FILED 04/11/2024 Sara Calkins CLERK Montana Water Court STATE OF MONTANA By: D'Ann CIGLER 40E-0170-R-2024 Ostrem, Eyvind 1.00

Montana Water Court PO Box 1389 Bozeman, MT 59771-1389 1-800-624-3270 (406) 586-4364 watercourt@mt.gov

IN THE WATER COURT OF THE STATE OF MONTANA LOWER MISSOURI DIVISION MISSOURI RIVER BASIN BETWEEN MUSSELSHELL RIVER AND FORT PECK DAM - BASIN (40E) PRELIMINARY DECREE

CLAIMANT: Veseth & Veseth Livestock Co.

OBJECTION: Veseth & Veseth Livestock Co

CASE 40E-0170-R-2024 40E 22372-00 40E 30160071

NOTICE OF FILING OF MASTER'S REPORT

This Master's Report was filed with the Montana Water Court on the above stamped date. <u>Please review this report carefully.</u>

You may file a written objection to this Master's Report within **10 days** of the stamped date if you disagree or find errors with the Master's findings of fact, conclusions of law, or recommendations. Rule 23, W.R.Adj.R. If the Master's Report was mailed to you, the Montana Rules of Civil Procedure allow an additional 3 days to be added to the 10-day objection period. Rule 6(d), M.R.Civ.P. If you file an objection, you must serve a copy of the objection to all parties on the service list found at the end of the Master's Report. The original objection and a certificate of mailing to all parties on the service list must be filed with the Water Court.

If you do not file a timely objection, the Water Court will conclude that you agree with the content of this Master's Report.

MASTER'S REPORT

Water right claim 40E 22372-00 appeared in the Preliminary Decree for the Missouri River Between Musselshell River and Fort Peck Dam (Basin 40E) issued October 7, 2020. Claimant Veseth & Veseth Livestock ("Veseth") objected to the claim and the claim also received issue remarks from the Department of Natural Resources and Conservation ("DNRC") identifying potential legal or factual issues. The Water Court consolidated this claim and others into Water Court Case 40E-0017-R-2022 to address objections and issue remarks.

On October 6, 2022, Veseth submitted its Notice of Filing of Resolution of Objections in Case 40E-0017-R-2022 ("Response") and on July 10, 2023, Veseth filed its Notice of Filing of Additional Evidence in that case ("Additional Evidence"). The water master issued a Master's Report in Case 40E-0017-R-2022, on February 9, 2024.

Veseth objected to the Master's Report, identifying corrections to 40E 22372-00 and implied claim 40E 30160071 (which the Master's Report recommended generating based on 40E 22372-00). On March 13, 2024, the Court issued an Order Adopting Master's Report in Part and Order Recommitting Claims. That order adopted the Master's Report as to all claims except 40E 22372-00 and 40E 30160071, which were reconsolidated into this case, 40E-170-R-2024, and recommitted the claims to the water master for further proceedings as necessary. Having reviewed the objection to the Master's Report in Case 40E-0017-R-2022 and the claim file, it appears the objection can be addressed without further proceedings. This Master's Report supersedes the February 9, 2024 Master's Report in Case 40E-0017-R-2022 as to claims 40E 22372-00 and 40E 30160071.

FINDINGS OF FACT

40E 22372-00

1. Claim 40E 22372-00 was decreed as an irrigation claim to two reservoirs – one on Third Creek and one on an unnamed Tributary of Third Creek. It appeared in the Preliminary Decree with the following substantive issue remark:

THIS CLAIM APPEARS TO BE CLAIMING TWO SEPARATE SOURCES OF WATER. MORE THAN ONE WATER RIGHT MAY BE INVOLVED.

2

Veseth requested that the reservoir on Third Creek be removed from claim 40E 22372-00 and be reflected in an implied claim (40E 30160071).

