] The Objectors challenge both the use of fixed well locations and elevations as methods to quantify a federal reserved water right. Freeport, Liberty Utilities, and Cochise County argue that fixed well locations are unsuitable for groundwater monitoring in a dynamic stream such as the San Pedro. Freeport Closing Statement at 112–114; Liberty Utilities Closing Brief at 17; Cochise County Closing Brief at 5. No party disputes that the San Pedro River is dynamic. [U.S. COL No. 145] Parties objecting to the use of fixed monitoring wells primarily argue that the channel's migration away from a fixed monitoring well will weaken that well's connection with the stream, decreasing measured elevations at that well and rendering the well useless. [Freeport Closing Statement at 113–114] The United States counters that fixed monitoring wells are appropriate

because groundwater-dependent riparian vegetation should be maintained throughout the floodplain, not just immediately adjacent to the river. [U.S. COL 573]

A study titled Channel Dynamics on the San Pedro River from 1935 to Present evaluated changes in the position of the San Pedro River within SPRNCA. [Exh. 350 at 2] The study indicates that channel migration occurred in SPRNCA from 1935 through 2002. [Exh. 350 at 30 Table 4] Specifically, the study reports cumulative lateral migration of 4.6 meters from 1996 to 2002 at Cottonwood and 5.2 meters at the Fairbank site. [Id.] Arizona Department of Water Resources compared groundwater elevations in winter 1990 with elevations in winter 2006 at BLM's groundwater monitoring wells. It concluded that there is a "relatively stable long-term trend of water level elevations in close proximity to the San Pedro River channel since the time of SPRNCA's establishment." [Exh. 14 at 3–13] In particular, based on this comparison, ADWR found that "elevations collected in December 2006 are either within the 95% or 50% confidence interval limits." [Id.] Past channel migration within SPRNCA does not appear to significantly affect the wells' connection with the stream and should not preclude the United States' use of fixed monitoring wells to quantify its rights to groundwater.

Liberty Utilities argues that elevations at the groundwater monitoring wells do not reflect groundwater levels in the adjacent floodplain. Liberty Utilities Closing Brief at 10, 11, 13–14. Arizona Department of Water Resources determined that conditions at the monitoring wells largely correspond to conditions adjacent to the stream. In its report titled *Report Concerning Federal Reserved Water Rights Claims for SPRNCA*, ADWR concluded that "water level elevations measured at the nine BLM monitoring wells, circa the time of SPRNCA's establishment, are correlated to, and generally representative of groundwater elevations along the river within the SPRNCA at that time." [Exh. 14 at 3-12 fig. 3-19] After plotting elevations at the monitoring wells and elevations at

Groundwater Site Inventory Wells against distance along the length of the river, ADWR found that elevations at BLM's monitoring wells are "within the 95% confidence intervals." [Id.] Therefore, the monitoring wells selected do provide acceptably accurate measurements of groundwater levels in the floodplain.

The United States supports its claimed groundwater elevations by asserting that they are necessary to maintain Class 2 and Class 3 conditions where they exist. United States Post-Trial Brief at 61. The United States' claims, however, tend to approximate groundwater elevations associated with Class 3 conditions, even where monitoring wells are located in Class 2 reaches. [U.S. FOF 575; Exh. 8192 at 21-25, PDF 23-27] Specifically, the Palominas #5, Boquillas #1, Boquillas #2, and the Summers monitoring wells are located in Class 2 reaches, while the Hereford South, Hereford North, Cottonwood, Lewis Springs, and Moson Spring monitoring wells are located in Class 3 reaches. [Exh. 8192 at 13 fig. 7; id. at 20 fig. 14]. The United States urges that the adoption of elevations greater than necessary to support Class 2 conditions at the Palominas #5, Boquillas #1, Boquillas #2, and the Summers wells because the higher elevations would provide a margin of safety, citing natural fluctuations in groundwater levels and the inability of cottonwood trees to recover after the maximum depth to groundwater is surpassed. [United States Post-Trial Brief at 83; U.S. FOF 581, 586]. It is understandable that the United States would seek groundwater elevations beyond the amount sufficient to maintain the current vegetative condition of SPRNCA in order to counteract fluctuations in groundwater; nonetheless, the standard of quantification imposed here is the amount of water sufficient to maintain SPRNCA's riparian area. As a result, federal reserved water rights to maintain depths to groundwater for reaches that can support only Class 2 conditions cannot be granted at levels that would support Class 3 conditions. [Exh. 8192 at 13 fig. 7; id. at 20 fig. 14]

