

District Court, Water Division 4 Montrose County Justice Center 1200 North Grand Avenue, Bin A Montrose, CO 80401	DATE FILED: October 29, 2020 11:55 AM FILING ID: B2F56BC636FEC CASE NUMBER: 2011CW31
CONCERNING THE WATER RIGHTS OF THE UNITED STATES OF AMERICA IN THE TAYLOR RIVER, A TRIBUTARY OF THE GUNNISON RIVER  IN GUNNISON COUNTY, COLORADO	Δ COURT USE ONLY Δ  Case No.: 11CW31 (C/R 86CW203 and 96CW224)
<b>AMENDED STIPULATION</b>	

Applicant, the United States of America, and the Objectors, Taylor Placer, Ltd. (“Taylor Placer”), the Colorado River Water Conservation District (“CRWCD”), the Upper Gunnison River Water Conservancy District (the “Upper Gunnison District”), and the City of Gunnison (“City”) stipulate and agree as follows:

1. Applicant filed its Application on March 30, 2011, seeking to make absolute the conditional portion of the water right decreed by this Court in Case No. 86CW203 on September 18, 1990, and amended by an Order dated November 13, 1990 (the “Refill Decree”), for the refill of Taylor Park Reservoir.

2. Taylor Placer (through its predecessors), the CRWCD, the Upper Gunnison District, and the City filed timely Statements of Opposition to the Application.

3. Absolute and conditional water rights were adjudicated in the name of the Upper Gunnison District in the Refill Decree for a refill of Taylor Park Reservoir, in the amount of 106,230 acre-feet out of the Taylor River (the “Refill Right”). Of the Refill Right, 44,700 acre-feet were decreed absolute and 61,530 acre-feet were decreed conditional for recreation and fishery and wildlife beneficial uses, with a priority date of August 28, 1975. Of the total decreed amount of 106,230 acre-feet, 19,200 acre-feet were decreed for an additional use for increased and supplemental irrigation within the Upper Gunnison District. Of said 19,200 acre-feet, 13,777 acre-feet were decreed absolute (as part of the 44,700 acre-feet), and the remaining 5,423 acre-feet were decreed conditional (as part of the 61,530 acre-feet). The Upper Gunnison District assigned the Refill Right to the United States by an Assignment of Water Rights dated March 22, 1993 in accordance with a contract dated April 16, 1990 between the United States, the Upper Gunnison District, the Uncompahgre Valley Water Users Association and the Colorado River Water Conservation District.

4. The Refill Decree provides, *inter alia*, that:

While the water is impounded in Taylor Park Reservoir, it shall be used for recreational purposes, including fishery and wildlife.

The impounded water shall be released at times and in quantities calculated to enhance the fishery and recreational uses of the Taylor and Gunnison Rivers above Blue Mesa Reservoir.

The Refill Decree also included findings of fact quantifying the beneficial use of releases from Taylor Park Reservoir for the optimization of the fishery conditions and recreational uses in the Taylor and Gunnison Rivers:

22. The managed operation of the active storage capacity of the Taylor Park Reservoir has resulted in significant fishery benefits both within the Reservoir and downstream. Releases within the following flow rates have been beneficially used for the optimization of the fishery conditions and recreational uses in the Taylor and Gunnison Rivers downstream from the Reservoir:

Period	Optimum Flow	Purpose
October 16 – 31	100-150 c.f.s.	Spawning and incubation
November	100-150 c.f.s.	Spawning and incubation
December	100-150 c.f.s.	Spawning and incubation
January	100-150 c.f.s.	Spawning and incubation
February	100-150 c.f.s.	Spawning and incubation
March	100-150 c.f.s.	Spawning and incubation
April	300-500 c.f.s.	Hatching and fry emergence
May	300-500 c.f.s.	Hatching and fry emergence
June	300-500 c.f.s.	Hatching and fry emergence
July	500 c.f.s.	Adult habitat and flushing
August	500 c.f.s.	Adult habitat and flushing
September	500 c.f.s.	Adult habitat and flushing
October 1-15	500 c.f.s.	Adult habitat and flushing