40E 22372-00 should be modified as follows:

Source Name: Source Type: Source Name: Source Type: Point of Diversion and Me <u>D</u> 1 Period of Diversion: Diversion Means: 2 Period of Diversion: Diversion Means:	Govt Lot OECEMBER 31 DAM NWNWSW JANUARY 1 TO DECEMBER 31	RD-GREEK Sec <u>Twp</u> <u>B</u> 29 24N 2 28 24N 2			
Reservoir: ONS	DAM TREAM				
	<u>Govt Lot</u>	<u>Qtr Sec</u> NESESE	<u>Sec</u> 29	<u>Twp</u> 24N	<u>Rge</u> <u>County</u> 29E PHILLIPS
Diversion to Rese					
Dam Height:	12.00 FEET				
Depth:	9.00 FEET				
Surface Area:	16.69 ACRES	_			
Capacity:	60.08 ACRE-FEE	Γ			
Reservoir: ON	STREAM				
	Govt Lot ₽	<u>Qtr Sec</u> WNWSW	Sec 28	<u>Twp</u> 24N	Rge <u>County</u> 29E PHILLIPS
Diversion to Rese	rvoir: DIVERSION # 2				
Dam Height:	12.00 FEET				
Depth:	9.00 FEET				
Surface Area:	11.53 ACRES				
Capacity:	41.51 ACRE FEET	F			
	THE CAPACITY, DAM ESTIMATED BY DNRC		XIMUN	A DEPT	H, AND SURFACE AREA HAVE BEEN

Additionally, as noted in Veseth's Objection to the Master's Report in Case 40E-0017-R-2022, the following clerical error in the dam location information remark should be corrected:

THE DAM EXTENDS INTO THE W2SWSW, SEC 29 28 TWP 24N RGE 29E PHILLIPS.

<u>40E 30160071</u> (implied from 40E 22372-00)

3. Implied claim 40E 30160071 should be created with the same elements as claim 40E 22372-00 except as follows:

Source Name: UNNAMED TRIBUTARY OR THIRD CREEK

Point of Dive	rsion and Means of D	iversio	n:		
D	Qtr Sec	Sec	<u>Twp</u>	Rge	County
1	NWNWSW	28	24N	29E	PHILLIPS
Sou	irce Name:	UNN/	AMED	FRIBU	TARY OF THIRD CREEK
Per	iod of Diversion:	JANU	ARY 1	TO DE	CEMBER 31
Div	version Means:	DAM			
Reservoir:	ONSTREAM				
	Qtr Sec	Sec	Twp	Rge	County
	NWNWSW		24N		PHILLIPS
Div	version to Reservoir:	DIVE	RSION	#2	
Da	m Height:	12.00	FEET		
De	pth:	9.00 F	EET		
Su	rface Area:	11.53	ACRES	5	
Ca	pacity:	41.51	ACRE-	FEET	

The following information remark should be added to the claim, as requested in

Veseth's Objection to Master's Report, and supported by the originally filed Statement of

Claim:

THE DAM EXTENDS INTO THE NESE OF SEC 29 TWP 24N RGE 29E PHILLIPS.

An informational remark should be added to claims 40E 30160071 and 40E

22372-00, stating:

THE COMBINED VOLUME OF CLAIMS 40E 22372-00 AND 40E 30160071 SHALL NOT EXCEED 74.50 AC-FT.

Claim 40E 22372-00 also received the following issue remarks that serve only to

provide notice to the Claimant and other water users (Notice Only Remarks):

THE CLAIMANT DID NOT IDENTIFY THE PERIOD OF DIVERSION FOR THIS RIGHT. A PERIOD OF DIVERSION HAS BEEN ADDED TO MATCH THE PERIOD OF USE. IF NO OBJECTIONS ARE RECEIVED TO THE PERIOD OF DIVERSION OR PERIOD OF USE, THOSE ELEMENTS WILL BE DECREED AS SHOWN ON THIS ABSTRACT AND THIS ISSUE REMARK WILL BE REMOVED FROM THIS CLAIM.

RESERVOIR RECORD AND MEANS OF DIVERSION WERE MODIFIED AS A RESULT OF DNRC REVIEW UNDER MONTANA WATER COURT REEXAMINATION ORDERS. IF NO OBJECTIONS ARE FILED TO THIS CLAIM, THESE ELEMENTS WILL REMAIN AS THEY APPEAR ON THIS ABSTRACT AND THE REMARK WILL BE REMOVED FROM THE CLAIM.

PRINCIPLES OF LAW

1. A properly filed Statement of Claim for Existing Water Right is prima facie proof of its content. § 85-2-227, MCA. This prima facie proof may be contradicted and overcome by other evidence that proves, by a preponderance of the evidence, that the elements of the claim do not accurately reflect the beneficial use of the water right as it existed prior to July 1, 1973. This is the burden of proof for every assertion that a claim is incorrect. Rule 19, W.R.Adj.R.

2. The Water Court may correct a clerical mistake or a mistake arising from oversight or omission where one is found in a part of the record. Rule 60(a), M.R.Civ.P.

