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Water Rights Applications Amendments

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## 2025 GENERAL SESSION STATE OF UTAH

**Chief Sponsor: Doug Owens** 

2 3 LONG TITLE 4 **Committee Note:** 5 The Legislative Water Development Commission recommended this bill. 6 Legislative Vote: 9 voting for 0 voting against 4 absent 7 **General Description:** 8 This bill addresses applications before the state engineer. 9 **Highlighted Provisions:** This bill: 10 11 • addresses time frames related to reinstatement of a lapsed application; and 12 makes technical changes. Money Appropriated in this Bill: 13 14 None **Other Special Clauses:** 15 16 None **Utah Code Sections Affected:** 17 18 AMENDS: 19 **73-3-18**, as last amended by Laws of Utah 2021, Chapter 81 20 21 Be it enacted by the Legislature of the state of Utah: 22 Section 1. Section **73-3-18** is amended to read: 23 73-3-18. Lapse of application -- Notice -- Reinstatement -- Priorities --24 Assignment of application -- Filing and recording -- Constructive notice -- Effect of 25 failure to record. 26 (1) If an application lapses for failure of the applicant to comply with a provision of this 27 title or an order of the state engineer, the state engineer shall promptly give notice of the 28 lapse to the applicant by regular mail, or send notice electronically if receipt is verifiable. 29 (2) [Within 60 days after notice of a lapse described in Subsection (1), the ] 30 (a) The state engineer may, upon a showing of reasonable cause, reinstate [the 31 application with] a lapsed application if, no later than 60 days after the state engineer H.B. 46 12-19 17:25

32	mails or sends electronically the notice of lapse described in Subsection (1), the
33	applicant files:
34	(i) a request to reinstate the application using a restatement form provided by the
35	state engineer; and
36	(ii) a request for an extension of time under Section 73-3-12.
37	(b) Except as provided in Subsection (2)(c), the state engineer shall change the date of
38	priority [ehanged] of a reinstated application to the date [of] the request for
39	reinstatement was filed.
40	[(3)] (c) The original priority date of a lapsed application may not be reinstated, except
41	upon a showing of [fraud or ]mistake of the state engineer or fraud.
42	[(4)] (3) Except as provided in Section 73-3-5.6, Section 73-3-12, Section 73-3-20, or
43	Subsection (2), the priority of an application is determined by the day on which the state
44	engineer's office receives the written application.
45	[(5)] (4) Before the state engineer issues a certificate of appropriation, a right claimed under
46	an application for the appropriation of water may be assigned by a written instrument,
47	including by use of a form provided by the state engineer's office.
48	[(6)] (5)(a) An instrument assigning a right described in Subsection $[(5)]$ (4) shall be
49	recorded in the office of the applicable county recorder to provide notice of the
50	instrument's contents.
51	(b) Beginning July 1, 2017, the state engineer shall consider an assignment using the
52	state engineer's form described in Subsection [ $(5)$ ] $(4)$ that is recorded and forwarded
53	to the state engineer as a submitted report of water right conveyance for purposes of
54	fulfilling Subsection 73-1-10(3)(a).
55	[(7)] (6) An instrument described in Subsection [(5)] (4) that is not recorded as described in
56	Subsection [(6)] (5) is void against any subsequent assignee in good faith and for
57	valuable consideration of the same application or any portion of the same application, if
58	the subsequent assignee's own assignment is recorded as described in Subsection [(6)] (5)
59	first.
60	Section 2. Effective date.
61	This bill takes effect on May 7, 2025.