5. Paragraph 26 of the Refill Decree provides that:

The 1975 Agreement has resulted in legal benefit to irrigation water rights between Taylor Park Reservoir and Blue Mesa Reservoir. The evidence is in conflict as to whether there were increased diversions by these irrigators after the construction of Blue Mesa Reservoir. However, prior to the 1975 Agreement, irrigation water rights could not

lawfully divert water released from Taylor Park Reservoir, since they were subject to curtailment by the Division Engineer. On several occasions prior to 1975, the UVWUA attempted to curtail such diversions by notifying the Division Engineer. Subsequent to the 1975 Agreement, such diversions did not injure the UVWUA water right, for which full credit is given in the Aspinall Unit for all water which passes the gauge below Taylor Park Dam. By itself, this would be an exchange of Aspinall water upstream to the headgates of the diverting ditches, which the Gunnison District does not seek to adjudicate. However, the operations under the 1975 Agreement, including the accounting of a "paper fill" of Taylor Park Reservoir, have resulted in the second fill of Taylor Reservoir which is claimed by the Gunnison District in Case No. 86-CW-203. This has made water legally available to downstream irrigators which would not have been available in the absence of the 1975 Agreement.

6. On April 12, 2005, a finding of reasonable diligence for the conditional portion of the Refill Right was entered by this Court in Case No. 96CW244. The Court found, *inter alia*, that:

7. The Applicant and the Upper Gunnison District have made continuing steady efforts to complete the appropriation for recreation, fishery and wildlife. Consequently, the conditional refill right of 61,350 acre-feet for those beneficial uses should be continued in force.

8. Water released from Taylor Park Reservoir has continued to be applied to irrigation uses by irrigators downstream from Taylor Park Reservoir consistent with the September 18, 1990 Decree. Consequently, the conditional refill right of 5,432 acre-feet for irrigation should be continued in force.

7. The Application in this case states that:

According to the Official Accounting Sheet (Gunnison River System) maintained by the Division 4 Engineer, Taylor Park Reservoir achieved its decreed refill by storing 106,230 acre-feet of water in priority in water years 2005, 2006, 2007, 2008 and 2009. In each of those water years, water stored in the reservoir under the Refill Right was used for recreational purposes, including fishery and wildlife, and was released at times and in quantities calculated to enhance the fishery and recreational uses of the Taylor and Gunnison Rivers in accordance with the Refill Decree.

The parties are not in agreement that releases that were made during the diligence period to the Taylor River to accomplish the fishery and recreational uses of the Taylor and Gunnison Rivers

in accordance with the Refill Decree.

8. The Application in this case also states that:

As shown in Table 2 attached to this Application, in water year 2009 19,405 acre-feet of the Refill Right decreed for increased and supplemental irrigation by the Refill Decree was stored in priority in Taylor Park Reservoir and released in August, September and October for increased and supplemental irrigation use by 547 irrigation structures within the boundaries of the Upper Gunnison District. The location of said structures is shown in Figure 1 attached to this Application.

The parties are not in agreement that water released from Taylor Park Reservoir may be used for irrigation purposes at locations within the boundaries of the District that are not downstream of Taylor Park Reservoir in accordance with the Refill Decree.

9. An application for instream flow rights in the Taylor River and certain of its tributaries was filed in Case No. W-1991, Water Division No. 4, on September 13, 1973. The United States opposed the application. The decree was entered on February 11, 1975, confirming a date of appropriation of June 1, 1910 for absolute water rights including, *inter alia*, 445 c.f.s. in the Taylor River downstream of Taylor Park Dam and above the confluence of Lottis Creek and 225 c.f.s. in the Taylor River above Taylor Park Dam and below the confluence of Illinois Creek (collectively, the “W-1991 Rights”). The United States did not appeal the entry of the decree. The validity of the W-1991 Rights was upheld in Case No. 90CW92, Water Division No. 4, *affirmed sub nom. Board of County Commissioners of the County of Arapahoe v. City of Aurora*, No. 92SA71 (June 16, 1992), dismissing Arapahoe County’s appeal based on the holding in *Board of County Commissioners of the County of Arapahoe v. Collard*, 827 P.2d 546 (Colo. 1992).