3. The Water Court recognizes implied claims where a claimant can prove that: (1) the claimant's original statement of claim and attached documentation indicate the existence of two or more water rights; (2) historic use corroborates the implied claim; and (3) the court's recognition of the implied claim will not alter historic water use or increase the historic burden to other water users. *Claimants: Lee E. Foss*, 2013 Mont. Water LEXIS 17, *32; *In re Tucker*, 2019 Mont. Water LEXIS 59, *2-3.

4. Section 85-2-248(2), MCA, requires that the Water Court resolve all issue remarks that are not resolved through the objection process. See also Rule 7, W.R.Adj.R. The Montana Water Court has the authority to resolve issue remarks when the claim file and information available to the Court provide a sufficient basis to do so. Section 85-2-248(3), MCA.

CONCLUSIONS OF LAW

1. The Findings of Fact above are supported by a preponderance of the evidence. The clerical errors identified in the Findings of Fact should be corrected pursuant to Rule 60, M.R.Civ.P. The claims should be modified as described above.

2. The implied claim requested by Veseth is supported by filings submitted with the Statement of Claim. Those filings are evidence of historical water use, and the implied claim does not increase the extent of the right and therefore does not increase the historical burden on other water users. Implied claim 40E 30160071 should be generated as described above.

3. The substantive issue remark on 40E 22372-00 is resolved. The Notice Only Remarks have served their notice purpose. The issue remarks should be removed.

4. The claim modifications and removal of issue remarks described above resolve Veseth's objection to claim 40E 22372-00 and to the Master's Report in Case 40E-0017-R-2022.

5

RECOMMENDATIONS

Based on the foregoing Findings of Fact and Conclusions of Law, this Master recommends the Court modify claim 40E 22372-00, generate implied claim 40E 30160071, and remove issue remarks, as described above.

A Post Decree Abstract of Water Right for each water right claim is attached to this Master's Report for review.

ELECTRONICALLY SIGNED AND DATED BELOW.

SERVICE VIA ELECTRONIC MAIL

Benjamin S Sudduth SUDDUTH LAW PLLC PO Box 507 Bozeman, MT 59771-0507 406-272-2390 benjamin@sudduthlaw.com

