..... (Original Signature of Member)

113TH CONGRESS 2D Session



To direct the Secretary of the Interior to take actions to support non-Federal investments in water infrastructure improvements in the Sacramento Valley, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

Mr. LAMALFA (for himself and Mr. GARAMENDI) introduced the following bill; which was referred to the Committee on ______

A BILL

- To direct the Secretary of the Interior to take actions to support non-Federal investments in water infrastructure improvements in the Sacramento Valley, and for other purposes.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,

3 SECTION 1. SHORT TITLE.

- 4 This Act may be cited as the "Sacramento Valley
- 5 Water Storage and Restoration Act of 2014".

6 SEC. 2. FINDINGS.

7 Congress finds the following:

1	(1) The State of California and much of the
2	West are experiencing one of the driest years on
3	record, exacerbating water supply problems caused
4	by a lack of surface water storage infrastructure.
5	The drought conditions have caused reductions in
6	water supplies to almost all water users in the State.
7	(2) The Sites Project has been identified by the
8	State of California and the Federal Government as
9	an important component to integrated water man-
10	agement in the Sacramento Valley that would ad-
11	vance the co-equal objectives of improving water
12	management and restoring ecological health for ben-
13	eficial uses of the Sacramento-San Joaquin Delta
14	and the Sacramento River watershed.
15	(3) Among other things, the Sites Project
16	would—
17	(A) increase surface water storage to en-
18	hance water management flexibility in the Sac-
19	ramento Valley;
20	(B) provide flood control benefits;
21	(C) improve conditions for fish, waterfowl,
22	and wildlife in the Sacramento Valley, including
23	anadromous fish in the Sacramento River; and
24	(D) improve the operation of the State's
25	water system to provide improvements in eco-

1	system and water quality conditions in the Bay-
2	Delta while providing a more reliable water sup-
3	ply for the State of California.
4	(4) The Sites Project has been shown to provide
5	approximately 1,300,000 of additional yield when
6	the Sites Project is integrated into the operations of
7	other State and Federal reservoirs upstream of the
8	Bay-Delta.
9	(5) Healthy wetlands are of vital importance to
10	wildlife in California and require a reliable supply of
11	water, and additional surface water storage can help
12	meet water supply goals under the Central Valley
13	Project Improvement Act.
14	(6) It is in the interests of the United States
15	for the Federal Government to work with the Sites
16	Project Authority, which has been established under
17	laws of the State of California as an independent
18	joint powers authority to, among other things, study,
19	promote, develop, design, finance, acquire, construct,
20	manage, and operate Sites Reservoir and related fa-
21	cilities, in order to advance the Sites Project in the
22	most expeditious and cost-effective manner possible.
23	SEC. 3. DEFINITIONS.
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24 In this Act:

(1) SECRETARY.—The term "Secretary" means
 the Secretary of the Interior.

3 (2) COMMISSIONER.—The term "Commis4 sioner" means the Commissioner of the Bureau of
5 Reclamation.

6 (3) BUREAU.—The term "Bureau" means the7 Bureau of Reclamation.

(4) AUTHORITY.—The term "Authority" means 8 9 the Sites Project Authority that entered into a Joint 10 Powers Agreement on August 26, 2010 for the pur-11 pose of advancing the Sites Project as a non-Federal 12 facility and includes Glenn-Colusa Irrigation Dis-13 trict, Reclamation District 108, the Tehama-Colusa 14 Canal Authority, Maxwell Irrigation District, the 15 County of Glenn, the County of Colusa and Yolo 16 County Flood Control and Water Conservation Dis-17 trict.

18 (5) SITES PROJECT.—The term "Sites Project"
19 means the Sites Reservoir in Glenn and Colusa
20 Counties, California, and related facilities, including
21 associated water conveyance and hydropower genera22 tion and transmission facilities.

23 (6) STATE.—The term "State" means the State24 of California.