10. The W-1991 Rights are junior in priority to the original Taylor Park Reservoir irrigation right that was adjudicated for the benefit of the Uncompahgre Valley Water Users’ Association (“UVWUA”) in 1941 with a date of appropriation of August 3, 1904 (the “1904 right”).

11. Under C.R.S. §37-92-306 (2011), the W-1991 Rights are senior in priority to the water rights and conditional water rights decreed to the Refill Right in Case No. 86CW203, for which the Upper Gunnison District filed an application on December 30, 1986. However, the ability of the W-1991 Rights to curtail storage in Taylor Park Reservoir under the Refill Right depends on the application of the following language in the W-1991 decree:

As has been cited in companion cases to 1991, a claim such as this

one must meet the requirement of being upstream and located above all other appropriations or existing rights so as not to adversely affect those rights or the administration of such rights.

Portions of this claim do not meet the criteria established in other cases. The Taylor Dam on the Taylor River above its confluence with Lottis Creek is owned and operated by the Uncompahgre Valley Water Users Association and it is intended that nothing herein expressed will in any way alter the *historical operation* of Taylor Dam, either by agreement locally or by compact with the State Fish and Game Commission, the Upper Gunnison Conservancy District or any other State or Federal agency in such a manner not covered by decree of the Court so as to best serve the interests of those agencies or locale.

(Emphasis added.)

12. The Refill Right has a date of appropriation of August 28, 1975, which is the date of the Taylor Park Reservoir Operation and Storage Exchange Agreement (the "1975 Exchange Agreement") among the United States, the CRWCD, the Upper Gunnison District, and the UVWUA. The parties are not in agreement as to whether the "historical operation" of the Reservoir includes the current pattern of storage and releases under the 1990 decree in Case No. 86CW203 and whether the language in the W-1991 decree applies to the exercise of the Refill Right, which has an appropriation date of August 28, 1975.

13. The parties agree that the biological health of Taylor River and its fishery is an important objective of Taylor Park Reservoir operations.

14. Taylor Placer and its predecessors have performed and provided to the other parties biological studies of the Taylor River below Taylor Park Dam that address, *inter alia*, the importance to the biological health of the River of winter outflows at rates within the range specified in the Refill Decree, a spring flushing flow at the rate specified in the decree in Case No. W-1991, and stable flows during the brown trout spawning season in the fall.

15. For the purposes of: (1) a compromise and settlement of the issues in dispute concerning the administration of the W-1991 Rights and the Refill Right; (2) specifying terms and conditions in a water court decree granting the application in this Case No. 11CW31 in whole or in part; (3) specifying terms and conditions in a future water court decree governing a change in the uses of up to 106,230 acre-feet for augmentation purposes, as described in the following paragraph 17 (the "Future Change Decree"); and (4) the administration of any

exchanges between or among the Wayne N. Aspinall Unit, Taylor Park Reservoir, and the Gunnison Tunnel; the parties agree that the W-1991 Rights and all water stored in and released from Taylor Park Reservoir shall be administered according to the following procedures and criteria, which shall be incorporated verbatim into any decree presented to the Water Court in this case and into a decree changing the use of the Refill Right as provided above:

A. Taylor Placer shall be notified of each annual Taylor Park Reservoir operations meeting of the parties to the 1975 Exchange Agreement and may attend and provide written and oral information at each meeting.

