Robyn M. Brody (ISB No. 5678) J. Justin May (ISB No. 5818) 1 **BRODY LAW OFFICE, PLLC** MAY, BROWNING & MAY, PLLC P.O. Box 554 1419 W. Washington 2 **Rupert, ID 83350** Boise, ID 83702 Telephone: (208) 434-2778 Telephone: (208) 429-0905 3 Facsimile: (208) 434-2780 Facsimile: (208) 342-7278 robynbrody@hotmail.com jmay@maybrowning.com 4 Fritz X. Haemmerle (ISB No. 3862) 5 HAEMMERLE & HAEMMERLE, PLLC District Court - SRBA Fifth Judiclal District P.O. Box 1800 Hailey, ID 83333 In Re: Administrative Appeals County of Twin Falls - State of Idaho Telephone: (208) 578-0520 Facsimile: (208) 578-0564 APR - 3 2014 8 fxh@haemlaw.com 9 Clerk Attorneys for Intervenor, Rangen, Inc. Deputy Clerk. 10 IN THE DISTRICT COURT OF THE FIFTH JUDICAL DISTRICT OF THE 11 STATE OF IDAHO, IN AND FOR THE COUNTY OF GOODING 12 IDAHO GROUND WATER Case No. CV-2014-179 13 APPROPRIATORS, INC., 14 **CROSS-PETITION FOR JUDICIAL** Petitioner, REVIEW 15 VS. 16 IDAHO DEPARTMENT OF WATER RESOURCES and Gary Spackman, in his 17 official capacity as Director of the Idaho Department of Water Resources, 18 Respondent, 19 20 RANGEN, INC., an Idaho Corporation, 21 Intervenor. 22 IN THE MATTER OF DISTRIBUTION OF) 23 WATER TO WATER RIGHT NOS. 36-02551 & 36-07694 (RANGEN, INC.), IDWR) 24 **DOCKET NO. CM-DC-2011-004** 25

CROSS-PETITION FOR JUDICIAL REVIEW - 1

COME NOW the Intervenor, RANGEN, INC. ("Intervenor" or "Rangen"), by and through its attorneys of record, Fritz X. Haemmerle of Haemmerle & Haemmerle, P.L.L.C.; Robyn M. Brody of Brody Law Office, PLLC; and J. Justin May of May Browning & May, PLLC, and pursuant to Idaho Code Sections 67-5270 through 67-5279 and I.R.C.P. 84(c), and the Court's *Procedural Order Governing Judicial Review of Final Order of Director of Idaho Department of Water Resources*, dated March 28, 2014 (hereinafter "Procedural Order"), files this Cross-Petition for Judicial Review as follows:

PETITION FOR JUDICIAL REVIEW

- 1. Rangen owns and operates a fish research and propagation facility in the Thousand Springs area near Hagerman, Gooding County, State of Idaho. Rangen Corporation is located and generally operates its business out of Buhl, Twin Falls County, State of Idaho
- 2. Rangen operates the facility with several water rights. Because Rangen was not receiving the amount of water it rightfully possess under water rights 36-02551 and 36-07694, Rangen filed a water call under the Idaho's Constitution, statutes and rules adopted by the Respondent, Idaho Department of Water Resources (hereinafter "Respondent" or "Department"), for conjunctive administration of water rights. The water call was filed on December 13, 2011. This matter came before the Department based on a contested case ("water call") in Department Case No. CM-DC-2011-004.
- 3. Name of agency from which judicial review is sought: Idaho Department of Water Resources ("Respondent") and its Director Gary Spackman, an agency of the State of Idaho.

- 4. This Cross-Petition is taken to the District Court of the Fifth Judicial District, County of Gooding, through an appeal filed by the Idaho Ground Water Appropriators, Inc. ("Petitioner" or "IGWA"), in Gooding County Case No. CV-2014-179.
- Department, by and through its Director, Gary Spackman, held a contested hearing on Rangen's water call. On January 29, 2014, the Director issued his "Final Order Regarding Rangen, Inc.'s Petition for Delivery Call; Curtailing Ground Water Junior to July 13, 1962" (hereinafter "Final Order"). Thereafter, parties to the contested case filed Motions for Reconsideration of the Final Order. On March 4, 2014, the Director issued his "Order on Reconsideration." Rangen is appealing both Orders, all in Department of Water Resources Case No. CM-DC-2011-004. Rangen is also appealing the Director's "Order Granting, in Part, and Denying, in Part, Rangen, Inc.'s Motion for Partial Summary Judgment Re: Source," also in Case No. CM-DC-2011-004.
- 6. A transcript of all proceedings in Case No. CM-DC-2011 is requested. The contested hearing between May 1 through 16, 2013, was believed to have been recorded by the Department. Also, there was a transcript prepared by M&M Court Reporters, Boise, Idaho. All other proceedings, including monthly status conferences, were recorded by the Department.
- Rangen has requested an estimate for preparation of the transcript and record, and
 Rangen has tendered an estimated fee for same.
- 8. Rangen's substantial rights have been prejudiced by the Department's Orders including, but not necessarily limited to the diminishment of water rights, 36-02551 and 36-07694, as those rights were Decreed by the Snake River Basin Water Adjudication and permitted and licensed by the Department, and the failure of the Department to account for all water available to it from this water call under the operation of the Department's ground water model,

ESPAM2.1, and the Director's Final Order and Order on Reconsideration have denied the Rangen's rights to receive its legally entitled water under water rights duly perfected under Idaho law.

