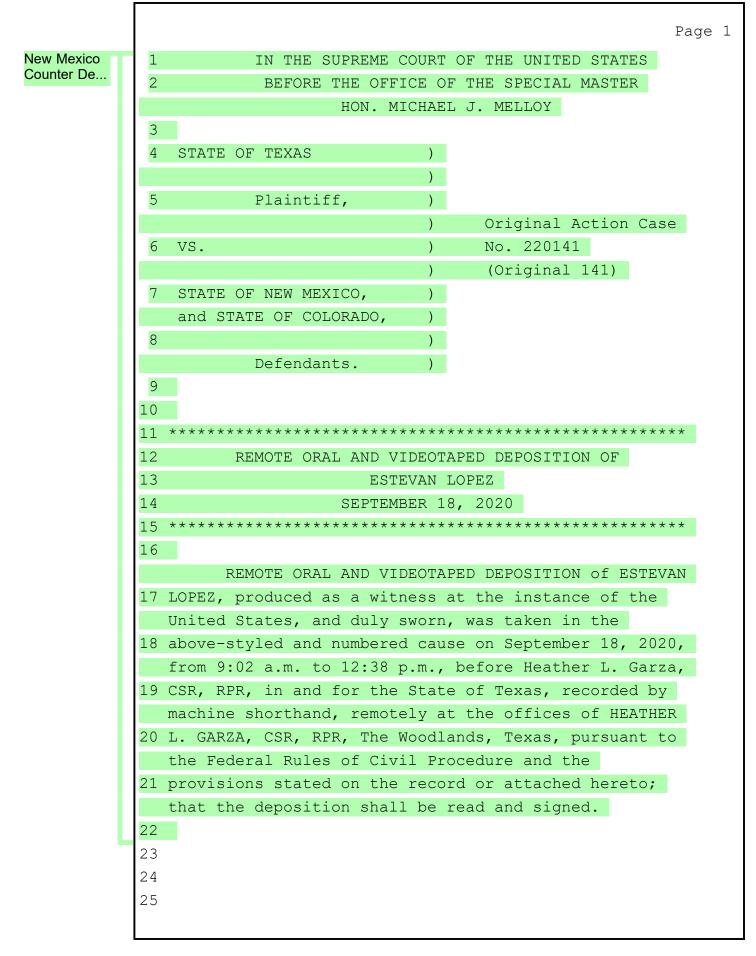
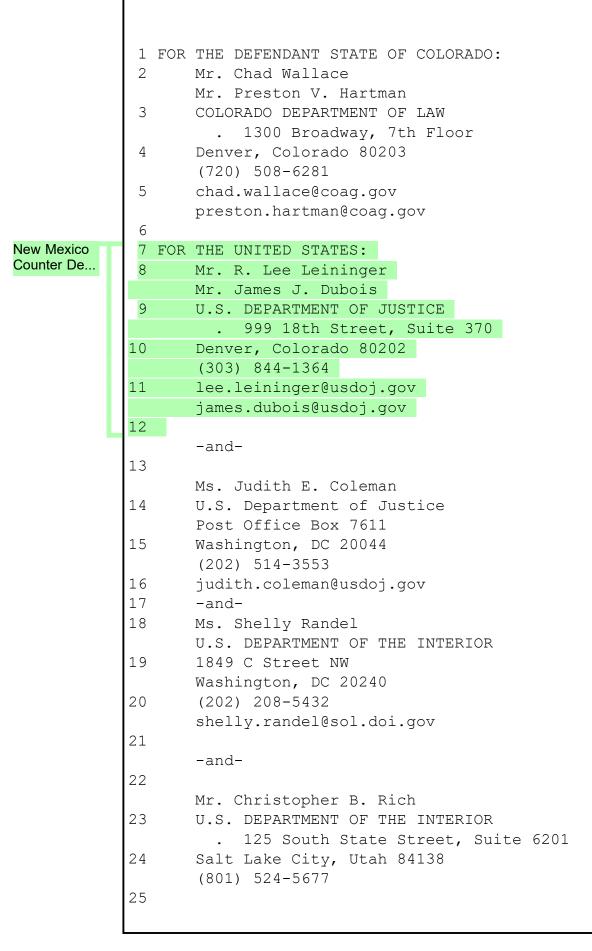
## **EXHIBIT C.3**



			Page 2
	1	REMOTE APPEARANCES	-
	2	REMOIE AFFEARANCES	
New Mexico		THE PLAINTIFF STATE OF TEXAS:	
Counter De	4	Mr. Stuart L. Somach	
	-	Ms. Theresa C. Barfield	
	5	Mr. Francis Goldsberry II	
		SOMACH SIMMONS & DUNN	
	6	500 Capitol Mall, Suite 1000	
		Sacramento, California 95814	
	7	(916) 446-7979	
		ssomach@somachlaw.com	
	8	tbarfield@somachlaw.com	
		mgoldsberry@somachlaw.com	
	9		
		-and-	
	10		
		Ms. Sarah A. Klahn	
	11	SOMACH SIMMONS & DUNN	
		. 2701 Lawrence Street, Suite 113	
	12	Denver, Colorado 80205	
		(720) 279-7868	
	13	sklahn@somachlaw.com	
	14		
		THE DEFENDANT STATE OF NEW MEXICO:	
	15		
		Mr. Jeffrey Wechsler	
	16	MONTGOMERY & ANDREWS	
	1 🗖	. 325 Paseo De Peralta	
	17	Santa Fe, New Mexico 87501	
	1.0	(505) 986-2637	
L	18	jwechsler@montand.com	
	19	-and- Mr. Luis Robles	
	20	Mr. Luis Robies Ms. Susan Barela	
	21	ROBLES, RAEL & ANAYA, P.C.	
	2.1	. 500 Marquette Avenue NW, Suite 700	
	22	Albuquerque, New Mexico 87102	
	~~	(505) 242-2228	
	23	luis@roblesrael.com	
		susan@roblesrael.com	
	24		
	25		

Γ





```
1 FOR THE EL PASO COUNTY WATER AND IMPROVEMENT DISTRICT
   NO. 1:
 2
       Ms. Maria O'Brien
       MODRALL SPERLING ROEHL HARRIS & SISK, P.A.
 3
            500 Fourth Street N.W.
         .
       Albuquerque, New Mexico 87103
 4
       (505) 848-1800
 5
       mobrien@modrall.com
 6
      -and-
 7
       Mr. Renea Hicks
       LAW OFFICE OF MAX RENEA HICKS
       Post Office Box 303187
 8
      Austin, Texas 78703
       (512) 480-8231
 9
       rhicks@renea-hicks.com
10
11 FOR THE ELEPHANT BUTTE IRRIGATION DISTRICT:
12
       Ms. Samantha R. Barncastle
       BARNCASTLE LAW FIRM, LLC
13
      1100 South Main, Suite 20
       Las Cruces, New Mexico 88005
      (575) 636-2377
14
       samantha@h2o-legal.com
15
16 FOR THE ALBUQUERQUE BERNALILLO COUNTY WATER UTILITY
   AUTHORITY AND CITY OF LAS CRUCES:
17
       Mr. James C. Brockmann
       STEIN & BROCKMANN, P.A.
18
       Post Office Box 2067
19
       Santa Fe, New Mexico 87504
       (505) 983-3880
20
       jcbrockmann@newmexicowaterlaw.com
21
   FOR THE CITY OF EL PASO:
22
       Mr. Douglas G. Caroom
23
       BICKERSTAFF HEATH DELGADO ACOSTA, LLP
            3711 S. MoPac Expressway Building One, Suite 300
24
       Austin, Texas 78746
       (512) 472-8021
25
       dcaroom@bickerstaff.com
```

```
1 FOR THE NEW MEXICO PECAN GROWERS:
 2
       Ms. Tessa T. Davidson
       DAVIDSON LAW FIRM, LLC
 3
      4206 Corrales Road
       Post Office Box 2240
       Corrales, New Mexico 87048
 4
       (505) 792-3636
       ttd@tessadavidson.com
 5
 6
   FOR THE NEW MEXICO STATE UNIVERSITY:
 7
       Mr. John W. Utton
      UTTON & KERY, P.A.
 8
       Post Office Box 2386
 9
      Santa Fe, New Mexico 87504
       (505) 699-1445
10
       john@uttonkery.com
11
12 VIDEOGRAPHER:
13
       Ms. Kayla Brown
14
   ALSO PRESENT:
15
        Shelly Dalrymple
        Kari Olson
16
        Al Blair
17
        Greg Ridgley
        John D'Antonio
18
        Robin Cypher
        Gary Esslinger
19
        Erek Fuchs
        Phil King
        Cheryl Thacker
20
        Daniel Ortiz
21
22
23
24
25
```

```
Page 5
```