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## VII. Quantification of Rights to Support Aquatic Resources

Historically, the San Pedro River flowing through the boundaries of the conservation area provided habitat for 13 native species of fish. [Freeport FOF 163; U.S. FOF 804; 021219:48 (Carothers) It has been characterized as an "exemplar of the discovery and subsequent extirpation of native fishes throughout southwestern North America." [Exh. 1906 at 192, PDF 1] By the 1960s, six species were extirpated from the Upper San Pedro River. [Freeport FOF 165; 021219:41 (Carothers); Exh. 1609 at 199-200, 204-205, PDF 8-9, 13-14] Two decades later, another five native species, including the spikedace and the loach minnow, could no longer be found in the San Pedro River. [Exh. 1609 at 193, PDF 2] The Bureau of Land Management considered plans to reintroduce the spikedace and loach minnow in the reach of the San Pedro River flowing through SPRNCA, but it ultimately decided not to make the attempt. [Freeport FOF 166; 013119:97-98 (Simms)] At the time Congress passed the SPRNCA Act in 1988, only two of the original 13 species of native fish could consistently be found in the river. [013119:43 (Simms); 020419:46 (Miller)] These species, known as the longfin dace and the desert sucker, are widely distributed in the Gila River basin. [Exh. 1609 at 203, PDF 12] They inhabit that mainstem of the San Pedro River, including that portion flowing through SPRNCA. [U.S. FOF 804; Freeport FOF 180; 013119:38 (Simms); Exh. 1609 at 203, PDF 12]

Longfin dace are very small fish measuring less than one centimeter in length. They occupy reaches with streamflow ranging from 0.03 to 1.6 feet deep. The juveniles and young fish prefer very shallow water and can be found "almost anywhere there is standing water." [Exh. 2 at 51, PDF 61] The fish prefer shallow, sandy-bottomed streams and typically reproduce in spring and summer in sandy-bottomed, quiet water areas along the edges of the river. [Exh. 1609 at 204, PDF 13] The longfin dace are known as early colonizers, meaning they can effectively recolonize intermittent reaches once the streamflow returns. [U.S. FOF 876; 020419:80-81 (Miller)] During the 1990-2016

period, there are years in which it is the only fish found in a testing sites in the San Pedro River. [Exh. 15, PDF 2-3] It is the most common native fish species in the San Pedro River. [U.S. FOF 830; Exh. 1609 at 204, PDF 13; Exh. 9 at 29, PDF 34] The longfin dace population can be described as abundant throughout the reaches of the San Pedro River flowing through SPRCNA and it has remained steady over the decades since the passage of the SPRNCA Act. [U.S. FOF 805; Freeport FOF 226; 020519:25 (Miller)] The United States does not assert that the annual streamflow available after the passage of the SPRNCA Act threatens the longfin dace population. [See United States Post-Trial Brief at 47 – 59]

### A. Baseflow

The United States argues that it is entitled to federal reserved water rights based on pre-1988 streamflows because the other remaining native fish, the desert sucker, requires higher flows than those based on the 1981 – 2015 period of record. The desert sucker is a much larger fish than the longfin dace. It can grow to lengths in excess of 40 centimeters and usually occupies habitat characterized by water that is one to two feet deep with the young preferring shallower water of less than 0.6 feet deep. [U.S. FOF 873; Exh. 2 at 46, PDF 54; 020419:74-78 (Miller)]. They prefer habitat that contains "riffles with laminar flow over gravel substrates." [Exh. 1609 at 205, PDF 14] Riffles are areas of water that flow over rocks forming miniature rapids and often occur between pools of water in the riverbed. [Exh. 2 at 46, PDF 54] The desert sucker population lives primarily in the perennial Charleston reach of the San Pedro River around the USGS Charleston stream gage. [Id. at 43-45, PDF 51-53] The desert sucker is not adept at recolonizing reaches without continuous flow, thereby making the Charleston reach with its perennial flow the most habitable site. [U.S. FOF 878; 020419:80-82, 92 (Miller)] The population of the desert sucker declined from the mid-1990s until

about 2015 and then returned in 2016 to levels seen in the 1990s. [Freeport FOF 230; Exh. 7072 at 6; 021219:116-117 (Carothers)] See figure 2.

