# 110TH CONGRESS 1ST SESSION H.R. 29

To authorize the Secretary of the Interior to construct facilities to provide water for irrigation, municipal, domestic, military, and other uses from the Santa Margarita River, California, and for other purposes.

# IN THE HOUSE OF REPRESENTATIVES

#### **JANUARY 4, 2007**

Mr. Issa introduced the following bill; which was referred to the Committee on Natural Resources, and in addition to the Committee on Armed Services, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

# A BILL

- To authorize the Secretary of the Interior to construct facilities to provide water for irrigation, municipal, domestic, military, and other uses from the Santa Margarita River, California, 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. DEFINITIONS.

4 For the purposes of this Act, the following definitions5 apply:

(1) DISTRICT.—The term "District" means the
 Fallbrook Public Utility District, San Diego County,
 California.

4 (2) PROJECT.—The term "Project" means the 5 impoundment, recharge, treatment, and other facili-6 ties the construction, operation, watershed manage-7 ment, and maintenance of which is authorized under 8 section 2.

9 (3) SECRETARY.—The term "Secretary" means
10 the Secretary of the Interior, unless otherwise stat11 ed.

# 12 SEC. 2. AUTHORIZATION FOR CONSTRUCTION OF SANTA 13 MARGARITA RIVER PROJECT.

14 (a) AUTHORIZATION.—The Secretary, acting pursu-15 ant to the Federal reclamation laws (Act of June 17, 1902; 32 Stat. 388), and Acts amendatory thereof or sup-16 17 plementary thereto, as far as those laws are not inconsistent with the provisions of this Act, is authorized to 18 19 construct, operate, and maintain the Project substantially 20 in accordance with the final feasibility report and this Act. 21 (b) CONDITIONS.—The Secretary may construct the 22 Project only after the Secretary determines that the fol-

23 lowing conditions have occurred:

(1) The District and the Navy have enteredinto contracts under sections 9(c)2 and 9(e) of the

Reclamation Project Act of 1939 to repay to the
 United States equitable and appropriate portions, as
 determined by the Secretary, of the actual costs of
 constructing, operating, and maintaining the
 Project.

6 (2) The officer or agency of the State of Cali-7 fornia authorized by law to grant permits for the ap-8 propriation of water has granted such permits to the 9 Bureau of Reclamation for the benefit of the De-10 partment of the Navy and the District as permittees 11 for rights to the use of water for storage and diver-12 sion as provided in this Act, including approval of all 13 requisite changes in points of diversion and storage, 14 and purposes and places of use.

15 (3) The District has agreed that it will not as-16 sert against the United States any prior appropria-17 tive right the District may have to water in excess 18 of the quantity deliverable to it under this Act, and 19 will share in the use of the waters impounded by the 20 Project on the basis of equal priority and in accord-21 ance with the ratio prescribed in section 4(b). This 22 agreement and waiver and the changes in points of 23 diversion and storage under paragraph (2), shall be-24 come effective and binding only when the Project 25 has been completed and put into operation and may be varied by agreement between the District and the
 Secretary of the Navy.

3 (4) The Secretary has determined that the
4 Project has economic, environmental, and engineer5 ing feasibility.

#### 6 SEC. 3. COSTS.

7 Upon completion of the construction of the Project, 8 the Department of the Navy shall be responsible to repay 9 to the Secretary only that portion of the construction, op-10 eration and maintenance costs of the Project that the Sec-11 retary and the Secretary of the Navy determine reflects 12 the extent to which the Department of the Navy benefits 13 from the Project. Provided that the Secretary is hereby authorized to enter into a contract with the Secretary of 14 15 the Navy for the impounding, storage, treatment, and carriage of prior rights water for domestic, municipal, fish 16 17 and wildlife, industrial and other beneficial purposes using Project facilities. 18

#### 19 SEC. 4. OPERATION; YIELD ALLOTMENT; DELIVERY.

(a) OPERATION.—The operation of the Project, subject to a memorandum of agreement between the Secretary, the Navy, and the District and under regulations
satisfactory to the Secretary of the Navy with respect to
the Navy's share of the project, may be by the Secretary,
the District, or a third party consistent with section 6.