1 outside independent consultant.

2 Q. Okay. You're not an employee of the State?3 A. I am not.

Q. Okay. And does your role as a 30(b)(6)
5 deponent change any of the responses you gave in your
6 prior depositions as an expert witness?

7 A. That's a very broad question, but I don't 8 think that it really changes any of the -- the 9 responses that I had before.

10 Q. Okay. So should we understand that the 11 opinions that you gave as an independent consultant 12 are the views of the State of New Mexico?

A. I believe that's correct. You know, there --14 there may be some where some portions of the 15 depositions were done. It's been a lot of questions 16 asked. There may be certain questions if I were asked 17 today that I would answer in a more way. It's just as 18 I mentioned, it's a very, very broad question here 19 you're asking me. I don't -- unless I were asked a 20 specific question, I'm not sure that I could give you 21 a more specific answer than that.

Q. Okay. How about the -- the questions that you were asked about what New Mexico's apportionment under the Compact, will those change?

25 A. No.

Page 16 Ο. Okay. Is it New Mexico's position that the 1 2 Rio Grande Compact is a complete apportionment of the 3 flows of the Rio Grande between the head waters and 4 Fort Quitman? Yes. Excuse me. Can I ask a question, kind 5 Α. 6 of a process question? Ο. Sure. 7 In -- in prior depositions, I've had access 8 Α. 9 to realtime -- the realtime transcript. I don't have 10 that up right now. I'm not sure if that's --11 Q. I think that's a good idea to get that up. 12 MR. DUBOIS: I assume, Heather, that it 13 is the usual transcript realtime. 14 THE REPORTER: Yes. 15 THE VIDEOGRAPHER: Do you want to go off 16 the record to set this up? 17 MR. DUBOIS: Yeah. Why don't we go off 18 the record and get that up. 19 THE VIDEOGRAPHER: The time is 9:18 a.m. 20 We're off the record. 21 (Break.) 22 THE VIDEOGRAPHER: The time is 9:23 a.m. 23 We're on the record. (BY MR. DUBOIS) Okay. I think that we -- you 24 Ο. 25 -- we were just talking about whether or not the Rio

		Page 17
	1	Grande Compact is complete apportionment of the flows
	2	of the Rio Grande, and you said that it was. What
	3	what does New Mexico think that a a complete
	4	apportionment of the flows of the Rio Grande means?
	5	What does that mean?
	6	A. I think that it means that all of the flows
	7	that arise in the Rio Grande between the head waters
	8	and Fort Quitman are divide are divided as between
	9	the three states.
	10	Q. So was there any flow of the Rio Grande
	11	between the head waters and Fort Quitman that was not
	12	apportioned by the Compact?
	13	A. I cannot think of any, no.
	14	Q. Okay. Now, you've also you previously
	15	stated in earlier deposition that the Rio Grande below
	16	Elephant Butte was fully appropriated by 1938. Do you
	17	remember discussing that in depositions?
	18	A. Yes.
	19	Q. Okay.
	20	A. Yes, I do.
Texas Affirmative	21	Q. And okay. Do you still stand by the
	22	the conclusion that the Rio Grande below Elephant
	23	Butte was fully appropriated in 1938?
	24	A. I do.
	25	Q. Okay. And so that I just want to be clear

L

```
Page 18
```

1 that that's also the position of the State of New 2 Mexico then? That's correct. 3 Α. Okay. Okay. What does it mean that the Ο. 5 river was fully appropriated? Α. That means that all of the waters -- all of 7 the surface waters of the river are -- have been 8 spoken for. Okay. So all of the surface water had 9 Q. 10 already been allocated to existing water rights? Is 11 that another way of saying it? 12 Α. Yes. Let me -- let me review that. Yes, 13 that's correct. Okay. And does that mean that any additional 14 Ο. 15 diversions after 1938 that deplete the river would 16 take water away from existing water rights? 17 MR. WECHSLER: Object to form. 18 It would impact those water rights, yes. Α. 19 (BY MR. DUBOIS) All right. If you're taking Q. 20 water away from them, that would be a -- add adverse 21 impact of those water rights? 22 MR. WECHSLER: Object to form. And I 23 also think we're getting a little beyond the scope. MR. DUBOIS: No, we aren't, but he can 2.4 25 answer if he knows anyway.

Texas Affirmative

		Page 19
	1	A. Generally speaking, I think that's correct.
	2	Q. (BY MR. DUBOIS) Okay. Does the Rio Grande
	3	Compact apportion water to New Mexico below San
	4	Marcial?
	5	A. Yes.
	6	Q. Does New Mexico assert that it receives an
	7	apportionment of water does New Mexico assert that
	8	it receives an apportionment of water from the Rio
	9	Grande below San Marcial?
	10	A. I'm not sure I understand what distinction
	11	you're making between that and your prior question.
	12	Q. Okay. When did when did New Mexico
	13	determine that it had an apportionment of water below
	14	San Marcial?
	15	A. I think when we agreed to the Compact.
Texas Affirmative	16	Q. What is New Mexico's apportionment of water
	17	under the Rio Grande Compact?
	18	A. Under the Rio Grande Compact?
	19	Q. Yes.
	20	A. This is what we receive from Colorado under
	21	Article 3 of the Compact at the state line, plus all
	22	of the inflows that arise between the state line and
	23	Elephant Butte, less our obligation to deliver water
	24	into Elephant Butte under Article 4, plus 57 percent
	25	of project supply below Elephant Butte, project supply

	Page
1	being comprised of releases of usable water, inflows
2	below Elephant Butte, and return flows, returning
3	drain flows.
4	Q. So let's let's and my question was
5	overly broad for my purposes, I guess. So let's just
6	focus on the apportionment of water below San Marcial,
7	the apportionment of water to New Mexico below San
8	Marcial. That's just focus on that and call that
9	out from the answer. So what's the apportionment of
10	water to New Mexico below San Marcial?
11	A. So I think this is probably the same thing,
12	but I'm going to I'm going to just clarify that I'm
13	referring to below Elephant Butte given that the
14	delivery point under Article 4 was changed in 1948.
15	So I'll I'll be responding
16	Q. And that's fine. That's fine. I understand.
17	A. So as I as I answered above, and as I've
18	laid out in my reports and in questions in
19	responses to questions before, it is 57 percent of the
20	project supply, and that project supply being
21	comprised of releases of usable water inflows below
22	Elephant Butte and returning drain flows.
23	Q. So do the downstream contract do you
24	are you familiar with what the term downstream
25	contracts refers to?