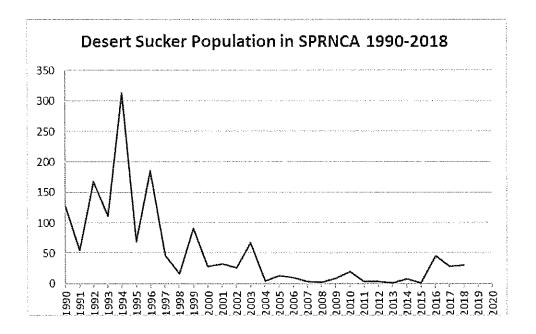


Figure 2. Graph shows the number of desert sucker captured at a sample site in SPRNCA. The data shows that beginning in the late-1990s, the desert sucker population declined through 2015 and thereafter returned to population numbers found in the late 1990s.

Source: Comments on Reintroduced Beaver and Native/Non-Native Fish Interactions Within The San Pedro Riparian National Conservation Area (SPRNCA), Exh. 7072 at 4, PDF 6.

There are also various species of non-native fish with viable populations within SPRNCA. [U.S. FOF 806; Freeport FOF 181; 013119:39 (Simms)]. They were introduced into SPRNCA in a number of ways, including as a food source, sport fishing, by accident, or illegally. [Exh. 1609 at 195, PDF 4] Non-native fish populations can be problematic in southwestern rivers, including SPRNCA, because they prey on native fishes, feed on food sources used by native fish, bring disease, and can exploit habitats better than native fish. [021219:47-48 (Carothers); Exh. 2 at 22, PDF 30] They are considered one of the primary reasons for the "decline of natives fishes in the San Pedro River." [Exh. 1609 at 207, PDF 16] The specific causes of this decline are "a complex mix of individual, cumulative,

and synergistic actions, but the result is unequivocally a loss of native species." [Id. at 209, PDF 18] The non-native fish species found in the SPRNCA reaches include the green sunfish, the pikeminnow, western mosquito fish, black bullhead, and channel catfish. [U.S. FOF 806; Freeport FOF 181; 013119:39 (Simms); Exh 2 at 22 PRF 30]. The large predators, the green sunfish and black bullhead, are probably the most destructive to native fish. [Exh. 1609 at 211, PDF 20] The United States does not argue that its federal reserved water rights should be quantified to protect the non-native fish in SPRNCA.

In support of its claim that it is entitled to streamflow based on the historic streamflow data from 1954 to 1988 to protect the desert sucker, the United States retained Dr. William Miller. Dr. Miller, who has a Ph.D. in fisheries, analyzed the streamflows to ascertain available habitat for the native fish necessary to protect SPRNCA's aquatic resources. [020419:11-12, 14-15 (Miller)] Dr. Miller used the "Instream Flow Incremental Methodology" ("IFIM") to calculate the amount of available fish habitat (in square meters) based on river channel characteristics and the flows advocated by the United States [Exh. 4716 at 1, PDF 9; 020419:21-23 (Miller)] The IFIM analysis combines stream hydraulics, habitat use criteria, and hydrologic data to determine a relationship between habitat and stream discharge. [Exh. 4716 at 1, PDF 9] Dr. Miller's IFIM analysis covered the entire length of the San Pedro River within SPRNCA and the Babocomari River tributary. [Id.] He divided the area into three reaches within SPRNCA, each named for the stream gage present in the reach: (1) the Paloininas reach; (2) the Charleston reach; and (3) the Tombstone reach. [U.S. FOF 888; 020419:92 (Miller); Exh. 2 at 22, PDF 30] The Palominas reach has a drier hydrological record. The Charleston reach is the wetter area with perennial flow and the Tombstone reach has intermittent flow. [020419:68 (Miller)] For his habitat use criteria, Dr. Miller used habitat preference data from other stream systems in the San Pedro River basin pertinent to the desert sucker and validated the data with

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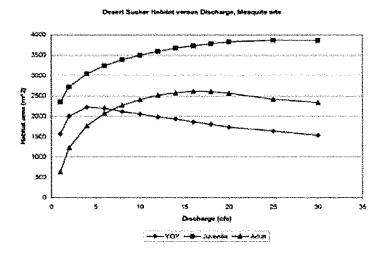
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fish samples from the San Pedro and Babocomari rivers. [Exh. 2 at 17, PDF 25] Dr. Miller collected field data by capturing the targeted fish and recording observations regarding depth, velocity, substrate, and cover at each location the target fish were observed. [Id.]