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1 CENTRAL VALLEY PROJECT.—The term (7)2 "Central Valley Project" means all Federal reclamation projects located within or diverting water from 3 4 or to the watershed of the Sacramento and San Joa-5 quin rivers and their tributaries as authorized by the 6 Act of August 26, 1937 (50 Stat. 850) and all Acts 7 amendatory or supplemental thereto, including but 8 not limited to the Act of October 17, 1940 (54 Stat. 9 1198, 1199), Act of December 22, 1944 (58 Stat. 10 887), Act of October 14, 1949 (63 Stat. 852), Act 11 of September 26, 1950 (64 Stat. 1036), Act of Au-12 gust 27, 1954 (68 Stat. 879), Act of August 12, 13 1955 (69 Stat. 719), Act of June 3, 1960 (74 Stat. 14 156), Act of October 23, 1962 (76 Stat. 1173), Act 15 of September 2, 1965 (79 Stat. 615), Act of August 16 19, 1967 (81 Stat. 167), Act of August 27, 1967 17 (81 Stat. 173), Act of October 23, 1970 (84 Stat. 18 1097), Act of September 28, 1976 (90 Stat. 1324) 19 and Act of October 27, 1986 (100 Stat. 3050). 20 (8) Repayment and water service con-TRACTS.—The terms "repayment contract" 21 and

"water service contract" have the same meaning as
provided in sections 9(d) and 9(e) of the Reclamation Project Act of 1939 (53 Stat. 1187, 1195), as
amended.

1SEC. 4. FEASIBILITY STUDY AND ENVIRONMENTAL IMPACT2STATEMENT.

3 (a) FEASIBILITY STUDY.—No later than June 30,
4 2015, the Secretary, acting through the Bureau, shall fi5 nalize and publish in the Federal Register, the feasibility
6 study authorized in section 103(d)(1)(i)(II) of title I of
7 Public Law 108–361.

8 (b) Environmental Impact Statement and En-9 VIRONMENTAL IMPACT REPORT.—No later than June 30, 10 2015, the Secretary shall work with the Secretary of Com-11 merce, the Army Corps of Engineers and the Environ-12 mental Protection Agency Administrator to coordinate the 13 efforts of the relevant agencies and work with the State, the Authority, and other stakeholders to complete and 14 issue the final joint environmental impact statement and 15 16 environmental impact report on the Sites Project.

(c) AVAILABILITY OF DOCUMENTS.—The Secretary
shall ensure that all documents associated with the preparation of planning and feasibility studies and applicable
environmental reviews under the National Environmental
Policy Act for the Sites Project shall be made available
to the Authority.

(d) FINANCIAL ASSISTANCE AND OTHER AGREEMENTS.—To assist the Secretary in meeting the deadlines
for completing the feasibility study and environmental impact statement identified in this section, no later than 90

days following enactment, the Secretary, acting through 1 2 the Bureau, shall enter into such agreements with the Au-3 thority, including financial assistance agreements, to carry out such work as the Bureau and the Authority mutually 4 5 agree is appropriate to ensure that all studies and environmental reviews are completed on an expeditious basis and 6 7 that the shortest applicable process under the National 8 Environmental Policy Act shall be utilized, including in 9 the completion of the final feasibility study and final joint 10 environmental impact statement and environmental impact report on the Sites Project. 11

12 NON-FEDERAL COST-SHARE.—The Secretary (e) 13 shall attribute all funds expended, or in-kind services provided, by the Authority or the State to advance the Sites 14 15 Project, including the \$42,379,999 in non-Federal funds provided to the North-of-Delta Offstream Storage Feasi-16 bility Study reflected in the Bureau's fiscal year 2015 17 Budget Justification, to the non-Federal share of cost-18 share requirements for any Federal support provided to 19 the Sites Project. 20

(f) REQUIREMENTS OF EXISTING LAW.—Nothing in
the section herein modifies existing requirements of Federal law.