	Page 21
1	A. I am. Certainly as I've defined them in my
2	reports, there may and I think it's consistent with
3	how it's been used otherwise by others.
4	Q. And so when you're referring to the
5	downstream contracts, what are you referring to?
6	A. I'm referring in my report, I referred
7	specifically to three contracts, 19 I may get the
8	dates from memory, get them off, but
9	Q. Would it be helpful to have them in front of
10	you?
11	A. I can look at my reports. I have the copy of
12	my reports in front of me. If it's all right, I can
13	refer to that if you'd like.
14	Q. You can. I can also I can also provide
15	you the contracts.
16	
	it's a 1938 contract between Elephant Butte and
	Elephant Butte Irrigation District and Reclamation.
	It's either 1937 to 1938, that that contract is,
	and similar time frames for a contract between
	Reclamation and El Paso County Water Improvement
	District No. 1, and the third contract that I referred
	to as one of the the downstream contracts is a 1938
	contract between the two districts that was later
25	approved by the Department of Interior. I believe it

Texas Affirmative

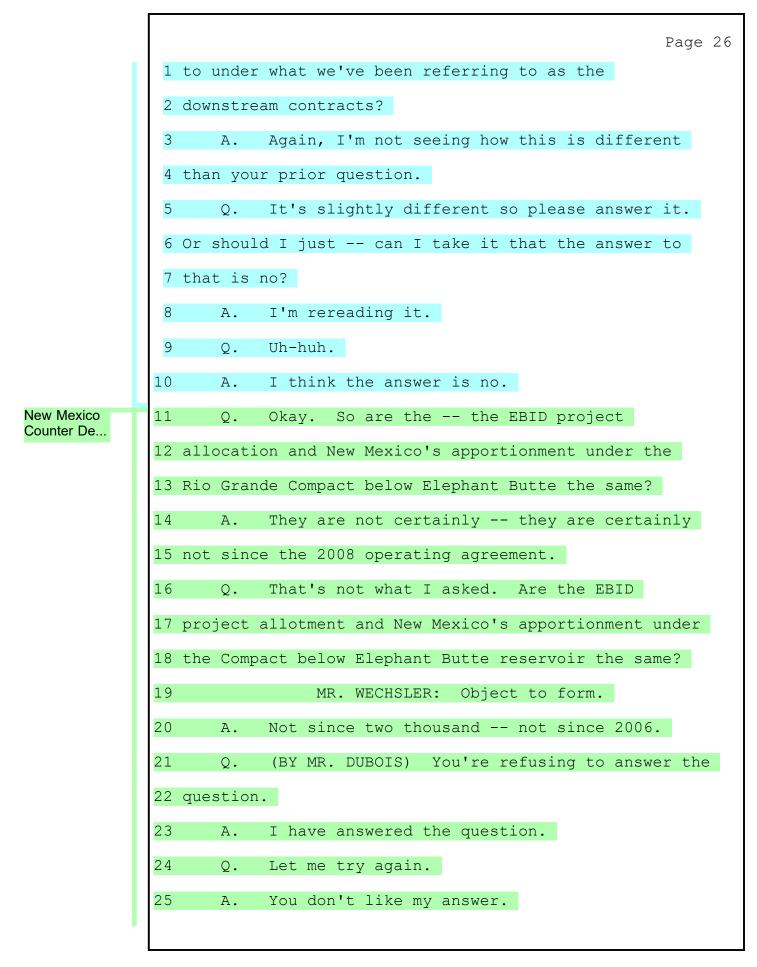
Г

1 was in April of 1938. Is that is that sufficient
2 specificity?
3 Q. Yes. As I said, I can provide them. I just
4 wanted to make sure that we're talking about the same
5 things. So do the do the do the downstream
6 contracts between the United States and EBID and
7 between EBID and EPCWID define the apportionment to
8 New Mexico?
9 A. I think they inform the the apportionment
10 to New Mexico. They don't define it as explicitly as
11 as as I've defined here in my responses to you.
12 They inform it by in several ways. First of all,
13 the the contract between EBID and and EP No. 1
14 that is EPCWID has a shortage provision that is
15 specific and explicit about in times of shortage,
16 water is to be shared 57/43. In essence, in
17 proportion to the acreage in each of the districts as
18 a total of a total project authorized acreages.
19 And then the the two contracts between Reclamation
20 and the districts specify the acreages of each of the
21 districts, the authorized acreages of each of the
22 districts. That's consistent with that. Those two
23 contracts also have essentially identical terms except
24 for the the proportion of payment that is also
25 proportionate to the acreage and so those things

Page 23 1 inform that apportionment, and in my report and in 2 responses to my prior depositions, I've explained how 3 the 57/43 that I assert is the apportionment below 4 Elephant Butte we get from a reading of the Compact 5 together with those downstream contracts and the 6 historical practice of how the project has been 7 operated up until essentially 2006. So is the contract with EBID the sole means Q. 9 for New Mexico obtaining its apportionment under the 10 Compact? 11 MR. WECHSLER: Object to form. 12 Α. Are you referring only to that -- the 13 apportionment below Elephant Butte? (BY MR. DUBOIS) Yes. I'm sorry. I should 14 Ο. 15 have been clear on that. I apologize. 16 Α. I believe that it is, yes. 17 Ο. Okay. Is it New Mexico's position that the 18 contracts between the United States and the two 19 districts and the contract between the two districts 20 are integrated into the Compact? 21 Α. I think what I testified is that they -- that 22 the Compact and the project are inextricably linked, 23 and the -- and the contracts are also kind of 24 inextricably linked to -- or inextricably intertwined, 25 I think is what I -- what I said in my report. I was

Page 24 1 using some of the language that the -- that the 2 Supreme Court has used and relied on that -- on that 3 -- their findings, as well. What do you mean by inextricably intertwined? Ο. They work together. They work together, and Α. 6 you can't -- you can't -- you can't read them 7 independent of one another. So anything -- I'm just trying to understand 8 Q. 9 this. So anything that impacts the project water 10 supply impacts the apportionment; is that correct? 11 MR. WECHSLER: Object to form. 12 Α. Could you rephrase that? I'm not 13 understanding what you're asking. 14 0. (BY MR. DUBOIS) Well, I'm trying to 15 understand when you say that they're inextricably 16 intertwined and that they have to be read as part and 17 parcel of each other; is that correct? Is that what 18 you're saying? And I'm specifically speaking as to how 19 Α. Yes. 20 you -- how you make a determination as to the 21 apportionment. Certainly, there is probably elements 22 that could be looked at independently, but -- but for 23 -- for getting to an apportionment below Elephant 24 Butte, I think you have to look at all three of these 25 -- all, I guess, four of these documents together.