To determine usable habitat, Dr. Miller combined hydraulic simulations for both proposed flow regimes based on channel shape with habitat suitability for each life stage of the desert sucker. [Id. at 19, PDF 27] On a reach-by-reach basis, Dr. Miller employed this information to link stream flows to available habitat (in square meters) for each life stage. He compiled the data in a series of graphs reproduced in figure 3. Dr. Miller explained that the graphs demonstrate that the amount of habitat increases in the stream channels as flows increase up to an optimum point at which further increases in streamflow either do not provide greater

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Desert Suction Habital versus Discharge, Lewis Spring:



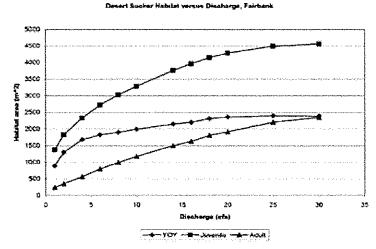


Figure 3 Source: Exh. 2 at 66, 69, 74, PDF 76, 79, 84

amounts of habitat suitable for the fish or actually cause declining amounts of habitat. [Exh. 4716 at 65, 68, 72, PDF 73, 75, 80] Based on the results of his IFIM analysis, Dr. Miller concluded that the United States claimed flows would produce more habitat for the desert sucker population and its macroinvertebrate food source than the streamflow data for the post-1988 period. [Exh. 2 at 53-54, 57-58, 61-62, PDF 76-77,79-80, 82-83; Exh. 7065 at PDF 1-8,13-18, 23-28]

The standard governing the quantification of a federal reserved water right calls for neither the optimum amount of water to provide fish habitat nor optimum streamflow. The specific quantity of water is, instead, a function of the amount sufficient for the survival of the desert sucker. The implicit assumption inherent in Dr. Miller's IFIM analysis is that fish population is correlated with available habitat - i.e., as more suitable habitat becomes available for the fish, the actual population will increase. [U.S. FOF 820] The corollary of that assumption is that reductions in habitat due to a lack of streamflow will cause a reduction in the fish populations. [020519:74-76 (Miller)] Dr. Miller did test his underlying assumption by engaging in a "limiting factor analysis" to determine whether other factors, such as the presence of non-native fish, adversely affect the desert sucker. [U.S. FOF 822] He concluded that the non-native fish populations were not a primary factor that limited native populations because a review of fish count data demonstrated that non-native fish are "not the dominant community" within SPRNCA. [020419:103-104 (Miller). Based on the evidence presented, the longfin dace population but not the desert sucker population outnumbered the other species. In addition, Dr. Miller concluded that neither temperature nor water quality were limiting factors. [020419: 100 (Miller)] Thus, according to Dr. Miller, the pre-1988 flows are necessary to protect the desert sucker because the post-1988 flows are the primary cause of the decline in the desert sucker population. (U.S. FOF 917).

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Freeport argues that a lesser amount of water quantified by the flow data from 1981-2015 provides sufficient streamflow for the desert sucker population. Freeport challenges the assumption that lower flows caused the lower fish populations during the post-1990 period. A comparison of the desert sucker population with annual streamflows measured at the Charleston gage is shown in *figure* 4.

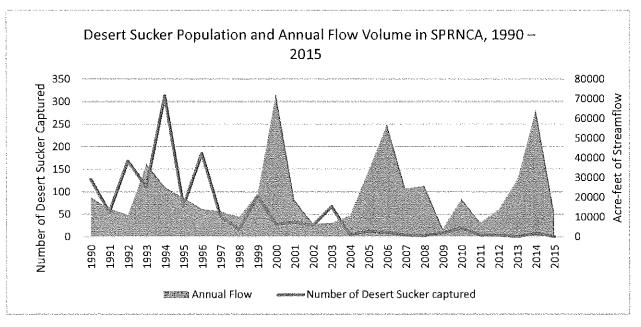


Figure 4. Graph plots the number of desert sucker captured in a given year on the left axis and total annual volume calculated from daily medians at the Charleston Gage in acre-feet on the right axis.