B. The Taylor Local Users Group (TLUG – defined below) shall meet once per month in March, April, May, June, July, and August of each year as soon as possible after the Forecasted Inflow is available for that month; provided, however, that if the Forecasted Inflow changes significantly from the previous forecast at any time during that period of the year, the TLUG shall meet as soon as possible after the significantly changed Forecasted Inflow is issued. Additional meetings may occur upon the call of the District or upon the request to the District of any three members of the TLUG. The Upper Gunnison District shall maintain accurate minutes of each TLUG meeting and shall promptly circulate drafts of the minutes for review, correction and approval by the members of TLUG, following which final meeting minutes shall be distributed. The meetings may be recorded.

C. The parties shall cooperate with one another to determine the amount and timing of releases from Taylor Park Reservoir in accordance with the terms and conditions of this Amended Stipulation.

D. Subject to the terms of this Amended Stipulation, and subject to the Secretary of the Interior's exercise of discretion pursuant to the laws governing operation of the Reservoir and Federal Reclamation projects generally, the rate and timing of releases from Taylor Park Reservoir shall be established by the United States, after consultation with Taylor Placer, the Taylor Local Users Group (if any), and the other parties to the 1975 Exchange Agreement, in a manner consistent with the following criteria:

(1) Definitions. As used in this Amended Stipulation:

(a) "Forecasted Inflow" means the forecast for the Taylor River Basin issued by the Colorado Basin River Forecast Center or successor agency, and used by the Bureau of Reclamation for forecasts, of the most probable (50% chance of exceedence) unregulated April 1 through July 31 inflow to Taylor Park Reservoir. After consultation with the Colorado State Engineer and the Upper Gunnison River Water Conservancy

District, the United States may adopt a different forecast methodology which uses the best scientifically accepted techniques to predict unregulated inflow to Taylor Park Reservoir. Such different forecast methodology may utilize the forecast issued by the Colorado Basin River Forecast Center in combination with other scientifically accepted data, including without limitation data from other snotel and SnoLite stations maintained by the Upper Gunnison District or other public agency.

(b) "TLUG" consists of five citizen members appointed by the Board of Directors of the Upper Gunnison District and the representative selected by Taylor Placer. TLUG provides recommendations to the District regarding Taylor Park Reservoir operations. The members presently represent rafting or boating interests, flat water recreation interests in Taylor Park Reservoir, irrigation users along the Taylor and Gunnison Rivers, wade fishermen, and property interests along the Taylor and Gunnison Rivers. The chair of the TLUG is the Upper Gunnison District Director representing Division 4.

A representative selected by Taylor Placer shall be appointed to and shall serve on the TLUG and any successor entity that serves the same or a similar purpose. Taylor Placer shall provide to the Upper Gunnison District the name and contact information of Taylor Placer's selected representative. Actions of Taylor Placer's selected representative shall be binding on Taylor Placer.

(c) "Available Water" is water that is available for release from Taylor Park Reservoir in accordance with the Accounting Conditions of the Refill Decree and as determined using the criteria set forth below.

(2) Year types: The May 1 Forecasted Inflow to Taylor Park Reservoir shall be used to define year categories as specified in Table 1 below:

Table 1: Year Types

Year type	A year in which the Forecasted Inflow is:
Dry Year	Less than 75,000 acre-feet
Average Year	equal to or greater than 75,000 acre-feet but less than 110,000 acre-feet
Wet Year	equal to or greater than 110,000 acre-feet



(a) Provided, that the year type shall be finally determined based on the June 1 Forecasted Inflow. The year type shall not be altered based on Forecasted Inflows after the June 1 Forecasted Inflow.

(b) Provided further, that the volumetric criteria for the Dry, Average, and Wet year types (initially less than 75,000 acre-feet, 75,000 to 110,000 acre-feet, and equal to or greater than 110,000 acre-feet as set forth above) shall be recalculated prior to May 1 of each year so that the Dry Year, Average Year, and Wet Year Types each represent 1/3 of the years of actual unregulated April 1 through July 31 inflow to Taylor Park Reservoir during the 30 years preceding the year of such adjustment (the "Nominal 1/3 Volumetric Criteria");

(c) Provided further, that in each year the volumetric criteria to be used to determine the year type shall be the average of the Nominal 1/3 Volumetric Criteria that were calculated for the preceding five years in accordance with the foregoing subparagraph 15.D.(2)(b) (the "Adjusted Volumetric Criteria")<sup>1</sup>

(3) Storage objectives: In each year, Reservoir releases shall be established in order to meet or exceed the objective of a minimum Reservoir storage level (the "Minimum Storage Objective") of:

(a) 75,000 acre-feet as of October 31 in Wet Years; and

(b) 70,000 acre-feet as of October 31 in Average Years; and

(c) The storage levels specified in Table 2 below in Dry Years.

