Montana Water Court PO Box 1389 Bozeman, MT 59771-1389 1-800-624-3270 (406) 586-4364 watercourt@mt.gov FILE D 04/28/2025 Sara Calkins CLERK Montana Water Court STATE OF MONTANA By: D'Ann CIGLER 411-0089-R-2025 Lockman, Melissa 2.00

IN THE WATER COURT OF THE STATE OF MONTANA UPPER MISSOURI DIVISION MISSOURI RIVER ABOVE HOLTER DAM BASIN (411) PRELIMINARY DECREE

CLAIMANT: Steve W. & Candace Lyman Family Living Trust

CASE 41I-0089-R-2025 41I 30128069

OBJECTOR: NR & EJ Limited Partnership

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 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

Claim 41I 30128069 appeared in the Preliminary Decree for the Missouri River above Holter Dam (Basin 41I) issued on June 24, 2022. The claim is owned by the Steve W. & Candace M. Lyman Family Living Trust ("Trust"). NR & EJ Limited Partnership objected to the claim.

FINDINGS OF FACT

1. Claim 41I 30128069 appeared in the Basin 41I Preliminary Decree as a claim for stock drinking directly from Lump Gulch and an unnamed tributary of Lump Gulch in the following locations:

se:					
Acres	Govt Lot	Qtr Sec	<u>Sec</u>	Twp	Rge County
		N2N2SW	17	8N	4W JEFFERSON
		S2SENW	17	8N	4W JEFFERSON
		SWSWNE	16	8N	4W JEFFERSON
			Acres Govt Lot Qtr Sec N2N2SW S2SENW	Acres Govt Lot Qtr Sec Sec N2N2SW 17 S2SENW 17	AcresGovt LotQtr SecSecTwpN2N2SW178NS2SENW178N

2. NR & EJ Limited Partnership objected to the claim, stating: The Place of Use includes property not owned by claimants in Sec. 16, T8N, R4W. It appears that DNRC incorrectly entered Sec. 16 rather than Sec. 17 for a portion of place of use.

3. The Statement of Claim for claim 41I 30128069 only listed the N2N2SW of Section 17, T8N, R4W, Jefferson County. During the DNRC's examination of the claim, the DNRC added the additional points of diversion and places of use based on the map attached to the Statement of Claim. The map only depicts Section 17.

4. On April 17, 2025, the Court held a status conference in this matter. Steve Lyman appeared on behalf of the Trust. John Tietz appeared on behalf of the NR & EJ Limited Partnership. The parties agree that the SWSWNE §16 is a clerical error and should be corrected to the SWSWNE §17.

 Claim 41I 30128069 received the following notice-type issue remark: THIS CLAIM NUMBER WAS NOT INCLUDED IN THE BASIN 41I DECREE ISSUED 03/08/1995.

6. This remark served its notice purpose.

PRINCIPLES OF LAW

1. A properly filed Statement of Claim for an existing water right is prima facie proof of its content. Section 85-2-227, MCA; Rule 10, W.R.Adj.R.

2. Prima facie proof may be contradicted and overcome by a preponderance of the evidence. Rule 19, W.R.Adj.R.

3. A preponderance of the evidence is evidence that shows a fact is "more probable than not." *Hohenlohe v. State*, 2010 MT 203, ¶ 33, 357 Mont. 438, 240 P.3d 628.

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4. If prima facie status is overcome, the burden shifts back to the claimant to demonstrate historical use. *79 Ranch v. Pitsch*, 204 Mont. 426, 432-33, 666 P.2d 215, 218 (1983).

5. 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.

6. The Water Court may use information submitted by the DNRC, the Statement of Claim, and any other data obtained by the Court to evaluate a water right. Sections 85-2-227, -231(2), MCA.

7. When resolving issue remarks, the Water Court must weigh the information resulting in the issue remark and the issue remark against the claimed water right. Section 85-2-247(2), MCA. The factual evidence on which an issue remark is based must meet the preponderance of evidence standard before the prima facie status of a claim is overcome. 43Q 200996-00 et al., Order Establishing Volume and Order Closing Case, at 18, June 8, 2015.

CONCLUSIONS OF LAW

1. The objection overcomes the prima facie status of claim 41I 30128069. The evidence in the claim file shows the point of diversion and place of use in the SWSWNE should be in §17.