1	Q. Okay. And so my question was then if they're
2	inter interdependent and intertwined, anything that
3	affects is anything that affects the project water
4	supply affecting the Compact?
5	A. So first of all, if I think you may have
6	just been reading what I answered earlier. I don't
7	think that I said they were inextricably
8	interdependent. I did they they were inextricably
9	intertwined. And that's if you're asking me the
10	difference, I don't know that I that I can say what
11	the difference is. But nevertheless, you asked if
12	is anything that affects project supply also affecting
13	the Compact. I'm not sure. I don't know that. I
14	don't know the answer to that. Unless you give more
15	specificity to what you're talking about in in
16	anything.
17	Q. Is there any other apportionment in the
18	Compact to New Mexico below Elephant Butte, other than
19	the water under the contract with EBID?
20	MR. WECHSLER: Object to form.
21	A. I think I already answered that, and I said
22	no.
23	Q. (BY MR. DUBOIS) Okay. Is there any
24	apportionment of water to New Mexico below Elephant
25	Butte, other than project water that EBID is entitled



1	Page
1	Q. All right. Let's rephrase the question then.
2	Is it the Compact's intent that the EBID project
3	allotment and New Mexico's apportionment under the Rio
4	Grande Compact below Elephant Butte reservoir the
5	same? Are they to be the same?
6	A. Would you please please define project
7	allotment for me, please?
8	Q. What EBID is entitled to receive under the
9	downstream contracts?
10	A. In that instance, I would say yes.
11	Q. Okay. Are the contracts for the Rio Grande
12	project the only means provided for in the Compact for
13	distribution of New Mexico's apportionment?
14	MR. WECHSLER: Object to form.
15	A. Well, to the extent that you're asking that
16	I guess the way I would say it and I have said it
17	is that the operation of the project is the is the
18	the mechanism for effectuating the Compact
19	apportionment.
20	Q. (BY MR. DUBOIS) And the operation of the
21	project is pursuant to the downstream contracts; is
22	that correct?
23	A. Generally, yes.
24	Q. Okay.
25	A. Or at least

Γ

So the downstream -- I'm sorry. What? 1 Ο. Ι 2 didn't mean to cut you off. Or at least it was. 3 Α. THE REPORTER: I'm sorry. Please repeat 5 that again. THE WITNESS: I said, "Or at least it 6 7 was." (BY MR. DUBOIS) Okay. Does Texas have an 8 Q. 9 apportionment of water under Elephant Butte -- below 10 Elephant Butte reservoir? 11 Α. As I've testified in my reports and in my 12 depositions, my prior depositions, yes, it has an 13 apportionment below Elephant Butte. 14 And I know some of this is repetitive, Q. 15 Mr. Lopez, but you're now -- you're now speaking for 16 the State of New Mexico as opposed to as an 17 independent contractor so they seem redundant, but I'm 18 still needing to ask you these things. So it's fine 19 that you clarify and -- and reiterate your prior 20 testimony, but, you know, there's -- there is a reason 21 that we're covering some same ground? 22 Α. I understand. 23 So just --Q. 24 Α. I'm simply --25 Okay. All right. Q.

-- simply trying to -- you asked me earlier 1 Α. 2 if -- if my responses had changed. They hadn't, and 3 hasn't really changed --Q. Okay. 4

-- from my reports either. 5 Α.

No, and that's -- and that's fine. Ο. 7 Basically, that's what we're trying to -- to make sure 8 that we're consistent going along here, so that's --9 that's fine. Understand that I do appreciate some of 10 this is plowing old ground, but because of sort of 11 your -- your position in this deposition, we're going 12 to -- we're going to recover some of that. So I'm, 13 you know, just explaining that I'm not merely doing 14 this to be obnoxious, not the only reason.

15 And I'm not -- I'm not trying to be obnoxious Α. 16 by responding by referring to --

17 Ο. No.

6

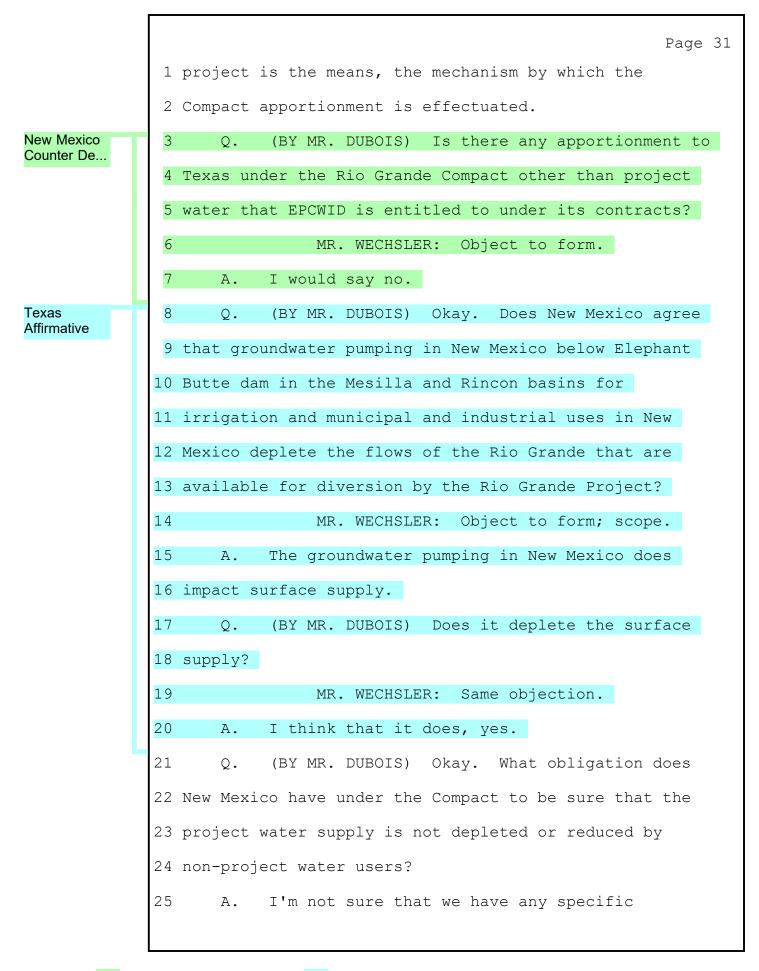
-- my prior depositions or my reports. 18 Α. I 19 simply want to say that it hasn't changed.

Okay. And that's -- and that's fine. 20 Ο. So 21 just so we know that we're -- we're both on the same 22 track, so that's good.

23 So what's Texas' apportionment of the Rio 24 Grande Compact?

25 Α. 47 -- excuse me. 43 percent or roughly 43

1 percent of the project supply that arises below 2 Elephant Butte, and that is comprised of releases of 3 usable water of Caballo reservoir, inflows between 4 there and Fort Quitman, and returning drain flows. So do the downstream contracts define the 5 Ο. 6 apportionment to Texas? My response here would be the same as my 7 Α. 8 response was to -- to their relationship to -- they 9 inform the apportionment to Texas in the same way that 10 they inform the apportionment to New Mexico that I 11 described above. So under the Compact, is the EPCWID project 12 Ο. 13 allotment intended to be identical to Texas' 14 apportionment? 15 MR. WECHSLER: Object to form. 16 With the same caveats as my responses Α. 17 earlier, that is that at least originally, yes. (BY MR. DUBOIS) Okay. And are -- are the 18 Ο. 19 contracts for the Rio Grande project to EPCWID the 20 only means provided for in the Compact for 21 distribution of Texas' apportionment? 22 MR. WECHSLER: Object to form. 23 I will respond again mirroring my response to Α. 24 your similar question on EBID, and that is that it's 25 my opinion that the -- that the operation of the



1 obligation not to deplete or reduce project supply 2 unless -- unless there is some notice that -- that 3 there is -- that Texas is not getting its 4 apportionment. Having said that, New Mexico does and 5 has permitted such uses to -- to require that any 6 impacts -- any such impacts would be offset since it's 7 closed the basin -- or since it's -- since it's 8 declared the basin. Excuse me. All right. So all the development before it 9 Q. 10 closed the basin is ignored for purposes of 11 administration; is that correct? 12 MR. WECHSLER: Object to form. No, it's not ignored, but I think that unless 13 Α. 14 -- unless we are put on notice that Texas is not 15 getting its apportionment, we don't necessarily have 16 to do anything about it. 17 Ο. (BY MR. DUBOIS) So there's no obligation 18 under the -- let me rephrase that. If pumping of 19 groundwater in New Mexico depletes the flow of the Rio 20 Grande, either directly by pulling water from the 21 river drains or by preventing water from returning to 22 the river and -- and they reduce the project water 23 supply, do those depletions to the river count against 24 New Mexico's apportionment? 25 MR. WECHSLER: Object to form.