Table 2  
Minimum Storage Objectives in Dry Years

May 1/June 1 Forecasted Inflows (acre-feet)	October 31 Minimum Storage Objective (acre-feet)
$\geq 70,000 < 75,000$	70,000
$> 69,000 < 70,000$	70,000

<sup>1</sup> As of 2018, the Adjusted Volumetric Criteria were determined pursuant to the foregoing requirements to be less than 75,764 acre-feet for Dry Years, 75,764 to 107,228 acre-feet for Average Years, and equal to or greater than 107,228 acre-feet for Wet Years.



>68,000<=69,000	69,000
>67,000<=68,000	68,000
>66,000<=67,000	67,000
>65,000<=66,000	66,000
>64,000<=65,000	65,000
>63,000<=64,000	64,000
>62,000<=63,000	63,000
>61,000<=62,000	62,000
>60,000<=61,000	61,000
<=60,000	60,000, subject to subparagraph (f) below.

(d) The volume of Available Water during the period of May 1 through October 31 shall initially be determined based on the May 1 Forecasted Inflow and May 1 Reservoir storage level. Reservoir releases during May shall be established in order to meet or exceed the Minimum Storage Objective for the year type that is determined based on the May 1 Forecasted Inflow.

(e) Except as specifically provided in the following subparagraph 15.D.(3)(f):

(i) The volume of Available Water during the period of June 1 through October 31 shall be determined based on the June 1 Forecasted Inflow and June 1 Reservoir storage level;

(ii) Reservoir releases during June through October shall be established in order to meet or exceed the Minimum Storage Objective for the year type that is determined based on the June 1 Forecasted Inflow; and

(iii) The Minimum Storage Objective shall not be altered based on Forecasted Inflows after the June 1 Forecasted Inflow.

(f) In any year when the June 1 Forecasted Inflow is less than 60,000 acre-feet, the Minimum Storage Objective shall be finally determined based upon actual April through July inflow; provided, however, that releases from the Reservoir shall be managed in order to avoid, if possible, an October 31 Reservoir content less than 60,000 acre-feet.

(4) Peak flows: Releases of Available Water will be made to achieve the following minimum peak flow rates for the minimum number of consecutive days each year specified below. The timing of such peak flow releases will be during the runoff period from May 1 through June 30, and will be coordinated with the other parties to the 1975 Exchange Agreement and Taylor Placer.

(a) Average Year (as defined in Table 1): Not less than 445 c.f.s. for 5 consecutive days.

(b) Wet Year (as defined in Table 1): Not less than 445 c.f.s. for 10 consecutive days.

(c) Releases shall be adjusted to avoid a Reservoir spill and flooding in the Taylor and Gunnison Rivers, with consideration given to projected East River flows.

(5) Rate and timing of other releases of Available Water:

(a) At times during the period of May 1 through October 31 when the foregoing peak flows are not being released from the Reservoir, the rate and timing of release of available water as determined pursuant to subparagraphs 15.D(3)(d) and (e) above shall be established based on the following multi-use considerations, which are not listed in any order of priority:

- (i) Optimizing fish habitat in the Taylor and Gunnison Rivers;
- (ii) Recreational fishing in the Taylor and Gunnison Rivers;
- (iii) Recreational boating in the Taylor and Gunnison Rivers;
- (iv) Fisheries management in Taylor Park Reservoir;
- (v) Recreational boating and fishing in Taylor Park Reservoir;
- (vi) Irrigation; and,
- (vii) Any other purpose for which Taylor Park Reservoir is authorized to release water.