(b) YIELD ALLOTMENT.—Except as otherwise agreed
 between the parties, the Department of the Navy and the
 District shall participate in the Project yield on the basis
 of equal priority and in accordance with the following
 ratio:

6 (1) 60 percent of the Project's yield is allotted7 to the Secretary of the Navy.

8 (2) 40 percent of the Project's yield is allotted9 to the District.

10 (c) Contracts for Delivery of Excess 11 Water.—

12 (1) EXCESS WATER AVAILABLE TO OTHER PER-13 sons.—If the Secretary of the Navy certifies to the 14 official agreed upon to administer the Project that 15 the Department of the Navy does not have imme-16 diate need for any portion of the 60 percent of the 17 Project's yield allotted to the Secretary of the Navy 18 under subsection (b), the official may enter into tem-19 porary contracts for the sale and delivery of the ex-20 cess water.

(2) FIRST RIGHT FOR EXCESS WATER.—The
first right to excess water to be made available
under paragraph (1) shall be given the District, if
otherwise consistent with the laws of the State of
California.

1 (3) CONDITION OF CONTRACTS.—Each contract 2 entered into under paragraph (1) for the sale and 3 delivery of excess water shall include a condition 4 that the Secretary of the Navy has the right to de-5 mand that water, without charge and without obliga-6 tion on the part of the United States, after 30 days 7 notice.

8 (4) MODIFICATION OF RIGHTS AND OBLIGA-9 TIONS.—The rights and obligations of the United 10 States and the District regarding the ratio, 11 amounts, definition of Project yield, and payment 12 for excess water may be modified by an agreement 13 between the parties.

14 (d) CONSIDERATION.—

15 (1) DEPOSIT OF FUNDS.—Moneys paid to the 16 United States under a contract entered into under 17 subsection (c) shall be deposited in the special ac-18 count established for the Department of the Navy 19 under paragraph (1) of section 2667(d) of title 10, 20 United States Code, and shall be available for the 21 purposes specified in subparagraph (C) of such 22 paragraph. Subparagraph (D) of such paragraph 23 shall not apply to moneys deposited in the special 24 account pursuant to this subsection.

1	(2) IN-KIND CONSIDERATION.—In lieu of mone-
2	tary consideration under paragraph (1), or in addi-
3	tion to such consideration, the Secretary of the Navy
4	may accept in-kind consideration in a form and
5	quantity that is acceptable to the Secretary of the
6	Navy, including the following forms of in-kind con-
7	sideration:
8	(A) Maintenance, protection, alteration, re-
9	pair, improvement, or restoration (including en-
10	vironmental restoration) of property or facilities
11	of the Department of the Navy.
12	(B) Construction of new facilities for the
13	Department of the Navy.
14	(C) Provision of facilities for use by the
15	Department of the Navy.
16	(D) Facilities operation support for the
17	Department of the Navy.
18	(E) Provision of such other services as the
19	Secretary of the Navy considers appropriate.
20	(3) Relation to other laws.—Sections
21	2662 and 2802 of title 10, United States Code, shall
22	not apply to any new facilities whose construction is
23	accepted as in-kind consideration under this sub-
24	section.

1 (4) CONGRESSIONAL NOTIFICATION.—If the in-2 kind consideration proposed to be provided under a 3 contract to be entered into under subsection (c) has a value in excess of \$500,000, the contract may not 4 5 be entered into until the earlier of the following: 6 (A) The end of the 30-day period begin-7 ning on the date on which a report describing 8 the contract and the form and quantity of the 9 in-kind consideration is submitted by the Sec-10 retary of the Navy to the Committee on Armed 11 Services of the Senate and the Committee on 12 Armed Services of the House of Representa-13 tives. 14 (B) The end of the 14-day period begin-15 ning on the date on which a copy of the report 16 referred to in subparagraph (A) is provided in

an electronic medium pursuant to section 480of title 10, United States Code.