I think that it is non -- for non-project 1 Α. If it is for non-project uses, those might have 2 uses. 3 to be offset, but not if it's for project uses. (BY MR. DUBOIS) Why not if it's for project 4 Ο. 5 uses? Because -- well, one of the -- one of the 6 Α. 7 purposes of the Compact is to -- is to make the -- the 8 project viable over the long haul, and that viability 9 includes getting -- or having access to groundwater 10 for conjunctive use, and that's consistent in both 11 states. Is there any limitation on New Mexico as to 12 0. 13 how much surface water can be depleted by pumping in 14 New Mexico? 15 MR. WECHSLER: Object to form. 16 Are you asking about for a specific purpose Α. 17 or just generally? (BY MR. DUBOIS) Generally. 18 Ο. Well, yes, I think there is a limitation. 19 Α. Ιf 20 -- if Texas is not getting 43 percent of its project 21 supply of the project supply then I think that would 22 -- that would set the limitation. 23 But you've told me that depletions to the Ο. 24 water supply from pumping, at least for pumping for 25 project beneficiaries, does not count against the

1	MR. DUBOIS: Okay.
2	THE VIDEOGRAPHER: The time is 11:19
3	a.m. We're off the record.
4	(Break.)
5	THE VIDEOGRAPHER: The time is 11:30
6	a.m. we're on the record.
7	Q. (BY MR. DUBOIS) Mr. Lopez, I think I've only
8	got one more question at this point, and I'll turn it
9	over to Mr. Somach. Your testimony that New Mexico's
10	obligations under the Compact not to deplete the flow
11	of the Rio Grande through non-project water users
12	non-project pumpers isn't triggered until Texas
13	complains, I mean, is that is that a fair summary
14	of what you said is that New Mexico's obligation under
15	the Compact not to deplete flows through non-project
16	users isn't triggered until Texas complains about not
17	getting its apportionment?
18	MR. WECHSLER: Object to form.
19	A. You know, I think I think I did say that.
20	Q. (BY MR. DUBOIS) Okay.
21	A. I think that is what I said earlier. But I
22	but, you know, I the reality is that I think
23	that we have New Mexico has, in fact, been
24	requiring any non-project users that have you know,
25	get permits or whatever else to offset their impacts.

```
1 So we're --
```

Q. But that's true -- that's true only of 3 non-project pumpers after the closure of the basin, 4 right?

5 A. That's correct. But I also think -- and this 6 is probably subject to check, but I think that the --7 that largely, the -- here, I'm thinking about 8 municipal -- municipal users, Las Cruces specifically. 9 I think that their -- their impacts have been 10 essentially offset by their -- by their wastewater 11 effluent.

12 Q. A factual question that's sort of outside of 13 our discussion, I think.

14 A. Sure.

15 Q. But -- but my understanding is what you said 16 was that also applied to non-project irrigators?

17 A. That's correct.

Q. Okay. So if the Compact allegation in that regard is triggered once Texas lodges some sort of a formal complaint, do you agree that the complaint that Texas filed in this original action constitutes such a formal complaint?

A. I do. I think it constituted a formal24 complaint. So --

25 Q. Right.

	Page 70
	1 A and the way
	2 Q. So go ahead. I'm sorry. And the way?
	3 A. And the way I would see that playing out is
	4 there will be an investigation as to whether there is
	5 whether Texas has actually been shorted and that we
	6 would deal with it. I think that's kind of what's
	7 going on here.
New Mexico Counter De	8 Q. Okay. So what, if any, investigations of
Counter De	9 impacts in the river has been done regarding those
	10 non-project irrigation users?
	11 A. I think we've investigated every facet of
	12 project operations and non-project operations, every
	13 facet of water use in that section of the river that I
	14 can think of, and, you know, having said all of that,
	15 my my impression is that Texas has not been
	16 shorted.
	17 Q. Has the have those has the pumping by
	18 those non-project irrigators impacted the amount of
	19 water available to EBID?
	20 A. You know, I don't recall I don't recall
	21 the there's a we've got an analysis of that. I
	22 just don't recall the specific
	23 Q. Okay. Fair enough.
	24 A answer for that.
	25 Q. Okay. Fair enough.

Γ

Page 71 But I think -- I think -- I think it is 1 Α. 2 within all of the various scenarios that are laid out 3 in -- in the Spronk report, series of reports. And then -- but none of those impacts for --4 Ο. 5 for pumping initiated prior to the designation of the 6 basis -- basin, excuse me, has -- requires offsets; is 7 that right? You're asking if New Mexico requires that 8 Α. 9 pumping for non-project irrigation that precedes the 10 basin declaration requires offsets? 11 Ο. Uh-huh. Yes. You know, I believe -- I believe they don't, 12 Α. 13 but I think someone else would be better equipped to 14 answer that. I just was recalling that I think maybe this 15 Q. 16 was discussed in one of your prior depositions and 17 merely closing my own intellectual curiosity on that. 18 MR. DUBOIS: Okay. I -- at this point, 19 I don't think I have anymore questions for you, 20 Mr. Lopez. Thank you. I'll turn it over to 21 Mr. Somach. 22 Thank you. THE WITNESS: 23 EXAMINATION 24 BY MR. SOMACH: 25 Mr. Lopez, I'm going to try to get through Q.

1 these relatively quickly, because I know we have 2 others and other depositions that we want to get into 3 today. You indicated at the beginning of Mr. Dubois' 4 questions that you understood that you were testifying 5 as if you were New Mexico; is that correct? Page 72

6 A. Yes.

Q. That's the difference between your 8 depositions that were taken as an independent expert 9 versus your 30(b)(6) deposition that's being taken 10 here today, you understand that distinction; is that 11 correct?

12 A. Yes, that's correct.

Q. Okay. And so when I refer to you in this 4 deposition, I'll try to distinguish between your prior 5 depositions and your reports versus your speaking for 6 New Mexico and so do you understand that when I use 7 the word "you" in this deposition, I'm referring to 18 the State of New Mexico?

19 A. I will try and keep that in mind.

20 Q. Okay. And I'll remind you if there appears 21 to be any confusion. Is it your opinion that actions 22 by New Mexico are having -- with respect to -- to 23 actions below Elephant Butte reservoir are having no 24 injury, they're not injuring Texas in any respect? 25 A. I guess to the extent that you're asking in