(b) The rate and timing of May 1 through October 31 releases shall be adjusted in accordance with the volume of Available Water as determined pursuant to subparagraphs 15.D(3)(d) and (e) above after consultation with the parties to the 1975 Exchange Agreement, and the TLUG.

(6) Winter operations (November – March): The rate of release of Available Water from the Reservoir from November 1 to March 31 will be established on or before November 1 based on the actual content of the Reservoir

on October 31, as specified below:

(a) If the actual content of the Reservoir on October 31 is equal to or greater than 75,000 acre-feet, the release rate shall be 100 c.f.s.

(b) If the actual content of the Reservoir on October 31 is less than 75,000 acre-feet and greater than 70,000 acre-feet, the release rate shall be determined by the following formula:

$85 + .003 \times (\text{actual October 31 content} - 70,000)$  rounded to the nearest whole number.

(c) If the actual content of the Reservoir on October 31 is less than 70,000 acre-feet and greater than 60,000 acre-feet, the release rate shall be determined by the following formula:

$75 + .001 \times (\text{actual October 31 content} - 60,000)$  rounded to the nearest whole number.

(d) These values are reflected in the following Table 3:

Table 3  
November – March Release Rate

Oct. 31 content >= (acre-feet)	Release Rate (cfs)
75,000	100
74,000	97
73,000	94
72,000	91
71,000	88
70,000	85
69,000	84
68,000	83
67,000	82
66,000	81
65,000	80
64,000	79
63,000	78

62,000	77
61,000	76
60,000	75

(e) Provided, however, that notwithstanding the reservoir content and release rate schedule described above:

(i) subject to paragraph 15.D.(3)(f) above, the objective of reservoir operations shall be to achieve a minimum Reservoir storage level of 75,000 acre-feet as of October 31 in Wet Years, 70,000 acre-feet as of October 31 in Average Years, and the minimum storage levels specified in Table 2 above in Dry Years;

(ii) the rate of release from the Reservoir from November 1 to March 31 shall be no less than 100 c.f.s. in years in which the actual April through July inflow to the Reservoir is equal to or greater than that specified for a Wet Year type; and

(iii) the rate of release from the Reservoir in March may be decreased from the rate established pursuant to Table 3 (but in no event below 50 c.f.s.) if the Forecasted Inflow available during March indicates that the upcoming April 1 through July 31 period will be a Dry Year Type and may be increased if the March 1 Forecasted Inflow indicates that the upcoming April 1 through July 31 period will be an Average or Wet Year Type. The objective of such increase or decrease is to proactively manage Reservoir contents coming into the runoff period in anticipation of the indicated year type; and

(iv) If the adjustments described in paragraph 15.D.(2)(c) result in Adjusted Volumetric Criteria for a Wet Year Type with Forecasted Inflow of less than 105,000 acre-feet, the rate of release for Wet Year Type set forth in subparagraph 15.D.(6)(e)(ii) above shall be reduced proportionately according to the following formula and rounded to the nearest whole number:

Rate of release from November 1 – March 31 =  $85 + .0005 \times (\text{Adjusted Volumetric Criteria for Wet Year Type} - 75,000)$

(f) The parties recognize that it may not be possible to set the release from the

dam to the exact number and that the release rate may vary from the initial setting due to gage drift over time.

(7) Winter operations in certain years: In years when actual April through July inflow to the Reservoir is less than 70,000 acre-feet and, despite the provisions of paragraph 15.D.(3)(f), the Reservoir content on October 31 is less than 60,000 acre-feet (1977, 1981, 2002, 2012, and 2018 in the historical period of record), the rate of release from the Reservoir from November 1 to March 31 shall be reduced from 75 c.f.s. by 2.5 c.f.s. for every 1,000 acre-feet that the reservoir content is below 60,000 acre-feet, with a minimum release of 50 c.f.s.

