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MONTANA FIRST JUDICIAL DISTRICT COURT LEWIS AND CLARK COUNTY

THE CLARK FORK COALITION, a non-profit organization with senior water rights; KATRIN CHANDLER, an individual with senior water rights; BETTY J. LANNEN, an individual with senior water rights; POLLY REX, an individual with senior water rights; and JOSEPH MILLER, an individual with senior water rights

Petitioners,

٧.

JOHN E TUBBS, in his capacity as Director on the Montana Department of Natural Resources and Conservation, and THE MONTANA DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION, an executive branch agency of the State of Montana,

Respondents

v.

MONTANA WELL DRILLERS ASSOCIATION,

Intervenors,

Cause No. BDV-2010-874

ORDER ON MOTION TO STAY COURT'S ORDER ON PETITION FOR JUDICIAL REVIEW

1 V. 2 MONTANA ASSOCIATION OF REALTORS and MONTANA 3 BUILDING INDUSTRY ASSOCIATION, 4 Intervenors, 5 MOUNTAIN WATER COMPANY, 6 Intervenor. 7 8 On October 17, 2014, this Court entered its Order on Petition for Judicial 9 Review. That decision was appealed on December 23, 2014 by Intervenor Montana 10 Well Drillers Association (MWDA). MWDA now seeks a stay on two aspects of the 11 aforementioned order. 12 In its order, this Court directed the Montana Department of Natural 13 Resources and Conservation (DNRC) to engage in rule making consistent with the 14 Court's decision. The Court also reinstated DNRC's 1987 rule to replace the 1993 15 rule, which the Court found defective. 16 Montana Rule of Appellate Procedure 22 allows a district court to issue a 17 stay in an appeal. The parties generally agree with the standard to be applied in 18 determining whether a stay should be issued. (See MWDA's Mot. Stay Ct.'s Or. Pet. 19 J. Review, at 8 (Feb. 23, 2015); Petr's Resp. Opp'n MWDA's Mot. Stay Ct.'s Or., at 2 20 (Mar. 27, 2015).) 21 A stay is an "intrusion into the ordinary processes of administration and 22 judicial review," Virginia Petroleum Jobbers Assn. v. FPC, 104 U.S. App. D.C. 106, 259 F.2d 921, 925 (CADC 1958) (per curiam), and 23 accordingly "is not a matter of right, even if irreparable injury might otherwise result to the appellant," Virginian R. Co. v. United States, 272 U.S. 658, 672, 47 S. Ct. 222, 71 L. Ed. 463 (1926). The parties and the 24 public, while entitled to both careful review and a meaningful decision. 25

ORDER ON MOTION TO STAY COURT'S ORDER ON PETITION FOR JUDICIAL REVIEW - page 2

are also generally entitled to the prompt execution of orders that the legislature has made final.

Nken v. Holder, 556 U.S. 418, 427 (2009).

The party requesting a stay the burden of showing that the circumstances justify an exercise of that discretion.

The fact that the issuance of a stay is left to the court's discretion "does not mean that no legal standard governs that discretion.... [A] motion to [a court's] discretion is a motion, not to its inclination, but to its judgment; and its judgment is to be guided by sound legal principles." As noted earlier, those legal principles have been distilled into consideration of four factors: "(1) whether the stay applicant has made a strong showing that he is likely to succeed on the merits; (2) whether the applicant will be irreparably injured absent a stay; (3) whether issuance of the stay will substantially injure the other parties interested in the proceeding; and (4) where the public interest lies." There is substantial overlap between these and the factors governing preliminary injunctions . . . not because the two are one and the same, but because similar concerns arise whenever a court order may allow or disallow anticipated action before the legality of that action has been conclusively determined.

Id. at 434 (citations omitted).

Using the above principles, the Court will not place a stay on that portion of its order which reinstated DNRC's 1987 rule. There has been no showing that MWDA is "likely to succeed on the merits," and the Court does not see how MWDA will be irreparably injured absent a stay. MWDA suggests that it may have trouble advising its customers as to the proper standard applicable to their various wells, but the Court does not see this as an irreparable injury.

In addition, a stay could substantially injure other parties interested in the proceedings. At the hearing, the Court reviewed evidence that other parties to this proceeding, specifically Mountain Water Company of Missoula and the Montana Department of Fish, Wildlife and Parks, have been adversely affected by the 1993 rule. To place a stay on this portion of the Court's order would continue that damage.

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Finally, the Court does not see how placing a stay on the portion of its order reinstating the 1987 rule is in the public interest. The Court feels its decision clearly served the public interest.

As to that portion of this Court's order which required DNRC to engage in rule making, the Court will effect a stay until the matter is disposed of by the Montana Supreme Court. The Court is primarily concerned with the argument by MWDA that this matter conceivably could become moot pending the appeal depending on the exact rule enacted by DNRC. An issue may become moot when a court cannot grant meaningful relief or restore the parties to their original position. *Plain Grains L.P. v. Cascade Co. Comm'rs*, 2010 MT 155, ¶ 34, 357 Mont. 61, 238 P.3d 332. The Clark Fork Coalition notes that the last time DNRC was engaged in making the rules with which we are here concerned, it took approximately three years from beginning to end. While this may or may not be the time frame with which we are here concerned, there is no good way to judge how long the DNRC rule making could take. With the reinstatement of the 1987 rule, this Court does not feel that any of the parties or the public will be harmed by a stay concerning the rule making portion of this Court's order.

Based on the above, IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that this Court's Order on Petition for Judicial Review dated October 17, 2014 will not by stayed concerning this Court's reinstatement of DNRC's prior 1987 rule. However, that portion of the order which required DNRC to engage in rule making will be stayed pending a decision by the Montana Supreme Court.

DATED this \( \frac{1}{2} \) day of May 2015.

JEFFREY M. SHERLOCK District Court Judge

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Laura King/Matthew Bishop Kevin R. Peterson/Anne W. Yates Abigail J. St. Lawrence Stephen R. Brown Ryan K. Mattick pcs: T/JMS/clark fork coalition v tubbs ord mot stay.wpd