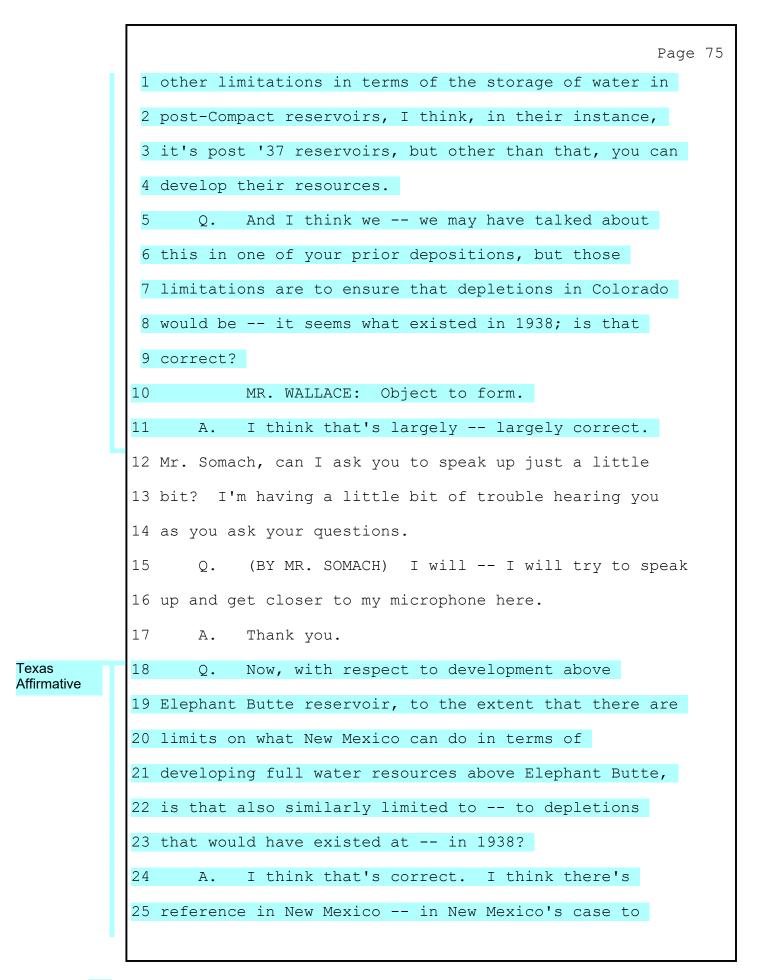
		Page 73
	1	any given year, I don't know the answer in any given
	2	year. I think if you look at things cumulatively
	3	through, let's say, I think from '85 through 2017, I
	4	would say that, yes, there's there's been no injury
	5	to Texas.
	6	Q. And under the same qualification you just
	7	made, are you saying that the converse or the contrary
	8	is true with respect to Texas' injury to New Mexico,
	9	that, in fact, over that period of time, Texas'
	10	actions have injured New Mexico's rights under the
	11	Compact?
	12	A. So I let me just answer the question fully
	13	just so that I believe that during that same time
	14	period, Texas' actions have injured New Mexico.
Texas Affirmative	15	Q. Okay. Does groundwater have any anything
	16	to do at all with the 1938 Compact apportionment?
	17	A. No. Other than I would say that the Compact
	18	allows the conjunctive use of that groundwater.
	19	Q. And and what do you refer to with respect
	20	to the Compact that gives rise to that answer?
	21	A. Well, again, I'm I'm referring to
	22	documents that were contemporaneous with the Compact
	23	and and and the practice that has happened since
	24	since then up until now. The specific document
	25	that I that I would refer to there is the rules and

## Texas Affirmative

I

Г

	Page 74
1	regs of the of the of the Compact commission.
2	Q. Are you referring, when you say this, to the
3	rules and regulations or other historic documents that
4	relate to the fact that except as provided for in the
5	Compact, each state is allowed to fully develop their
6	water resources, is that is that what you're
7	talking about?
8	A. Yes. That's paraphrased, but yes.
9	Q. Okay. And
10	A. And then the other the other aspect of it
11	that I was referring to has been the historic practice
12	that has that has come about since the Compact was
13	signed.
14	Q. Okay. Let's let me look upstream a little
15	bit here above Elephant Butte just to understand and
16	provide some context for that. Are there any limits
17	on Colorado's ability to develop its upstream
18	resources within the Compact, is there any Compact
19	limit on what they can do in terms of of developing
20	water upstream.
21	MR. WALLACE: Object to form?
22	A. I think there are, and specifically, I think
	that they are able to develop their their upstream
	resources as long as they continue to meet their
25	obligations under Article 3 and and then there's



	Page 76
	1 depletions as of 1929. I think there's a couple of
	2 references to that, one with regard to reservoirs
	3 built after '29, and then a second for the in the
	4 resolution the 1948 resolution that changed the
	5 our delivery point from San Marcial to Elephant Butte,
	6 I think there's also depletions above Otowi have to
	7 be constrained to 1929, and if they're not, then you
	8 have to make an adjustment as between above Otowi and
	9 below Otowi.
	10 Q. 1929 was the date of the temporary
	11 so-called temporary contract among Colorado, New
	12 Mexico, and Texas; is that is that correct?
	13 A. The temporary Compact, correct? Is that
	14 Q. I said contract. I meant Compact.
	15 A. Yeah. Yes. That's correct.
Texas	16 Q. Were New Mexico's ability to develop fully
Affirmative	17 develop its water resources below Elephant Butte
	18 Reservoir also constrained by ensuring that depletions
	19 below Elephant Butte reservoir did not exceed that
	20 which existed in 1938?
	21 A. I don't think those are similarly
	22 constrained, no.
	23 Q. Okay. So and here, I'll I'll separate
	24 out New Mexico from Texas below Elephant Butte. So
	25 New Mexico Colorado was constrained by the

	Page 77
1	depletions that existed as of 1938 in its delivery to
2	New Mexico, and New Mexico was constrained in terms of
3	its deliveries into Elephant Butte reservoir based
4	upon depletions that existed in 1938, but New Mexico
5	below Elephant Butte reservoir is not constrained by
6	depletions that might have existed in 1938; is that
7	is that what you're saying, that there's a distinction
8	between the obligations above Elephant Butte and those
9	that exist below Elephant Butte?
10	MR. WALLACE: Object to form.
11	A. I think that's correct. There is a
12	distinction.
13	Q. (BY MR. SOMACH) And explain to me that
	distinction.
15	A. There is no constraint below Elephant Butte.
	There is no 1938 in my report and in response to
	previous depositions, I I've responded about the
	'38 condition depletion condition. That's
	that's what I was talking about. There is there is
	no there is no such condition placed in the Compact
	for the section below Elephant Butte.
22	Q. Let let me clarify something here, and
	that is and this is the distinction between you as
	the State of New Mexico and you as Estevan Lopez,
25	independent expert. You've written a number of expert

1 reports that have been disclosed and submitted in this
2 case; is that correct?

3 A. I have.

4 Q. How many reports have you -- have you written 5 in this case?

6 A. I guess three, and then the third one has a 7 second edition.

8 Q. Okay. And that -- the last report was what 9 we got earlier this week, I think; is that correct? 10 A. That's correct. That's the second edition of 11 the supplemental.

12 Q. Okay. Those reports all have opinions within 13 them; is that correct?

14 A. They do.

Q. Do you, as New Mexico, have a -- a different lo view with respect to the opinions that you rendered in 17 -- that -- that Estevan Lopez rendered in his reports la that Estevan Lopez did with respect to those opinions? In other words -- let me try to say that better.

I'm just trying to figure out if -- if you, 21 as New Mexico, concur with all of the opinions that 22 were rendered in the Estevan Lopez expert reports. 23 I'm hoping that that will shorten things up because 24 we've asked you about all of those things, and I'm 25 just trying to figure out if that's the case?