2. The notice-type issue remark served its notice purpose and should be removed from the claim abstract.

RECOMMENDATIONS

1. For claim 41I 30128069, the point of diversion and place of use in the SWSWNE \$16 should be corrected to the SWSWNE \$<u>17</u>.

2. The notice-type issue remark should be removed from the claim abstract.

A post decree abstract of the water right claim reflecting these recommendations is attached to this Report.

ELECTRONICALLY SIGNED AND DATED BELOW.

SERVICE VIA USPS MAIL

Steve W & Candace M Lyman Family Living Trust 5690 Rainbow Dr Helena, MT 59602

SERVICE VIA ELECTRONIC MAIL

Hallee C Frandsen W John Tietz Browning Kaleczyc Berry & Hoven PC PO Box 1697 Helena, MT 59624 hallee@bkbh.com john@bkbh.com **Cassandra@bkbh.com** (atty NR & EJ Limited Partnership)

Notice: Service List Updated 4.24.25

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POST DECREE ABSTRACT OF WATER RIGHT CLAIM MISSOURI RIVER, ABOVE HOLTER DAM BASIN 411 0128069 STATEMENT OF CLAIM

Water Right Number:	41I 30128069 STATEMENT OF CLAIM								
	Version: 2 POST DECREE								
	Status: ACTIVE								
Owners:	LYMAN, STEVE W & CANDACE M FAMILY LIVING TRUST STEVE W & CANDACE M LYMAN TRUSTEES 5690 RAINBOW DR HELENA, MT 59602-9574								
Priority Date:	MAY 1, 1970								
Type of Historical Right:	USE								
Purpose (Use):	STOCK								
*Flow Rate:	A SPECIFIC FLOW RATE HAS NOT BEEN DECREED BECAUSE THIS USE CONSISTS OF STOCK DRINKING DIRECTLY FROM THE SOURCE, OR FROM A DITCH SYSTEM. THE FLOW RATE IS LIMITED TO THE MINIMUM AMOUNT HISTORICALLY NECESSARY TO SUSTAIN THIS PURPOSE.								
*Volume:	THIS RIGHT INCLUDES THE AMOUNT OF WATER CONSUMPTIVELY USED FOR STOCK WATERING PURPOSES AT THE RATE OF 30 GALLONS PER DAY PER ANIMAL UNIT. ANIMAL UNITS SHALL BE BASED ON REASONABLE CARRYING CAPACITY AND HISTORICAL USE OF THE AREA SERVICED BY THIS WATER SOURCE.								
*Source Name:	LUMP GULCH								
Source Type:	SURFACE WATER								
*Source Name:	UNNAMED TRIBUTARY OF LUMP GULCH								
Source Type:	SURFACE WATER								
*Point of Diversion and Means	of Diversion:								
<u>ID</u> 1	<u>Govt Lot Qtr Sec Sec Twp Rge County</u> N2N2SW 17 8N 4W JEFFERSON								
*Source Name:	LUMP GULCH								
Period of Diversion:	JANUARY 1 TO DECEMBER 31								
Diversion Means:	LIVESTOCK DIRECT FROM SOURCE								
2	S2SENW 17 8N 4W JEFFERSON								
*Source Name:	UNNAMED TRIBUTARY OF LUMP GULCH								
Period of Diversion:	JANUARY 1 TO DECEMBER 31								
Diversion Means:	LIVESTOCK DIRECT FROM SOURCE								
3	SWSWNE 17 8N 4W JEFFERSON								
*Source Name:	LUMP GULCH								
Period of Diversion:	JANUARY 1 TO DECEMBER 31								
Diversion Means:	LIVESTOCK DIRECT FROM SOURCE								
Period of Use:	JANUARY 1 TO DECEMBER 31								

April 25, 2025 411 30128069

*Place of Use:

<u>ID</u>	Acres	Govt Lot	<u>Qtr Sec</u>	<u>Sec</u>	<u>Twp</u>	<u>Rge</u>	<u>County</u>
1			N2N2SW	17	8N	4W	JEFFERSON
2			S2SENW	17	8N	4W	JEFFERSON
3			SWSWNE	17	8N	4W	JEFFERSON