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REFERENCE TITLE: exempt wells; certificate; groundwater use

State of Arizona  
House of Representatives  
Fifty-sixth Legislature  
Second Regular Session  
2024

# HB 2063

Introduced by  
Representative Griffin

AN ACT

AMENDING SECTION 45-454, ARIZONA REVISED STATUTES; RELATING TO THE GROUNDWATER CODE.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:  
2       Section 1. Section 45-454, Arizona Revised Statutes, is amended to  
3 read:

4           45-454. Exemption of small non-irrigation wells; definitions

5       A. Withdrawals of groundwater for non-irrigation uses from wells  
6 having a pump with a maximum capacity of not more than thirty-five gallons  
7 per minute ~~which THAT~~ were drilled before April 28, 1983 or ~~which THAT~~  
8 were drilled after April 28, 1983 pursuant to a notice of intention to  
9 drill ~~which THAT~~ was on file with the department on such date are exempt  
10 from this chapter, except that:

11          1. Wells drilled before June 12, 1980 ~~which THAT~~ are not abandoned  
12 or capped or wells ~~which THAT~~ were not completed on June 12, 1980 but for  
13 which a notice of intention to drill was on file with the Arizona water  
14 commission on such date are subject to subsections J, K and L of this  
15 section and must be registered pursuant to section 45-593. If two or more  
16 wells in an active management area are exempt under this paragraph and are  
17 used to serve the same non-irrigation use at the same location, the  
18 aggregate quantity of groundwater withdrawn from the wells shall not  
19 exceed fifty-six acre-feet per year.

20          2. Wells drilled between June 12, 1980 and April 28, 1983, except  
21 as provided in paragraph 1 of this subsection, and wells drilled after  
22 April 28, 1983 pursuant to a notice of intention to drill ~~which THAT~~ was  
23 on file with the department on April 28, 1983, are subject to subsections  
24 G, I, J and K of this section.

25          B. Withdrawals of groundwater for non-irrigation uses from wells  
26 having a pump with a maximum capacity of not more than thirty-five gallons  
27 per minute drilled on or after April 28, 1983, except wells drilled after  
28 April 28, 1983 pursuant to a notice of intention to drill ~~which THAT~~ was  
29 on file with the department on such date, are exempt from this chapter,  
30 except that:

31            1. Such wells are subject to subsections G through K of this  
32 section.

33            2. In an active management area, other than a subsequent active  
34 management area designated for a portion of a groundwater basin in the  
35 regional aquifer systems of northern Arizona, withdrawals of groundwater  
36 from such wells for non-irrigation uses other than domestic purposes and  
37 stock watering shall not exceed ten acre-feet per year.

38            3. In a subsequent active management area that is designated for a  
39 portion of a groundwater basin in the regional aquifer systems of northern  
40 Arizona, groundwater withdrawn from such wells may be used only for  
41 domestic purposes and stock watering.

42          C. On or after January 1, 2006, an exempt well otherwise allowed by  
43 this section may not be drilled on land if any part of the land is within  
44 one hundred feet of the operating water distribution system of a municipal  
45 provider with an assured water supply designation within the boundaries of

1 an active management area established on or before July 1, 1994, as shown  
2 on a digitized service area map provided to the director by the municipal  
3 provider and updated by the municipal provider as specified by the  
4 director.

5 D. On request from the owner of the land on which an exempt well is  
6 prohibited pursuant to subsection C of this section on a form prescribed  
7 by the director, the director shall issue an exemption from subsection C  
8 of this section if the landowner demonstrates to the satisfaction of the  
9 director that any of the following applies:

10 1. The landowner submitted a written request for service to the  
11 municipal provider that operates the distribution system and the municipal  
12 provider did not provide written verification to the landowner within  
13 thirty calendar days after receipt of the request that water service is  
14 available to the landowner after payment of any applicable fee to the  
15 municipal provider.

16 2. The total capital cost and fees for connecting to the operating  
17 water distribution system exceed the total capital cost and fees for  
18 drilling and fully equipping an exempt well.

19 3. If the applicant must obtain an easement across other land to  
20 connect to the water distribution system of the municipal provider, the  
21 applicant sent the owner of the land a request for the easement by  
22 certified mail, return receipt requested, and either the applicant did not  
23 receive a response to the request within thirty calendar days of mailing  
24 the request or the request was denied.