	Page 79
New Mexico Counter De	1 A. I, as New Mexico, concur with the opinions
Counter De	2 expressed by I, as Estevan Lopez.
	3 Q. Okay. And presumably, to the extent that
	4 questions were asked of you in depositions, you, as
	5 the State of New Mexico, concur with the answers you
	6 gave to those questions when you were acting as
	7 Estevan Lopez, expert witness; is that correct?
	8 A. Yes. That's generally correct. As I
	9 mentioned earlier with Mr. Dubois, I think there was a
	10 lot of questions, and I might answer some of those
	11 questions with a bit of different nuance, answering on
	12 behalf of the State of New Mexico.
	13 Q. And why why is that? Why would it why
	14 would your answers be more nuanced for the State of
	15 New Mexico than when you responded to those same
	16 questions on behalf of the of the on your own
	17 behalf?
	18 A. Well, I think I think even even from my
	19 very first deposition, I've just speaking as as
	20 Estevan Lopez, I think my understanding has evolved
	21 somewhat over time of various aspects of things, and
	22 and that continues into today as as I speak for
	23 the State of New Mexico.
	24 Q. Okay. So so it's just the evolution over
	25 time of the more you've thought about these things,

1 the little variation, it's nothing more systemic, more 2 -- more substantive than just that evolution; is that 3 correct? I think that's correct. I think as a result Α. 5 of your questions and those of other lawyers, I 6 certainly have thought about things much in more 7 detail than I have as I wrote these things initially. Now, you referred to, I think, three 8 Q. 9 contracts as defining the apportionments of the 10 relative apportionments below Elephant Butte and to --11 to Texas and to New Mexico, and those were the two 12 1937 contracts between the districts and the United 13 States, plus the 1938 contract among the United 14 States, EP No. 1, and EBID; is that correct -- is that 15 correct? 16 Α. That's generally correct. I did not say that 17 they define the apportionments. I said they inform 18 the apportionments along with the Compact and with 19 historic practice. 20 That's -- actually, you've -- you've --Q. 21 you've hit on the exact question, whether you knew it 22 or not, that I wanted to ask. I don't understand what 23 the word inform means in the context of that response. 24 I simply don't know how you're using it there so 25 perhaps you can explain the difference between

1 something informing and -- and something being the 2 apportionment?

Α. I'll do my best. What I mean is, you know, 3 4 I've said in -- in my reports, my Estevan Lopez 5 reports, that -- that the Compact is not explicit as 6 to how it apportions water. Well, nor -- the -- those 7 downstream contracts are not explicit that way either. 8 They don't say New Mexico gets 43 percent of the water 9 from the project, and Texas gets -- or New Mexico gets 10 57 percent, and Texas gets 43 percent. Rather, 11 there's other elements that -- that we read together 12 with the Compact with other historical documents from 13 the time and the practice that evolved from that to 14 come to the conclusion that the apportionment is That's what I meant by saying that it informs 15 57/43. 16 that.

Q. So do you start with those contracts? Is 18 that the place you start and then there is -- I mean, 19 the contracts provide certain specific things, don't 20 they?

A. They do provide certain specific things. I 22 start with the Compact first, and -- and then the --23 then I look to the -- to the contracts, which were 24 essentially contemporaneous with the Compact. I think 25 they were probably at the fore of everybody's thinking

1 as they were concluding the Compact negotiations and 2 then I look at some of the documents by some of the 3 Compact negotiators that -- that kind of give us an 4 insight into what they were thinking and I look at the 5 practice of Reclamation and how it's operated the 6 project since.

Q. So if I -- if I, for the sake of just moving 8 this along, start with the contracts, how did the 9 Compact modify those contracts, the obligations under 10 those contracts?

11 MR. WECHSLER: Object to form. I don't -- I don't think that the Compact 12 Α. 13 modifies, at least that's not -- you know, I'm not --14 I'm not a lawyer. I'm not a contract law expert or 15 anything else, but I don't -- at least it's my opinion 16 that the Compact doesn't modify the contracts. The --17 however, once the Compact -- once you have an 18 apportionment based on the contemporaneous reading of 19 those con -- contracts with the Compact and the 20 documents beyond there, that then, in my estimation, 21 becomes part of -- that is set, the 57/43 then is set 22 and is not nothing that can be simply modified by 23 modifying or -- or amending the contract. So I don't 24 think -- I don't think it modifies the -- the 25 contract, but I would say that after that time, that

1 yielded a full supply, as has been defined by the 2 project.

3 Q. (BY MR. SOMACH) Well, I think you -- you also 4 said, though, that groundwater pumping, which is --5 A. I'm sorry. I'm having trouble hearing you 6 again.

7 Q. I think you've also said that groundwater 8 pumping, which is a -- a condition of depletions has 9 increased over time and that that increase in 10 depletion has affected flow in -- in -- in the river. 11 I think you said that?

Well, you know, I think -- I think I probably 12 Α. 13 did say that, but let me put some fine point -- finer 14 points on that. It certainly increased pretty 15 dramatically in the '50s from essentially no 16 groundwater pumping, for project purposes, to pretty 17 substantial project -- groundwater pumping. Then we 18 have a period of full project supply where groundwater 19 pumping was greatly reduced in the early 2000s, 20 2003/2004, again, groundwater pumping went up pretty 21 dramatically, but not -- not appreciably more than 22 what we had that we experienced in the '50s. It did 23 go up appreciably after the 2006 and the 2008 24 operating agreement where New Mexico's surface water 25 allotments were dramatically reduced as a result of

1 the operating agreement.

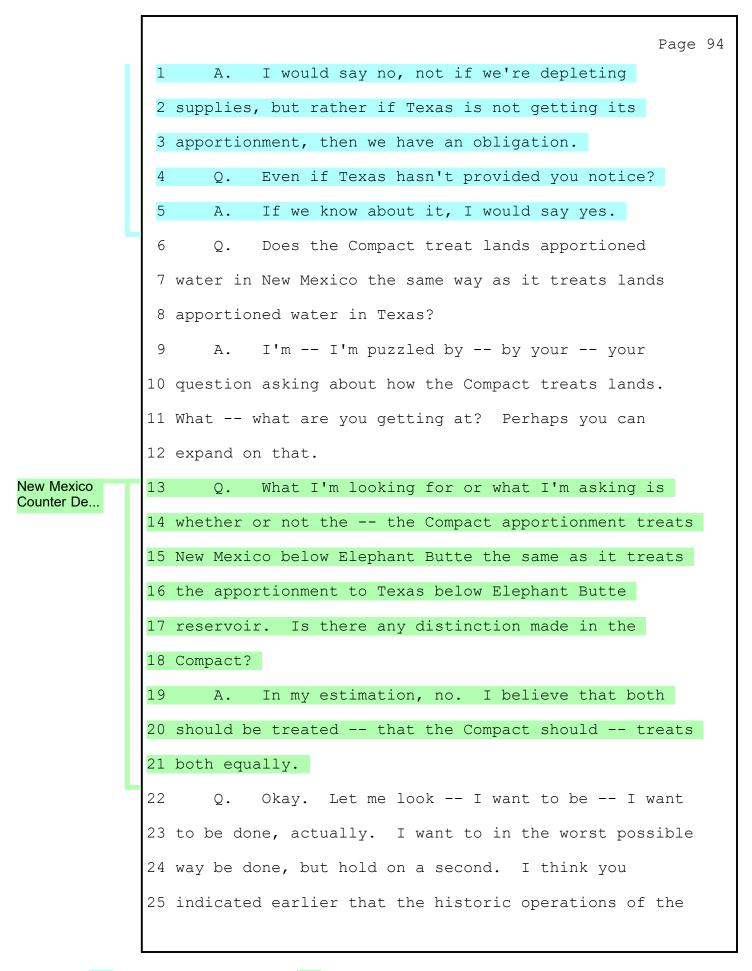
To the extent that -- that losses exist in 2 Ο. 3 the system, do they -- do they reduce the amount of 4 surface water that -- that is available for 5 application of consumptive use in the project? And 6 here, I'm not -- I'm not distinguishing between --7 between New Mexico project lands and Texas project I'm just asking the general question of 8 lands. 9 whether losses affect the amount of water that can be 10 applied and consumed by crops? 11 MR. WECHSLER: Object to form. So certainly, losses reduce the amount of 12 Α. 13 water. If there were no loses, there would be more 14 water available. We could build up -- keep a lot more 15 water in the reservoir, wouldn't have to call -- call 16 for as much water. But the project -- you know, the 17 project anticipated that. Every project has losses, 18 and this one is no different.

