BEFORE THE DEPARTMENT OF WATER RESOURCES OF THE STATE OF IDAHO

IN THE MATTER OF SYTLE'S PETITION FOR DECLARATORY RULING REGARDING DISTRIBUTION OF WATER TO WATER RIGHT NO. 95-0734 Docket No. P-DR-2017-001

ORDER GRANTING PETITIONS TO INTERVENE; ORDER REQUIRING SUBMITTAL OF INFORMATION

BACKGROUND

On February 16, 2017, Gordon Sylte, Susan Goodrich, John Sylte, and Sylte Ranch Limited Liability Company (collectively, "Sylte") filed with the Idaho Department of Water Resources ("Department") *Sylte's Petition for Declaratory Ruling* ("Petition") pursuant to Idaho Code § 67-5232 and Rule 400 of the Department's Rules of Procedure (IDAPA 37.01.01.400).

Sytle requests the Department issue an order setting aside the September 20, 2016, letter ("Instructions") the Department sent to the watermaster of Water District 95C ("WD95C") requiring the watermaster adhere to detailed instructions contained therein in administering water rights pursuant to the *Final Decree*, In the Matter of the General Determination of the Rights to the Use of the Surface Waters of Twin Lakes, Including Tributaries and Outlets, Case No. 32572 (1st Jud. Dist. Ct. April 20, 1989) ("Decree"). *Petition* at 1. Sylte asserts the Instructions "are contrary to the [Decree] and are not in accordance with the prior appropriation doctrine as required by Idaho Code Section 42-602." *Id.* Sylte also asserts the prior appropriation doctrine and Decree "require delivery of water to Sylte's water right no. 95-0734 on a continuous year-round basis irrespective of the amount of natural tributary inflow into Twin Lakes or the application of the futile call doctrine." *Id.* at 1-2.

On April 14, 2017, the Director of the Department issued the *Notice of Prehearing Conference; Order Setting Deadline for Petitions to Intervene and Appointing Hearing Officer* ("Notice"), setting a May 8, 2017, deadline for filing petitions to intervene; scheduling a prehearing conference for May 22, 2017; and appointing Shelley Keen as hearing officer. The Notice stated that "those seeking to intervene must be represented at the prehearing conference in person or by telephone." *Notice* at 2.

Prior to the prehearing conference, the Department received sixty-seven timely petitions to intervene, and five untimely petitions to intervene. On May 22, 2017, the hearing officer held the prehearing conference. The following individuals who filed petitions to intervene did not appear at the prehearing conference in person or by telephone as required by the Notice.

- Edwin G. Frost, Personal Representative of the Estate of Eloise F. Phelps
- Cindy A. and David R. Nipp
- Sandra Cozzetto
- · Charles and Ruth Benage
- Marie A. Alice
- Rene Lacroix
- Michael D. Watkins
- Harold Elofson
- John B. Conklin
- Steven and Elizabeth Holmes
- Barbara Herr
- Rodney D. Harris
- Kathleen C. Hicks
- Lauri Oates Hite
- Duane and Janice Wilcox
- William P. and Julie A. Hope

At the prehearing conference, the hearing officer stated he would issue a notice of proposed default order to individuals who filed petitions to intervene (whether timely or untimely) but did not attend the prehearing conference.

On May 26, 2017, the hearing officer issued a *Notice of Proposed Default Order* ("Notice of Proposed Default") upon the above-named individuals who filed petitions to intervene but did not appear at the prehearing conference in person or by telephone as required by the Notice. The Notice of Proposed Default informed the individuals that, pursuant to Rule 701 of the Department's Rules of Procedure, they had seven (7) days after service of the Notice of Proposed Default to file a written petition requesting that the proposed default order not be entered. *Notice of Proposed Default* at 3.

The Department received satisfactory responses to the Notice of Proposed Default from Barbara Herr, Sandra Cozzetto, Charles and Ruth Benage, John B. Conklin, Cindy A. and David R. Nipp, Marie A. Alice, Rene Lacroix, and Steven and Elizabeth Holmes. Based upon the contents of these responses, the hearing officer will not issue a default order to Barbara Herr, Sandra Cozzetto, Charles and Ruth Benage, John B. Conklin, Cindy A. and David R. Nipp, Marie A. Alice, Rene Lacroix and Steven and Elizabeth Holmes and will consider their petitions to intervene.