1 SEC. 5. CONSTRUCTION.

2 (a) AUTHORIZATION OF CONSTRUCTION.—Section
3 103(d)(1)(B) of title I of Public Law 108–361 (the Calfed
4 Bay-Delta Authorization Act, 118 Stat. 1681) is amended
5 by—

6 (1) adding after clause (i) the following:

7 "(ii) CONSTRUCTION AUTHORIZA-8 TION.—If the Secretary determines the 9 project described in clause (ii)(I) of sub-10 paragraph (A) is feasible, the Secretary is authorized to carry out the project in a 11 12 manner that is substantially in accordance 13 with the recommended plan, and subject to 14 the conditions described in the feasibility 15 study.";

16 (2) striking in clause (iii), "the project" and in17 serting "a project described in clause (ii)(I) of sub18 paragraph (A)"; and

19 (3) redesignating clause (ii) and (iii) as clause20 (iii) and (iv), respectively.

(b) PROJECT PARTNERSHIP AGREEMENTS.—At therequest of the Authority, the Bureau shall—

(1) enter into a project partnership agreement
with the Authority for the Authority to provide full
project management control for construction of the
Sites Project, or a separable element of the project,

1	in accordance with plans approved by the Secretary;
2	and
3	(2) following execution of the project partner-
4	ship agreement, transfer to the Authority interest to
5	carry out construction of the project, or a separable
6	element of the project—
7	(A) if applicable, the balance of the unobli-
8	gated amounts appropriated for the Sites
9	Project, except that the Secretary shall retain
10	sufficient amounts for the Bureau to carry out
11	any responsibilities of the Bureau relating to
12	the project; and
13	(B) additional amounts, as determined by
14	the Secretary, from amounts made available to
15	the Secretary, except that the total amount
16	transferred to the non-Federal interest shall not
17	exceed the updated estimate of the Federal
18	share of the cost of construction, including any
19	required design.
20	(c) DETAILED PROJECT SCHEDULE.—Not later than
21	180 days after entering into a Project Partnership agree-
22	ment, the Authority, to the maximum extent practicable,
23	shall submit to the Secretary a detailed project schedule,

24 based on estimated funding levels, that lists all deadlines25 for each milestone in the construction of the project.

1 (d) ADMINISTRATION.—All laws and regulations that 2 would apply to the Secretary if the Secretary were car-3 rying out the project shall apply to Authority, if the Au-4 thority enters into an agreement with the Secretary to 5 carry out the project under this section.

6 SEC. 6. NON-FEDERAL PROJECT.

7 (a) IN GENERAL.—At any time, notwithstanding any 8 other provision of this Act, if the Commissioner deter-9 mines and the Secretary concurs, that the Sites Project 10 can be expedited by the Authority as a non-Federal project, and that there is a demonstrable Federal interest 11 for the Sites Project to be constructed and operated as 12 13 a non-Federal project, the Bureau is authorized and directed to take any and all actions possible to advance the 14 15 Sites Project as a non-Federal project, including, but not limited to, entering into cost-shared financial assistance 16 17 agreements with the Authority to support construction of 18 the Sites Project as a non-Federal project.

(b) TITLE; OPERATIONS AND MAINTENANCE.—The
Authority shall hold title to all facilities constructed under
this section, and shall be solely responsible for the operation and maintenance costs of such facilities.

(c) FEDERAL REVIEWS AND PERMITS.—The Bureau
shall be the lead Federal agency for the purposes of all
Federal reviews, analyses, opinions, statements, permits,

licenses, or other approvals or decisions required under
 Federal law to allow the Authority to construct the Sites
 Project as a non-Federal project.