POST DECREE

ABSTRACT OF WATER RIGHT CLAIM

MISSOURI RIVER, BETWEEN MUSSELSHELL RIVER AND FORT PECK DAM BASIN 40E

Water Right Number:	40E 22372	-00 STATEMEN	IT OF CLA	M		
	Version:	4 POST DEC	REE			
		Status: ACTI	VE			
Owners:	VESETH & 22787 MID/ MALTA, MT		ОСК СО			
Priority Date:	JUNE 17, 1	946				
Type of Historical Right:	FILED					
Purpose (Use):	IRRIGATIO	N				
Irrigation Type:	FLOOD					
Flow Rate:		C FLOW RATE H. M RESERVOIR.	AS NOT B	EEN DE	CREED	FOR THIS USE FROM THIS
Volume:	74.50 AC-F	Т				
	EXCEED 74	BINED VOLUME (4.50 AC-FT.	OF CLAIMS	S 40E 22	372-00 /	AND 40E 30160071 SHALL NOT
Climatic Area:	1 - HIGH					
Maximum Acres:	52.00					
Source Name:						
Source Type:		ACE WATER				
Point of Diversion and Mear	is of Diversion:					
ID	CortIa		e Caa	T	Dee	Commenter
<u>ID</u> 1	<u>Govt Lo</u>			<u>Twp</u> 24N	<u>Rge</u> 29F	<u>County</u> PHILLIPS
<u>ID</u> 1 Period of Diversion:		<u>t Qtr Se</u> NESES 1 TO DECEMBEF	29	<u>Twp</u> 24N	<u>Rge</u> 29E	<u>County</u> PHILLIPS
1		NESES	29	-		
1 Period of Diversion:	JANUARY [·] DAM	NESESI 1 TO DECEMBER EXTENDS INTO T	29 31	24N	29E	
1 Period of Diversion: Diversion Means:	JANUARY DAM THE DAM E COUNTY.	NESESI 1 TO DECEMBER EXTENDS INTO T M t Qtr Se	E 29 31 HE W2SV	24N VSW, SE <u>Twp</u>	29E C 28 TV <u>Rge</u>	PHILLIPS VP 24N RGE 29E PHILLIPS <u>County</u>
1 Period of Diversion: Diversion Means: Reservoir:	JANUARY DAM THE DAM E COUNTY. ONSTREAM <u>Govt Lo</u>	NESESI 1 TO DECEMBER EXTENDS INTO 1 M t <u>Qtr Se</u> NESESI	E 29 31 HE W2SV	24N VSW, SE	29E	PHILLIPS
1 Period of Diversion: Diversion Means: Reservoir: Diversion to Rese	JANUARY DAM THE DAM E COUNTY. ONSTREAM <u>Govt Lo</u> rvoir: DIVER	NESESI 1 TO DECEMBER EXTENDS INTO T M t <u>Qtr Se</u> NESESI SION # 1	E 29 31 HE W2SV	24N VSW, SE <u>Twp</u>	29E C 28 TV <u>Rge</u>	PHILLIPS VP 24N RGE 29E PHILLIPS <u>County</u>
1 Period of Diversion: Diversion Means: Reservoir: Diversion to Rese Dam Height:	JANUARY DAM THE DAM E COUNTY. ONSTREAM <u>Govt Lo</u> rvoir: DIVER	NESESI 1 TO DECEMBER EXTENDS INTO T M t Qtr Se NESESI SION # 1 12.00 FEET	E 29 31 HE W2SV	24N VSW, SE <u>Twp</u>	29E C 28 TV <u>Rge</u>	PHILLIPS VP 24N RGE 29E PHILLIPS <u>County</u>
1 Period of Diversion: Diversion Means: Reservoir: Diversion to Rese Dam Height: Depth:	JANUARY DAM THE DAM E COUNTY. ONSTREAN <u>Govt Lo</u> rvoir: DIVER	NESESI 1 TO DECEMBER EXTENDS INTO T M t <u>Qtr Se</u> NESESI SION # 1 12.00 FEET 9.00 FEET	E 29 31 HE W2SV	24N VSW, SE <u>Twp</u>	29E C 28 TV <u>Rge</u>	PHILLIPS VP 24N RGE 29E PHILLIPS <u>County</u>
1 Period of Diversion: Diversion Means: Reservoir: Diversion to Rese Dam Height: Depth: Surface Area:	JANUARY DAM THE DAM E COUNTY. ONSTREAN <u>Govt Lo</u> rvoir: DIVER	NESESI 1 TO DECEMBER EXTENDS INTO T M t <u>Qtr Se</u> NESESI 2SION # 1 12.00 FEET 9.00 FEET 16.69 ACRES	E 29 31 HE W2SV <u>c Sec</u> E 29	24N VSW, SE <u>Twp</u>	29E C 28 TV <u>Rge</u>	PHILLIPS VP 24N RGE 29E PHILLIPS <u>County</u>
1 Period of Diversion: Diversion Means: Reservoir: Diversion to Rese Dam Height: Depth: Surface Area: Capacity:	JANUARY DAM THE DAM E COUNTY. ONSTREAN <u>Govt Lo</u> rvoir: DIVER	NESES 1 TO DECEMBER EXTENDS INTO T M t Qtr Se NESES SION # 1 12.00 FEET 9.00 FEET 16.69 ACRES 60.08 ACRE-FEE	E 29 31 THE W2SV E <u>Sec</u> E 29	24N VSW, SE <u>Twp</u>	29E C 28 TV <u>Rge</u>	PHILLIPS VP 24N RGE 29E PHILLIPS <u>County</u>
1 Period of Diversion: Diversion Means: Reservoir: Diversion to Reservation Dam Height: Depth: Surface Area: Capacity: Period of Use:	JANUARY DAM THE DAM E COUNTY. ONSTREAN <u>Govt Lo</u> rvoir: DIVER	NESESI 1 TO DECEMBER EXTENDS INTO T M t <u>Qtr Se</u> NESESI 2SION # 1 12.00 FEET 9.00 FEET 16.69 ACRES	E 29 31 THE W2SV E <u>Sec</u> E 29	24N VSW, SE <u>Twp</u>	29E C 28 TV <u>Rge</u>	PHILLIPS VP 24N RGE 29E PHILLIPS <u>County</u>
1 Period of Diversion: Diversion Means: Reservoir: Diversion to Rese Dam Height: Depth: Surface Area: Capacity:	JANUARY DAM THE DAM E COUNTY. ONSTREAN <u>Govt Lo</u> rvoir: DIVER	NESESI 1 TO DECEMBER EXTENDS INTO T M t Qtr Se NESESI SION # 1 12.00 FEET 9.00 FEET 16.69 ACRES 60.08 ACRE-FEE 1 TO DECEMBER	T 29 231 T 29 29 29 29 29 10 29	24N VSW, SE <u>Twp</u>	29E C 28 TV <u>Rge</u>	PHILLIPS VP 24N RGE 29E PHILLIPS <u>County</u>