Q. (BY MR. SOMACH) If losses are greater in one 20 year than they were in a prior year, with everything 21 else being equal, that is the amount of -- of usable 22 water released from the reservoir, if -- if losses are 23 greater in one year than another year, will that 24 result in less water available for actual application 25 to -- to irrigated lands?

	Page	92
1	MR. WECHSLER: Form and foundation.	
2	A. It depends. It depends. I mean, certainly	
3	losses probably vary every year. I doubt that they're	
4	ever exactly the same from one year to the other.	
5	But, you know, if you have a full supply period, you	
6	might have very very high losses and still there's	
7	absolutely no reduction to to the project users.	
8	So that's a you're going to need a lot more	
9	information before you can answer that question.	
10	Q. (BY MR. SOMACH) I think you said, and	
11	actually, I wrote this down from the realtime. I	
12	think you said, "I'm not sure that New Mexico has any	
13	specific obligation not to deplete or reduce project	
14	supply." Do you recall saying that?	
15	A. You're talking about earlier today?	
16	Q. Yeah.	
17	A. Yeah. I think I think that I did say	
18	that.	
19	Q. I think you said that you you qualified	
20	that by saying unless you have notice, and I think at	
21	the very end of Mr. Dubois' questioning, you suggested	
22	that the complaint itself in this case was was	
23	notice; is that correct?	
24	A. I did.	
25	Q. Do you, State of New Mexico, think that you	
1		

Texas Affirmative Γ

	Page 93
	1 have a obligation not to deplete or reduce project
	2 supply if you if you know that your actions are
	3 depleting project supply?
	4 MR. WECHSLER: Object to form.
	5 A. Again, I I don't I don't think that we
	6 if if our actions are such that were depleting
	7 the project supply and Texas is not getting their
	8 apportionment and they let us know and, yes, in fact,
	9 we verify it, yes, I think we have to do something
	10 about it.
	11 Q. (BY MR. SOMACH) Yes. But you added something
	12 to that in that if they let us know.
	13 A. Right.
	14 Q. What happens if you know but Texas hasn't
	15 provided you whatever you are talking about in terms
	16 of notice?
	17 A. I'm sorry? I let me let me read this.
	18 I'm having trouble hearing you.
Texas Affirmative	19 Q. I'm sorry. You you qualified your answer
	20 to the last question with "if Texas lets us know."
	21 What happens if Texas doesn't provide you notice, but
	22 nonetheless, you are aware that you are depleting
	23 supplies that otherwise would be going to Texas? Do
	24 you have an obligation if you know that that's what's
	25 happening?



1 project, since 1938, are an element of understanding 2 New Mexico's apportionment; is that -- is that 3 correct?

A. I -- I think they're an element of
5 understanding both states' apportionment, yes.
Q. Are there any specific years after 1938 that

7 one looks to or is it the entire universe of years
8 from 1938 to price of time that one -- or at least in
9 2006 that one looks to?

10 Α. I would look at the entire period between '38 11 and 2006, but recognizing that in the very first few 12 years, through the '40s, there was kind of a unique 13 situation, one was an abundance of supply. I think 14 that everybody was still getting used to -- used to 15 operating under a Compact and what that meant, and 16 finally, not until the late '40s and into early -- the 17 1950s, did they -- did Reclamation specifically start 18 really focusing in on tightening up its operation to 19 make sure that in less than full supply years, they 20 were allocating or apportioning water consistently. 21 Well, can you point to any specific years Q. 22 after 1938 where they got it right versus other years 23 where they got it wrong?

A. You know, no, that -- that -- I prefer not to 25 do that. I'd rather look at kind of the entire time

1 frame and, you know, this is a lot of what Dr. Barroll 2 did for us. She -- she tracked how much was delivered 3 to each district year by year, and under different 4 operations regimes and -- and largely, as I said, if 5 we just kind of remove the '40s from the '50s through 6 '78 is pretty consistent. Largely 57/43, then after 7 '78, D1/D2, that was meant to -- that was a mechanism, 8 frankly, to try and repeat what had happened before 9 under the control of three different entities as 10 opposed to a single entity, and largely, it 11 accomplished that, and the districts, by and large, 12 got 57/43. Not until 2006 did that really start 13 changing. 14 MR. SOMACH: Okay. I don't -- I don't 15 have anymore questions. 16 THE WITNESS: Am I done? 17 MR. SOMACH: I don't know. MR. DUBOIS: Not quite. Not quite. 18 19 I've got literally one follow-up question, and I don't 20 know if anybody else is going to have any questions or 21 not so I'll just ask my one follow-up question, and 22 we'll work from there and see if anybody else has any 23 questions. 24 25

1	IN THE SUPREME COURT OF THE UNITED STATES
2	BEFORE THE OFFICE OF THE SPECIAL MASTER
	HON. MICHAEL J. MELLOY
3	
4	STATE OF TEXAS )
5	Plaintiff, )
	) Original Action Case
6	VS. ) No. 220141
	) (Original 141)
7	STATE OF NEW MEXICO, )
	and STATE OF COLORADO, )
8	)
	Defendants. )
9	
10	
	THE STATE OF TEXAS :
11	COUNTY OF HARRIS :
12	I, HEATHER L. GARZA, a Certified Shorthand
13	Reporter in and for the State of Texas, do hereby
14	certify that the facts as stated by me in the caption
15	hereto are true; that the above and foregoing answers
16	of the witness, ESTEVAN LOPEZ, to the interrogatories
17	as indicated were made before me by the said witness
18	after being first remotely duly sworn to testify the
19	truth, and same were reduced to typewriting under my
20 21	direction; that the above and foregoing deposition as
22	set forth in typewriting is a full, true, and correct transcript of the proceedings had at the time of
23	taking of said deposition.
24	I further certify that I am not, in any
25	capacity, a regular employee of the party in whose

۴

Worldwide Court Reporters, Inc. (800) 745-1101

1 behalf this deposition is taken, nor in the regular 2 employ of this attorney; and I certify that I am not 3 interested in the cause, nor of kin or counsel to 4 either of the parties. 5 6 That the amount of time used by each party at 7 the deposition is as follows: 8 MR. SOMACH - 00:48:35 MR. WECHSLER - 00:00:00 9 MR. DUBOIS - 02:02:47 MR. WALLACE - 00:00:00 10 MS. O'BRIEN - 00:13:01 MS. BARNCASTLE - 00:00:00 11 12 GIVEN UNDER MY HAND AND SEAL OF OFFICE, O this, the 7th day of October, 2020. 13 14 - Wattrier 15 HEATHER L. GARZA, CSR, RPR, CRR Certification No.: 8262 16 Expiration Date: 04-30-22 17 Worldwide Court Reporters, Inc. 18 Firm Registration No. 223 3000 Weslayan, Suite 235 19 Houston, TX 77027 800-745-1101 20 21 22 23 24 25 Worldwide Court Reporters, Inc.

(800) 745-1101

1 2 3	SIGNATURE OF WITNESS I, ESTEVAN LOPEZ, solemnly swear or affirm under
:	I, ESTEVAN LOPEZ, solemnly swear or affirm under
2	I, ESTEVAN LOPEZ, solemnly swear or affirm under
~	
4	the pains and penalties of perjury that the foregoing
5	pages contain a true and correct transcript of the
6	testimony given by me at the time and place stated
7	with the corrections, if any, and the reasons therefor
8	noted on the foregoing correction page(s).
9	
10	Set R. Soy
11	ESTEVAN LOPEZ
12	
13	
14	
15	
16	Job No. 65405
17	
18	
19	
20	
21	
22	
23	
24	
25	
	Worldwide Court Reporters, Inc.

(800) 745-1101