Source of Desert Sucker counts: Comments on Reintroduced Beaver And Native/Non-Native Fish Interactions Within The San Pedro Riparian National Conservation Area (SPRNCA), Exh. 7072 at 4, PDF 6.

Source of annual flow volume: Annual Flow Data at the Charleston Streamgage, 1913-2015, Exh. 6983; see also Report Concerning Federal Reserved Water Rights Claims for SPRNCA, Exh. 14 at figure 3-5, PDF 73.

The statistical evidence does not support the underlying assumption that changes in streamflow are the sole cause or even the primary explanation for changes in the desert sucker population during this period. Factors other than streamflow either alone or in combination adversely affected the native fish population in SPRNCA. [Exh. 379] In 1998, a study titled *Influence of Low Flows on Abundance of Fish in the Upper San Pedro River, Arizona* ("1998 Paper") demonstrated that the changes in the

lowest daily mean flows from one year provided a strong explanation for the variation in the desert sucker population in the San Pedro River for the following year, including at the perennial reach at the Charleston gage. [Exh. 372 at 175, PDF 5] The 1998 Paper concluded that sample size of fish populations "at all sites decreased after years with lower flows and increased after years with higher flows. This general trend was . . . strong for lowest daily mean flows." [Exh. 372 at 176, PDF 6] The 1998 Paper based this conclusion on a statistical analysis that demonstrated that the changes in mean low flows explained approximately 82 percent of the variation of the fish population during the following year. [Id. at 167, PDF 1]. The 1998 Paper found that other statistical measurements of streamflow, such as the prior year's peak, annual mean, or highest daily mean discharges, did not provide a particularly strong explanation of variations in fish populations. [Id.] The 1998 Paper does not support the proposition that greater mean flows in one year translate into larger fish populations the following year. Instead, it supports the more limited conclusion that in the 1990s, changes in mean low values in one year affected the fish population in the following year.

Dr. Carothers demonstrated that the statistical results reported in the 1998 Paper based on lowest daily mean flow did not continue in the following decades. [021219:101-102 (Carothers); Exh. 379] A statistical analysis of the 1998-2015 data, applying the same methodology as the 1998 paper, resulted in a determination that only 22 percent of the changes in the desert sucker population could be explained by variation in mean low flows. [Exh. 379] Dr. Carothers testified that the statistical correlation between low flows and fish population for the 1998-2015 period "broke down". [021219:102 (Carothers)]

Dr. Carothers' conclusions are affirmed by statistical analyses performed by Albert Ruhí in the 2016 study titled *Declining Streamflow Induces Collapse and Replacement of Native Fish in the American Southwest* ("2016 Study"). [Exhs. 374, 384] The 2016 Study noted that there is a "critical"

knowledge gap" in the area of appropriate frameworks that can forecast how hydrological change may affect the future persistence of native fish. [Exh. 374 at PDF 1] The purpose of the 2016 Study was to address "this knowledge gap by projecting the resilience of fish communities to hydrologic drought." [Id.] The 2016 Study analyzed 1990 to 2013 streamflow and fish abundance data from the Charleston reach of San Pedro River and found that neither high flows nor low flows had a statistically significant effect on the population of the desert sucker [Freeport FOF 279; 021219:105-110 (Carothers); Exh. 384 at 5] The absence of a strong correlation between streamflow and native fish populations in SPRNCA undermines the basic assumption of the model presented by the United States that larger flow results in higher fish populations.