2		34.00	SWSW	28	24N	29E	PHILLIPS	
3		5.00	SESW	28	24N	29E	PHILLIPS	
	Total:	52.00						

Remarks:

THE WATER RIGHTS LISTED FOLLOWING THIS STATEMENT ARE MULTIPLE USES OF THE SAME RIGHT. THE USE OF THIS RIGHT FOR SEVERAL PURPOSES DOES NOT INCREASE THE EXTENT OF THE WATER RIGHT. RATHER IT DECREES THE RIGHT TO ALTERNATE AND EXCHANGE THE USE (PURPOSE) OF THE WATER IN ACCORD WITH HISTORICAL PRACTICES.

22372-00 22385-00

POST DECREE

ABSTRACT OF WATER RIGHT CLAIM

MISSOURI RIVER, BETWEEN MUSSELSHELL RIVER AND FORT PECK DAM BASIN 40E

Water Right Number:	40E 301600	71 STATEMENT	OF CLA	MM		
	Version:	2 ORIGINAL RIG	GHT			
		Status: ACTIVE				
Owners:	VESETH & \ 22787 MIDA MALTA, MT		CK CO			
Priority Date:	JUNE 17, 19	46				
Type of Historical Right:	FILED					
Purpose (Use):	IRRIGATION	I				
Irrigation Type:	FLOOD					
Flow Rate:		FLOW RATE HAS RESERVOIR.	NOT BI	EEN DE(CREED	FOR THIS USE FROM THIS
Volume:	74.50 AC-FT					
	THE COMBI EXCEED 74		CLAIMS	6 40E 22	372-00 /	AND 40E 30160071 SHALL NOT
Climatic Area:	1 - HIGH					
Maximum Acres:	52.00					
Source Name:	UNNAMED 1	FRIBUTARY OF TH	IIRD CR	EEK		
Source Type:	SURFA	CE WATER				
Point of Diversion and Mean						
<u>ID</u> 1	<u>Govt Lot</u>	<u>Qtr Sec</u> NWNWSW	<u>Sec</u> 28	<u>Twp</u> 24N	<u>Rge</u> 29E	<u>County</u> PHILLIPS
Period of Diversion:	JANUARY 1	TO DECEMBER 3	1			
Diversion Means:	DAM					
	DAM EXTEN	IDS INTO THE NES	SE OF S	SEC 29 T	WP 24N	RGE 29E PHILLIPS COUNTY.
Reservoir:	ONSTREAM					
	<u>Govt Lot</u>	<u>Qtr Sec</u>	Sec	<u>Twp</u>	<u>Rge</u>	<u>County</u>
Diversion to Rese	rvoir. DIVERS	NWNWSW	28	24N	29E	PHILLIPS
Dam Height:		2.00 FEET				
Depth:		9.00 FEET				
Surface Area:		1.53 ACRES				
Capacity:	4	1.51 ACRE-FEET				
Period of Use:	JANUARY 1	TO DECEMBER 3	1			
Place of Use:						
<u>ID</u> <u>Acre</u>	es <u>Govt Lot</u>	<u>Qtr Sec</u>	<u>Sec</u>	<u>Twp</u>	<u>Rge</u>	<u>County</u>
1 13.0	0	NWSW	28	24N	29E	PHILLIPS
2 34.0	0	SWSW	28	24N	29E	PHILLIPS

3	5.00	SESW	28	24N	29E	PHILLIPS
Total:	52.00					

Remarks:

THE WATER RIGHTS LISTED FOLLOWING THIS STATEMENT ARE MULTIPLE USES OF THE SAME RIGHT. THE USE OF THIS RIGHT FOR SEVERAL PURPOSES DOES NOT INCREASE THE EXTENT OF THE WATER RIGHT. RATHER IT DECREES THE RIGHT TO ALTERNATE AND EXCHANGE THE USE (PURPOSE) OF THE WATER IN ACCORD WITH HISTORICAL PRACTICES.

22386-00 30160071