(8) Reservoir operations during April. Reservoir operations during April shall be based on the most recent Forecasted Inflow in order to proactively manage Reservoir contents at the beginning of the runoff period in anticipation of the year type indicated by the Forecasted Inflow.

(9) Ramping rates: The rate of change in releases (“ramping”) shall be as follows: Ramping down shall be limited to no more than 100 c.f.s. per day from flows of 500 c.f.s. or greater, 50 c.f.s. per day from flows between 250 c.f.s. and 500 c.f.s., and 25 c.f.s. per day from flows of less than 250 c.f.s. The rate of ramping up shall generally be no more than 50 c.f.s. per day, but can occur at higher rates to mobilize sediments and other material in the stream. Exceptions to the foregoing ramping rates may be made for emergency operations.

E. The implementation of the foregoing release criteria shall be subject to the following limitations:

(1) The rate and timing of releases shall not interfere with the rights of the UVWUA under the 1975 Exchange Agreement or the impair the ability of the UVWUA to utilize the full amount of water stored in the exercise of the 1904 right in accordance with the Accounting Conditions of the decree in Case No. 86CW203.

(2) Nothing in this Amended Stipulation shall prevent the United States from altering the rate and timing of releases if necessary to respond to emergency conditions, to accommodate maintenance and repair of the Reservoir, or comply with its non-discretionary obligations under federal law.

(3) In addition, and notwithstanding paragraph 15.C.(2) herein, the terms and

conditions of this Amended Stipulation are subject to the Secretary of the Interior's exercise of discretion pursuant to the laws governing operation of the Reservoir and Federal Reclamation projects generally.

F. A copy of the proposed operations of Taylor Park Reservoir established or modified in accordance with this Amended Stipulation shall promptly be provided by the United States to Taylor Placer, the parties to the 1975 Exchange Agreement, and the Division Engineer.

G. For purposes of performing the terms of this Amended Stipulation, Taylor Placer shall provide to the United States and the Upper Gunnison District the name, mailing address, and email address of the person authorized to represent Taylor Placer in matters related to this Amended Stipulation.

H. Taylor Placer agrees that inflows to Taylor Park Reservoir not needed to meet the release schedule established or modified in accordance with this Amended Stipulation may be physically stored in the Reservoir, provided that such water is released according to the terms of this Amended Stipulation and allowed to flow through the decreed reach of the W-1991 Rights. The storage of such water shall occur under the priority of the 1904 right and the Refill Right, in accordance with the Accounting Conditions of the decree in Case No. 86CW203 as the same may be modified by the Future Change Decree.

I. The operation of Taylor Park Reservoir in accordance with the provisions of this Amended Stipulation shall be considered to be consistent with the "historical operation" of the Reservoir, as that term is used in the decree in Case No. W-1991, and achieve the optimum use of such water for the purposes of the 1975 Exchange Agreement, as amended on July 9, 1979 and April 16, 1990; and the beneficial uses of the Refill Right as decreed in Case No. 86CW203 as the same may be modified by the Future Change Decree.

J. Releases from Taylor Park Reservoir (whether of first fill or second fill water stored in the Reservoir, or inflows to the Reservoir) shall be credited by the Division Engineer as an exercise of the 1904 right or the Refill Right of Taylor Park Reservoir, in accordance with the Accounting Conditions of the decree in Case No. 86CW203 as the same may be modified by the Future Change Decree, and also as an exercise of the W-1991 Rights, up to their decreed rate of flow.