According to Freeport, the non-native fish populations and the introduction of beavers into SPRNCA are the primary factors limiting the desert sucker population. Dr. Carothers testified that he attributed the steep decline of the desert sucker in the late 1990s and early 2000s to competition with the non-native fish, almost all of which are predators or competitors of the desert sucker [021219:115 (Carothers);Freeport FOF 238; 031719:184-85 (Burtell)] Dr. Carothers did not hold a similarly firm opinion about the impact of the re-introduction of the beaver on the desert sucker population. Although he pointed out that "as soon as the beaver left, the desert sucker came back," Dr. Carothers did not believe that he had sufficient data to reach an opinion with a reasonable degree of scientific certainty that it was more likely than not that the reintroduction of the beaver caused the decline in the desert sucker population. [021219:115 (Carothers)]

The United States did not meet its burden to prove that its proposed streamflow (based on the 1954 to 1988 period of record) is an amount sufficient, rather than optimal, to protect the native fish in SPRNCA. Freeport's more recent period of record provides lower quantities of water but the evidence shows that the lower flows do not have a demonstrably adverse effect on the native fish of

SPRNCA. Flows based on this period of record would maintain the modern flow regime that has allowed the longfin dace population to remain stable and the desert sucker to survive.

#### B. Flood Flows

The United States' claim to surface water to protect the fish in the San Pedro River, as well as the vegetation in the immediate vicinity of the river also includes claims to flood flows. United States Post-Trial Brief at 12–13. Flood flows are high-volume flows in response to heavy rain events. These events occur most often in the summer monsoon season in the southwest when thunderstorms drop heavy rain on localized areas in the region leading to high volumes of runoff. [012919: 3:41PM (Dixon)] Winter flood flows are typically longer in duration but occur less frequently than summer floods. [Id.] Floods perform important ecological functions, including creating new habitats and recharging the alluvial aquifer. [U.S. FOF 82; Exh. 6 at 1, PDF 3]

Floods help maintain fish populations by regulating habitat and flushing out non-native fish species unaccustomed to flood events. [U.S. FOF 905] The flood flows benefit native fish over non-native fish because non-native fishes "are not as used to a flashing desert stream in their evolutionary history." [U.S. FOF 905; 021319:03–94 (Carothers)]. Dr. Carothers noted that flood flows can flush out invasive fish, but flood flows need to be one to two orders of magnitude greater than baseflow to succeed in flushing out invasive fish. [021319: 93 (Carothers)] In addition to flushing out non-native fish, flood flows inundate the banks of the stream channel and recharge the alluvial aquifer. [030519: 66 (Burtell)] The release of water from the alluvial aquifer process can sustain streamflows well into the winter months. [043019: 46 (Fogg)]

In addition to supporting the native fish populations, flood flows are also necessary to the riparian vegetation. Floods can remove woody debris and existing vegetation along the river to create open soil space for cottonwood seedlings to germinate and establish new cohorts of cottonwood stands.

[U.S. FOF 589; 013019: 27-28, 32-33 (Dixon); 021219: 42 (Carothers); Exh. 26 at 55, PDF 58] Recruitment is paramount to maintain the cottonwood forests in SPRNCA that hold the floodplain sediment deposits in place and when dead, contribute organic material to the riparian soils and logs that create impoundments. [Id. at 290, PDF 293]

Based on the foregoing, federal reserved water rights to flood flows must be granted to protect SPRNCA. The dispute between the United States and Freeport concerning floodflows centers on quantifying the amount that is sufficient. Freeport proposes a lesser quantity of flood flows than the amount claimed by the United States. Freeport Closing Statement at Appendix 1. The United States quantifies its claimed flood flow as the difference between the median annual volume of surface flow and the sum of the median monthly flows (based on the median of the mean daily flows) from 1955 to 1988. [U.S. FOF 79] Freeport derives its annual flood flow values from the difference between the median annual volume of surface flow and the sum of monthly flows (based on the median of the median daily flows) for the later period of 1981 to 2015. [Freeport FOF 29] In essence, the flood flow dispute is a continuation of the broader dispute between the United States and Freeport as to the appropriate period of record that should be used to quantify surface flow. For the reasons set forth above, data from the streamflow gages from 1981 to 2015 shall determine the quantity of water sufficient to maintain SPRNCA.