ANALYSIS

The Department's Rule of Procedure 353 states:

If a timely-filed petition to intervene shows direct and substantial interest in any part of the subject matter of a proceeding and does not unduly broaden the issues, the presiding officer will grant intervention, subject to reasonable conditions, unless the applicant's interest is adequately represented by existing parties. If it appears that an intervenor has no direct or substantial interest in the proceeding, the presiding officer may dismiss the intervenor from the proceeding.

IDAPA 37.01.01.353.

Barbara Herr, Sandra Cozzetto, Charles and Ruth Benage, John B. Conklin, Cindy A. and David R. Nipp, Marie A. Alice, Rene Lacroix, and Steven and Elizabeth Holmes received the Notice in this matter because the Department identified them as "likely to be interested in the subject matter" of the Petition. *Notice* at 2. The hearing officer will grant the petitions to intervene filed by Barbara Herr, Sandra Cozzetto, Charles and Ruth Benage, John B. Conklin, Cindy A. and David R. Nipp, Marie A. Alice, Rene Lacroix, and Steven and Elizabeth Holmes.

ORDER

IT IS HEREBY ORDERED that the petitions to intervene filed by Barbara Herr, Sandra Cozzetto, Charles and Ruth Benage, John B. Conklin, Cindy A. and David R. Nipp, Marie A. Alice, Rene Lacroix, and Steven and Elizabeth Holmes are GRANTED.

IT IS FURTHER ORDERED that Mr. Conklin¹ must submit the Form Required by May 26, 2017, Order² to the hearing officer by U.S. mail or hand delivery to the Department's Northern Regional Office or State Office stating 1) whether he consents to email service of documents in this matter by the Department and other parties; 2) whether he wishes to withdraw from participation in this matter pursuant to the Department's Rule of Procedure 204; and 3) whether he has designated a spokesperson, who must be another party granted intervenor status herein or be an intervenor's attorney, all by June 26, 2017. Upon designating a spokesperson, the individual intervenor's petition to intervene will be subsumed into the designated intervenor spokesperson's petition to intervene, and the individual intervenor will thereby waive the right to independently conduct discovery, to call and examine witnesses, and to individually negotiate settlement. Individual intervenors who designate a spokesperson will retain the right to personally testify and present evidence at the hearing, will be subject to cross-examination and

¹ The Department already received the enclosed form from Barbara Herr, Sandra Cozzetto, Charles and Ruth Benage, Cindy A. and David R. Nipp, Marie A. Alice, Rene Lacroix, and Steven and Elizabeth Holmes.

² This form was attached to the *Order Granting Petitions to Intervene*; *Order Requiring Submittal of Information* served to Mr. Conklin by U.S. mail.

discovery regarding their proposed individual testimony and evidence, and will be bound by any settlement reached by their designated spokesperson.

IT IS FURTHER ORDERED that failure to timely submit the enclosed form as set forth above may be grounds for dismissal as a party to this contested case by default order for failure to respond to the written information inquiry, unless good cause for such failure can be shown.

DATED this Handle day of June 2017.

SHELLEY KEEN Hearing Officer

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that on this day of June 2017, I served a true and correct copy of the foregoing document on the parties listed below by U.S. Certified Mail, Return Receipt Required.

ESTATE OF CARMELA G DEMPSEY CURRAN D DEMPSEY DISCLAIMER TRUST 3224 S WHIPPLE ROAD SPOKANE WA 99206-6310

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GLORIA POOLE 325 E SHARP SPOKANE WA 99202

Kimi White

I HEREBY FURTHER CERTIFY that on this day of June 2017, I served a true and correct copy of the: 1) Default Order Denying Petitions to Intervene; 2) Notice of Proposed Default Order; 3) Order Granting Petitions to Intervene; Order Requiring Submittal of Information; 4) Order Granting Petition to Intervene; Order Requiring Submittal of Information; and 5) Order Authorizing Discovery; Scheduling Order; Notice of Hearing; Order Requiring Notice Regarding Participation, on the parties listed below by their designated method of service as indicated.

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ORDER GRANTING PETITIONS TO INTERVENE; ORDER REQUIRING SUBMITTAL OF INFORMATION Page 6

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