25 4. The landowner does not qualify for an exemption pursuant to  
26 paragraph 1, 2 or 3 of this subsection and the landowner provides written  
27 verification from the municipal provider that the landowner shall not  
28 receive or request water service from the municipal provider while the  
29 exempt well is operational. The exemption for that well is revoked if the  
30 landowner or any subsequent landowner receives water service from the  
31 municipal provider. In determining whether to approve or reject a permit  
32 application filed under section 45-599, the director shall not consider  
33 any impacts the proposed well may have on an exempt well drilled pursuant  
34 to this paragraph.

35 E. This section does not prohibit a property owner, after January  
36 1, 2006, from drilling a replacement exempt well for a lawful exempt well  
37 if the replacement well does not increase the total number of operable  
38 exempt wells on the applicant's land.

39 F. A remediation well drilled for the purpose of remediating  
40 groundwater is exempt from this section if it meets one of the following:

41 1. The remediation well is for an approved department of  
42 environmental quality or United States environmental protection agency  
43 remediation program.

44 2. A registered geologist certifies that the remediation well is  
45 for the purpose of remediation.

1       G. A person shall file a notice of intention to drill with the  
2 director pursuant to section 45-596 before drilling an exempt well or  
3 causing an exempt well to be drilled.

4       H. The registered well owner shall file a completion report  
5 pursuant to section 45-600, subsection B.

6       I. In an active management area only one exempt well may be drilled  
7 or used to serve the same non-irrigation use at the same location, except  
8 that a person may drill or use a second exempt well to serve the same  
9 non-irrigation use at the same location if the director determines that  
10 all of the following apply:

11      1. Because of its location, the first exempt well is not capable of  
12 consistently producing more than three gallons per minute of groundwater  
13 when equipped with a pump with a maximum capacity of thirty-five gallons  
14 per minute.

15      2. The second exempt well is located on the same parcel of land as  
16 the first exempt well, the parcel of land is at least one acre in size,  
17 all groundwater withdrawn from both exempt wells is used on that parcel of  
18 land and there are no other exempt wells on that parcel of land.

19      3. Combined withdrawals from both wells do not exceed five  
20 acre-feet per year.

21      4. If the second exempt well is drilled after January 1, 2000, the  
22 county health authority for the county in which the well is located or any  
23 other local health authority that controls the installation of septic  
24 tanks or sewer systems in the county has approved the location of the well  
25 in writing after physically inspecting the well site.

26      5. Use of two wells for the same non-irrigation use at the same  
27 location is not contrary to the health and welfare of the public.

28      J. An exempt well is subject to sections 45-594 and 45-595.

29      K. Groundwater withdrawn from an exempt well may be transported  
30 only pursuant to articles 8 and 8.1 of this chapter.

31      L. A person who owns land from which exempt withdrawals were being  
32 made as of the date of the designation of the active management area is  
33 not eligible for a certificate of grandfathered right for a type 2  
34 non-irrigation use for such withdrawals.

35      M. AN EXEMPT WELL THAT IS REGISTERED WITH THE DEPARTMENT HAS A  
36 RIGHT TO WITHDRAW NOT MORE THAN THIRTY-FIVE GALLONS PER MINUTE. THE  
37 DIRECTOR SHALL ISSUE TO EACH GROUNDWATER USER THAT REGISTERS THE  
38 GROUNDWATER USER'S EXEMPT WELL WITH THE DEPARTMENT A CERTIFICATE OF WATER  
39 RIGHTS, WHICH ALLOWS THE GROUNDWATER USER TO PUMP NOT MORE THAN  
40 THIRTY-FIVE GALLONS PER MINUTE. FOR THE PURPOSES OF THIS SUBSECTION:

41      1. A GROUNDWATER USER MAY NOT APPROPRIATE SUBFLOW OR SURFACE WATER  
42 OUT OF PRIORITY.

43      2. THE WITHDRAWN WATER IS NOT EXEMPT FROM A GENERAL STREAM  
44 ADJUDICATION.

1           **N.** For the purposes of this section:

2       1. "Domestic purposes" means uses related to the supply, service  
3 and activities of households and private residences and includes the  
4 application of water to less than two acres of land to produce plants or  
5 parts of plants for sale or human consumption, or for use as feed for  
6 livestock, range livestock or poultry, as such terms are defined in  
7 section 3-1201.

8       2. "Municipal provider" means a city, town, private water company  
9 or irrigation district that supplies water for non-irrigation use.

10      3. "Stock watering" means the watering of livestock, range  
11 livestock or poultry, as such terms are defined in section 3-1201.