## VIII. Quantification of Right to Augmentation

In addition to the quantities of surface water for streamflow and the maintenance of groundwater levels at designated elevations that the United States represents are enough to maintain SPRNCA, it also claims federal reserved water rights to an additional amount of water for "emergency conditions." Specifically, it seeks a federal reserved water right to pump up to 300 acre-feet of

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groundwater into the San Pedro River to augment aquatic habitat within the historically perennial Charleston segment of the San Pedro River. [United States Post-Trial Brief at 14; U.S. FOF 1113] Initially, the United States claimed a right to pump 11,150 acre-feet from 28 large capacity wells to "be used in emergencies to prevent the loss of aquatic and riparian habitat." [Exh. 79 at PDF 17] It subsequently modified its claim to assert federal reserved water rights to 300 acre-feet of water that would be pumped at a maximum of five cubic feet per second ("cfs") from four wells adjacent to the river for up to 30 days. [U.S. FOF Nos. 1113, 1119] The basis for the 30-day limitation on pumping is based on the testimony of David Romero, a hydrologist who received his master of science degree in hydrology from the University of Arizona. Mr. Romero examined the flow data from the Charleston gage to determine the length of the time periods when the seven-day low flow at the Charleston gage was less than 0.1 cfs. [U.S. FOF 1115] From this analysis, Mr. Romero concluded that the longest period of flows at Charleston with less than 0.1 cfs was 28 days. [U.S. FOF 1117] Freeport argues that the pumping of groundwater would not serve the purposes of SPRNCA and would pose a significant risk to the health of the riparian area. [Freeport FOF 343] It also contends that there would be only a slight increase in flow where pumped water is added to the stream and that increase would be insufficient to materially affect the riparian habitat or aquatic resources of SPRNCA. Freeport Closing Statement at 119. Further, Freeport argues that the United States' use of augmentation could foreseeably cause elevations in monitoring wells to drop below decreed elevations. Freeport Closing Statement at 102; United States Post-Trial Brief at 85. Pumping at the rate of 5 cfs for 30 days would drawdown the water table in the area surrounding the Charleston area by approximately 0.5 meter. [U.S. FOF 1120; Exh. 127 at 4]

The United States' claim for additional water to address extreme low-flow situations, which have arisen in the past and are expected to occur in the future, tests the definition of "sufficient." As

decided above, the United States is entitled to federal reserved water rights to surface flow and 1 2 3 4 5 6 7 8 9 10 11 12 13 14

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groundwater levels demonstrated to be sufficient over the past three decades to protect and maintain SPRNCA. This additional claim requires a determination of whether a sufficient quantity of water includes a right to water to be held by the United States essentially as insurance in the case of drought. Sufficient is synonymous with adequate. The term does not encompass the concept of an additional quantity that will ensure against an act of God in the form of severe drought. The limitation implicit in the term sufficient to describe the quantity of water reserved is consistent with more than a century of Court decisions that federal reserved water rights extend to amounts that are necessary but "no more". Cappaert v. United States, supra; Winters v. United States, supra. As the Court recognized in United States v. New Mexico, 438 U.S. 696 (1978), federal reserved water rights are not the sole source of water available to the United States to meet its needs. The United States has the ability to acquire water in the same manner as any other non-federal public or private appropriator.

#### IX. **Quantification of Rights to Point Sources**

The United States claims rights for water from point sources close to the San Pedro River for the purposes of streamflow augmentation and supporting wildlife and recreational uses within SPRNCA. [U.S. FOF 201] In its Third Amended Statement of Claimant, the United States claimed rights to water from 94 point sources but subsequently reduced its claim to nine point sources. [Exh. 1 at 37-42; U.S. FOF 201; Exh. 14 at 3-14] Five of those point sources, Cottonwood #1 Well, Snake Well, Wolf #1 Well, Wolf #2 Well, and Whitehouse Well, were to provide water in case of emergency caused by a drought addressed above. The remaining sources, Fairbank #2 Well, Horse Thief Draw Spring, Lewis Spring South, and Moson Spring, are to provide water for wildlife and recreation purposes. [U.S. FOF 204-205]