- Under the standards of evaluation as set forth under Idaho Code Section 67-5279,
 the Final Order and Order on Reconsideration:
 - a. are in violation of constitutional, statutory provisions or administrative rules of the Department;
 - b. are in excess of the statutory authority or authority of the Department under the administrative rules of the Department;
 - c. were made upon unlawful procedures; and
 - d. were arbitrary, capricious, and/or an abuse of the agency discretion.
- 10. The issues presented for the appeal, as identified in paragraph 9, and as more specifically identified in this paragraph include, but are not necessarily limited to, the following:
 - a. Whether as a matter of fact or law that Rangen's decreed source under water rights 36-02551 and 36-07694, the "Martin Curren Tunnel," encompasses the entire spring complex that forms the headwaters of Billingsley Creek, as opposed to just water emanating from the Martin Curren Tunnel.
 - b. Whether as a matter of fact and law that Rangen's Partial Decrees under 36-02551 and 36-07694 allow the diversion of the springs that form the headwaters of Billingsley Creek, as opposed to just water emanating from the Martin Curren Tunnel.
 - c. Whether the Department is estopped from concluding Rangen in not entitled to divert from entire talus slope, as opposed to just the water emanating from the

- Martin Curren Tunnel, based on prior decisions of Director and prior inactions and conclusions of Department staff
- d. Whether under a curtailment run made under ESPAM2.1, the conclusion that Rangen is entitled to 63% of the spring flow in the Rangen Cell is supported by substantial evidence in the record as a whole and, based on Rangen's Decrees, is supported as a matter of law.
- e. Whether as a matter of fact or law that the junior user parties failed to demonstrate their own efficient use of water without waste.
- f. Whether Finding 51 of the Final Order is supported by substantial evidence in the record as a whole (Weir Coefficient).
- g. Whether the use of a trim line is supported by agency rules, justified by on substantial evidence in the record, or does the use of a trim line constitute an arbitrary and capacious decision.
- h. Whether, if a trim line is not an arbitrary or capacious decision, the citation to prior trim lines as set forth in Conclusions 42 through 46 of the Final Order are entirely unrelated to the operation of ESPAM2.1 in this water call.
- i. Whether the Director's calculations of the benefit to the Rangen Spring Cell was correct given the Director's use of the "Great Rift" as a trim line.
- j. Rangen adopts the issues raised by IGWA in its Petition for Judicial Review, issues 5.1 through 5.7, for the purpose of responding to the issues as the facts and law require.
- 12. Other parties to the Case included the City of Pocatello, the Idaho Ground Water Appropriators, Inc. ("IGWA"), and the A&B Irrigation District, American Falls Reservoir District # 2, Burley Irrigation District, Miler Irrigation District, Minidoka Irrigation District,

North Side Canal Company and Twin Falls Canal Company (collectively, the "Surface Water Coalition" or "SWC").

13. Service of this Petition has been made on the Department, and notice of this filing has been made on parties to the contested case in CM-DC-2011-004.

DEMAND FOR ATTORNEY FEES AND COSTS

As a result of the Department's actions, Rangen has had to retain counsel. For services rendered, the Rangen is entitled to attorney fees and costs should they prevail in this action pursuant to Idaho Code Section 12-117 and pursuant to Rule 54 of the Idaho Rules of Civil Procedure.

RIGHT TO AMEND

Rangen reserve the right to amend this Petition in any respect as motion practice and discovery proceed in this matter.

WHEREFORE, Rangen prays for the following relief:

- A. That the issues raised by the Petitioner IGWA be denied in all respects;
- B. That the Court find in favor of the Intervenor finding that the Final Order and Order on Motion for Reconsideration was:
 - a. is in violation of constitutional, statutory provisions or current administrative rules of the Department;
 - b. is in excess of the statutory authority or administrative rules of the Department;
 - c. were made upon unlawful procedures; and
 - d. were arbitrary, capricious, and/or an abuse of the agency discretion.

- C. That the Court set aside the Orders, in whole or part, and/or remand the Orders back for further proceedings;
- D. For an award of reasonable costs and attorneys' fees pursuant to applicable law, including but not limited to Idaho Code Section 12-117, and Idaho Rule of Civil Procedure 54; and
- E. For such other and further relief as the Court deems just and equitable.

 RESPECTFULLY SUBMITTED this 3 day of April, 2014.

HAEMMERLE & HAEMMERLE, P.L.L.C.

ву:

The undersigned, a resident attorney of the State of Idaho, hereby certifies that on the day of April, 2014, he caused a true and correct copy of the foregoing document to be served upon the following as indicated:

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