## 19 SEC. 5. REPAYMENT OBLIGATION OF THE DISTRICT.

(a) IN GENERAL.—The general repayment obligation
of the District shall be determined by the Secretary of the
Interior consistent with sections 9(c)2 and 9(e) of the Reclamation Project Act of 1939 to repay to the United
States equitable and appropriate portions, as determined
by the Secretary, of the actual costs of constructing, oper-

ating, and maintaining the Project; provided, however, 1 2 that for the purposes of calculating interest and deter-3 mining the time when the District's repayment obligation 4 to the United States commences, the pumping and treat-5 ment of groundwater from the Project shall be deemed 6 equivalent to the first use of water from a water storage 7 project. There shall be no repayment obligation under this 8 section for water delivered to the District under a contract 9 as provided in section 4(c).

(b) MODIFICATION OF RIGHTS AND OBLIGATION BY
AGREEMENT.—The rights and obligations of the United
States and the District regarding the repayment obligation of the District may be modified by an agreement between the parties.

# 15SEC. 6. TRANSFER OF CARE, OPERATION, AND MAINTE-16NANCE.

17 The Secretary may transfer to the District, or a mutually agreed upon third party, the care, operation, and 18 19 maintenance of the Project under conditions satisfactory 20 to the Secretary and the District, and with respect to the 21 portion of the Project that is located within the boundaries 22 of Camp Pendleton, satisfactory also to the Secretary of 23 the Navy. If such a transfer takes place, the District shall 24 be entitled to an equitable credit for the costs associated 25 with the Secretary's proportionate share of the operation and maintenance of the Project. The amount of such costs
 shall be applied against the indebtedness of the District
 to the United States.

## 4 SEC. 7. SCOPE OF ACT.

For the purpose of this Act, the basis, measure, and
limit of all rights of the United States pertaining to the
use of water shall be the laws of the State of California.
Provided that nothing in this Act shall be construed—

9 (1) as a grant or a relinquishment by the 10 United States of any rights to the use of water that 11 it acquired according to the laws of the State of 12 California, either as a result of its acquisition of the 13 lands comprising Camp Joseph H. Pendleton and 14 adjoining naval installations, and the rights to the 15 use of water as a part of that acquisition, or through 16 actual use or prescription or both since the date of 17 that acquisition, if any;

(2) to create any legal obligation to store any
water in the Project, to the use of which the United
States has such rights;

(3) to require the division under this Act of
water to which the United States has such rights; or
(4) to constitute a recognition of, or an admission by the United States that, the District has any
rights to the use of water in the Santa Margarita

1	River, which rights, if any, exist only by virtue of
2	the laws of the State of California.
3	SEC. 8. LIMITATIONS ON OPERATION AND ADMINISTRA-
4	TION.
5	Unless otherwise agreed by the Secretary of the
6	Navy, the Project—
7	(1) shall be operated in a manner which allows
8	the free passage of all of the water to the use of
9	which the United States is entitled according to the
10	laws of the State of California either as a result of
11	its acquisition of the lands comprising Camp Joseph
12	H. Pendleton and adjoining naval installations, and
13	the rights to the use of water as a part of those ac-
14	quisitions, or through actual use or prescription, or
15	both, since the date of that acquisition, if any; and
16	(2) shall not be administered or operated in any
17	way which will impair or deplete the quantities of
18	water the use of which the United States would be
19	entitled under the laws of the State of California
20	had the Project not been built.
21	SEC. 9. AUTHORIZATION OF APPROPRIATIONS.

There is authorized to be appropriated, out of any
money in the Treasury of the United States not otherwise
appropriated, the following—

(1) \$60,000,000 (the current estimated con struction cost of the Project, plus or minus such
 amounts as may be indicated by the engineering cost
 indices for this type of construction); and

5 (2) such sums as may be required to operate6 and maintain the said project.

## 7 SEC. 10. REPORTS TO CONGRESS.

8 Not later than 1 year after the date of the enactment 9 of this Act and periodically thereafter, the Secretary and 10 the Secretary of the Navy shall each report to the Con-11 gress regarding if the conditions specified in section 2(b) 12 have been met and if so, the details of how they were met. 13 SEC. 11. SUNSET.

14 The authority of the Secretary to complete construc-15 tion of the Project shall terminate 10 years after the date16 of enactment of this Act.

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