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The United States takes the position that its federal reserved water rights for wildlife watering from the listed point sources should be adjudicated under de minimis procedures used to adjudicate water rights for stockwatering in the San Pedro Watershed. [U.S. COL 179; Exh. 1 at 38-42] minimis adjudication procedures adopted to adjudicate state water rights defined by attributes set by state law do not apply to this case. [Order of Judge Ballinger dated September 26, 2002, Contested Case No. W1-11-19 ("De Minimis Order"); Memorandum Decision, Findings of Fact, and Conclusions of Law for Group of Cases Involving Stockwatering, Stockponds, and Domestic Uses (Nov. 14, 1994) ("De Minimis Report").] This case will adjudicate federal reserved water rights defined by attributes set by federal law. Moreover, the adoption of those procedures was fundamentally a case management decision by the court that the benefits of resolving certain types of disputes involving thousands of claims in the San Pedro Watershed were substantially outweighed by the costs of doing so. The court concluded that the amount of litigant and judicial effort that would be expended to fully litigate the ownership, quantity, and other characteristics of those small water uses could not be justified by the results. Those considerations do not apply to this case where a single party is asserting a small number of water rights within a case that involves substantial water right claims. No reason, legal, management or otherwise, exists to import summary procedures into this litigation to resolve four wildlife watering claims. The United States must establish its federal reserved water rights for wildlife watering just as it is required to do for its other claims.

Among the elements that the United States must establish is the amount sufficient from each source to protect SPRNCA, which necessitates evidence verifying the flow and volume of point sources. As Freeport points out and ADWR confirmed, the United States' determinations for volume and flow at the claimed point sources are not reliable. [Freeport Closing Statement at 121; Exh. 14 at 13-15]. In its review of the United States' quantification of flow and volume at the point sources,

ADWR concluded that the United States "does not include complete measurement records" and that the "snapshot of 2003 - 2004 flow rates are not supported by investigations of hydrogeology and sources of water at the seeps and springs." [Exh. 14 at 3-14, 3-15] Based on the record in this case, the United States has not met its burden to show that the quantities it claimed from the various point sources were the amounts sufficient to protect SPRNCA. Therefore, no reserved water rights will be decreed at Fairbank #2 Well, Horse Thief Draw Spring, Lewis Spring South, and Moson Spring.

### X. Decree

The United States is decreed a federal reserved water right to instream flows at the three San Pedro River USGS stream gages and the Babocomari streamgage within the SPRNCA for the protection of the riparian area and the aquatic, wildlife, archeological, paleontological, scientific, cultural, educational, and recreational resources of the SPRNCA. It is entitled to federal reserved water rights defined as monthly flows at each of the four stream gages, in acre-feet and cubic feet per second, for each month. Monthly flows are determined as the median rate of the mean daily flow for that month from 1981 to 2015. It is further entitled to federal reserved water rights to flood flows calculated as the difference between the sum of the monthly flows and the mean annual flows. Further, the United States is decreed a federal reserved water right to the following groundwater elevations at nine monitoring wells within the SPRNCA for the protection of the riparian area:

Well Name	Location	Elevation at Top of Casing (ft.) (Datum: NAD83, NAVD88, GEOID03)	Water Level Elevation (ft.)
Palominas Well #5	31°20' 40.63704" -110° 08' 03.50040"	4267.6	4246.1
Hereford South	31 ° 26' 23.09794"		
monitoring well	-110° 06' 29.80706"	4153.4	4143.9
Hereford North	31° 26′ 38.29823″	4155.1	4145.7

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monitoring well	-110° 06' 26.63238"		
Cottonwood	31° 31' 10.56285"		
monitoring well	-110° 07' 46.70368"	4087.1	4070.7
Lewis Springs	31 ° 33' 10.83449"		and free district
monitoring well	-110° 08' 18.97124"	4049.9	4040.9
Moson Spring	31° 36' 42.38970"	3989.25	3975.5
monitoring well	-110° 10' 03.33506"		
Boquillas #2	31° 40' 59.98193"	3896.95	3879.05
monitoring well	-110° 11' 22.02455"		
Boquillas #1	31° 41' 23.56147"	3878.0	3862.2
monitoring well	-110° 11' 11.74585"		
	31° 47' 34.61492"		
Summers	-110° 13' 03.70638"	N/A	3717.3
monitoring well			

The United States will submit a form of decree consistent with the decisions in this Order by December 1, 2023. The other parties may submit objections to the form of decree by January 22, 2024. Objections to the form of decree must be limited to objections that the proposed decree is not consistent with this Order.

Dated: August 24, 2023

Hon. Mark H. Brain