K. Nothing herein shall be construed as a subordination of the W-1991 Rights to any water right, conditional water right, or appropriation. The terms of this Amended Stipulation represent a compromise and settlement of a disputed issue as to the relative priority of the W-1991 Rights and the Taylor Park Reservoir water rights and an agreed interpretation of the specific terms of the decrees in Case Nos. W-1991 and 86CW203. Nothing in this Amended

Stipulation shall limit or impair the exercise by Taylor Placer or administration by the State and Division Engineers of the W-1991 Rights as against any other water right, conditional water right, or appropriation, including without limitation exercise and administration as against diversions or depletions that would reduce inflows to Taylor Park Reservoir that are accounted under the Refill Right. This Amended Stipulation does not include a selective subordination. The effectiveness of this Amended Stipulation is contingent on approval by the Water Judge in accordance with the following paragraph 20, including specific approval of the terms of this paragraph 15.K.. Nothing in this Amended Stipulation constitutes any admission by any party as to the legality of selective subordination, or shall be used as precedent in any other case regarding any party's position on selective subordination.

L. This Amended Stipulation was entered pursuant to agreement of the parties to address their interests and concerns and resolves them finally in this matter. However, because the issues addressed herein have not been litigated by the parties, the parties shall not be collaterally estopped from asserting any factual or legal issues in any other cases not involving these water rights. This Amended Stipulation and any decree entered in this case shall not be used, considered, or cited as precedent in any other case except and only to the extent that the rights decreed herein are at issue.

16. Taylor Placer consents to the entry of an amended decree in this case making the Refill Right absolute in the amount of 106,230 acre-feet, as provided in the Amended Decree attached hereto as *EXHIBIT 1* and will not object to the entry of any modified form of decree ultimately entered by the Water Court, provided that any decree to be entered contains terms and conditions at least as restrictive on the United States as those set forth in Exhibit 1. The United States agrees that any Decree of the Court entered in this matter will incorporate the terms of paragraph 15 of this Amended Stipulation.

17. The parties may enforce the terms and conditions of this Amended Stipulation in the District Court in and for Water Division No. 4, State of Colorado.

18. This Amended Stipulation shall benefit and may be enforced by Taylor Placer and its successors in interest in all or any portion of the W-1991 Rights.

19. Taylor Placer shall remain on the mailing list in this case. Counsel for the United States shall provide Taylor Placer's counsel with a copy of any proposed Ruling or Decree submitted to the Water Court in this matter and agrees that Taylor Placer shall have a reasonable opportunity to object to any provisions that might impair the effectiveness of this Amended Stipulation.



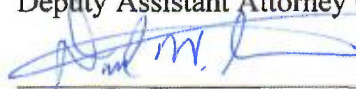
20. Counsel for the United States shall file this Amended Stipulation and a motion for approval of this Amended Stipulation with the Water Court, consistent with the provisions of the foregoing paragraph 15.I.

21. Each party will bear its own attorney's fees and costs in this case.

22. This Amended Stipulation shall be binding on the parties, their successors and assigns.

Dated this 29<sup>th</sup> day of October, 2020.

PAUL E. SALAMANCA  
Deputy Assistant Attorney General



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ATTORNEYS FOR TAYLOR PLACER, LTD.

20. Counsel for the United States shall file this Amended Stipulation and a motion for approval of this Amended Stipulation with the Water Court, consistent with the provisions of the foregoing paragraph 15.I.

21. Each party will bear its own attorney's fees and costs in this case.

22. This Amended Stipulation shall be binding on the parties, their successors and assigns.

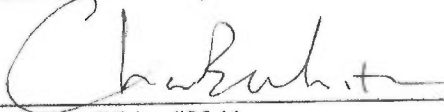
Dated this \_\_\_\_ day of September, 2020.

PAUL E. SALAMANCA  
Deputy Assistant Attorney General

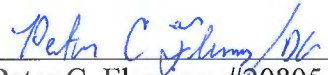
\_\_\_\_\_  
David W. Gehlert  
U.S. Department of Justice  
Environment and Natural Resources Division

\_\_\_\_\_  
John H. McClow #6185  
General Counsel  
UPPER GUNNISON RIVER  
WATER CONSERVANCY DISTRICT

PETROS & WHITE, LLC

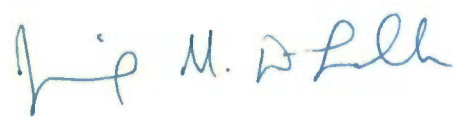
  
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