4 (d) COORDINATED OPERATIONS.—The Secretary of 5 the Interior is authorized and directed to execute and im-6 plement a long-term agreement between the United States 7 of America and the Authority that shall provide for the 8 coordination of operations of the Central Valley Project 9 and the Sites Project to—

10 (1) satisfy any contracts entered into in sub-11 section (e) of this Act;

12 (2) help meet any unmet needs for Sacramento13 Valley in-basin water uses;

14 (3) help meet any unmet needs of existing Cen15 tral Valley Project repayment and water service con16 tracts; and

17 (4) ensure that any surplus water supplies from 18 the Sites Project are put to full and beneficial use. 19 (e) CONTRACTS.—The Secretary is authorized to 20 enter into long-term contracts with the Authority to ac-21 quire water supplies made available from the Sites Project 22 for the purposes of meeting the requirements section 23 3406(b)(3) and section 3408(j) of Public Law 102–575, 24 the Central Valley Project Improvement Act, and such 25 other purposes as the Secretary may deem appropriate.

1 SEC. 7. ENVIRONMENTAL REVIEW AND PERMITTING.

2 With respect to the Sites Project, the Bureau shall— 3 (1) be the lead Federal agency for the purposes 4 of all Federal reviews, analyses, opinions, state-5 ments, permits, licenses, or other approvals or deci-6 sions required under Federal law to allow either the 7 Bureau or the Authority to construct the Sites 8 Project, including all requirements under— 9 (A) the National Environmental Policy Act 10 of 1969 (42 U.S.C. 4321 et seq.); 11 (B) the Endangered Species Act of 1973 12 (16 U.S.C. 1531 et seq.); and 13 (C) any other Federal law applicable to the 14 construction of the Sites Project facilities by 15 the Bureau or the Authority; and 16 (2) take such steps as are necessary to ensure 17 that all Federal reviews, analyses, opinions, state-18 ments, permits, licenses, or other approvals or deci-19 sions required under Federal law to allow either the 20 Bureau or the Authority to construct the Sites 21 Project are completed on an expeditious basis and 22 utilize the shortest applicable process. 23 **SEC. 8. POWER GENERATION.**

24 (a) PURCHASE OR MARKET POWER.—The Secretary25 of Energy, acting through the Western Area Power Ad-

ministration, shall determine no later than June 30, 2015
 if there is a Federal interest in—

- 3 (1) providing power to the Sites Project; and
- 4 (2) purchasing and marketing the power pro-5 duced by the Sites Project.

6 (b) AUTHORIZATION TO PROVIDE, MARKET AND 7 PURCHASE POWER.—If the Secretary of Energy deter-8 mines there is a Federal interest in providing power to, 9 and purchasing and marketing power from, the Sites 10 Project, the Secretary of Energy is authorized and di-11 rected to take such actions as are necessary to support 12 that determination.

13 (c) PERMIT LEAD AND MARKETING OF POWER IF 14 WESTERN AREA POWER ADMINISTRATION FORGOES PAR-15 TICIPATION IN THE SITES PROJECT.—If the Sites Project is constructed as a non-Federal project by the Authority 16 and the Secretary of Energy determines that there is no 17 Federal interest in the Western Area Power Administra-18 tion managing power provided to or emanating from the 19 Sites Project, the Secretary of the Interior, acting through 20 21 the Bureau, is authorized and directed to provide such support as is necessary to enable the Authority market 22 23 the energy produced by the Sites Project, including secur-24 ing all permits associated with managing power used and produced by the Sites Project. 25

(d) DELIVERY AND MANAGEMENT OF WATER.—
 Nothing in this subsection shall alter or impede the deliv ery and management of water, as water used for hydro power generation shall be deemed incidental to uses of
 water for which the Sites Project is intended to serve.

6 SEC. 9. COMPLIANCE WITH ENVIRONMENTAL LAWS.

7 Nothing in this Act modifies or alters any obligations8 under—

9 (1) the National Environmental Policy Act of
10 1969 (42 U.S.C. 4321 et seq.); or

(2) the Endangered Species Act of 1973 (16
U.S.C. 1531 et seq.).

13 SEC. 10. SAVINGS CLAUSE.

14 Nothing in this Act shall be construed to preempt any
15 existing State law, including but not limited to area of
16 origin and other water rights protections.