

113TH CONGRESS
2D SESSION

S. 2727

To approve and implement the Klamath Basin agreements, to improve natural resource management, support economic development, and sustain agricultural production in the Klamath River Basin in the public interest and the interest of the United States, and for other purposes.

IN THE SENATE OF THE UNITED STATES

JULY 31, 2014

Mr. WYDEN (for himself and Mr. MERKLEY) introduced the following bill;
which was read twice and referred to the Committee on Finance

A BILL

To approve and implement the Klamath Basin agreements, to improve natural resource management, support economic development, and sustain agricultural production in the Klamath River Basin in the public interest and the interest of the United States, 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 “Klamath Basin Water
5 Recovery and Economic Restoration Act of 2014”.

6 **SEC. 2. DEFINITIONS.**

7 In this Act:

1 (1) AGREEMENT.—The term “Agreement”
2 means each of—

3 (A) the Restoration Agreement; and

4 (B) the Upper Basin Agreement.

5 (2) COMMISSION.—The term “Commission”
6 means the Federal Energy Regulatory Commission.

7 (3) FACILITIES REMOVAL.—The term “facilities
8 removal” means—

9 (A) physical removal of all or part of each
10 facility to achieve, at a minimum, a free-flowing
11 condition and volitional fish passage;

12 (B) site remediation and restoration, in-
13 cluding restoration of previously inundated
14 land;

15 (C) measures to avoid or minimize adverse
16 downstream impacts; and

17 (D) all associated permitting for the ac-
18 tions described in this paragraph.

19 (4) FACILITY.—The term “facility” means the
20 following 1 or more hydropower facilities (including
21 appurtenant works licensed to PacifiCorp) within the
22 jurisdictional boundary of the Klamath Hydroelectric
23 Project, FERC Project No. 2082 (as applicable):

24 (A) Iron Gate Dam.

25 (B) Copco No. 1 Dam.

1 (C) Copco No. 2 Dam.

2 (D) J.C. Boyle Dam.

3 (5) HYDROELECTRIC SETTLEMENT.—The term
4 “Hydroelectric Settlement” means the agreement
5 entitled “Klamath Hydroelectric Settlement Agree-
6 ment” and dated February 18, 2010 (including any
7 amendments to that agreement approved pursuant
8 to section 3(a)).

9 (6) JOINT MANAGEMENT ENTITY.—The term
10 “Joint Management Entity” means the entity that—

11 (A) is comprised of the Landowner Entity,
12 the Klamath Tribes, the United States, and the
13 State of Oregon;

14 (B) represents the interests of the parties
15 to the Upper Basin Agreement; and

16 (C) is responsible for overseeing implemen-
17 tation of the Upper Basin Agreement, as de-
18 scribed in section 7 of the Upper Basin Agree-
19 ment.

20 (7) JOINT MANAGEMENT ENTITY TECHNICAL
21 TEAM.—The term “Joint Management Entity Tech-
22 nical Team” means the group of specialists ap-
23 pointed by the Joint Management Entity as provided
24 for in section 7.8 of the Upper Basin Agreement.

1 (8) KENO FACILITY.—The term “Keno Facil-
2 ity” means the dam located in Klamath County, Or-
3 egon, land underlying the dam, appurtenant facili-
4 ties, and PacifiCorp-owned property described as
5 Klamath County Map Tax Lot R-3907-03600-
6 00200-000.

7 (9) KLAMATH BASIN.—

8 (A) IN GENERAL.—The term “Klamath
9 Basin” means the land tributary to the Klam-
10 ath River in Oregon and California.

11 (B) INCLUSIONS.—The term “Klamath
12 Basin” includes the Lost River and Tule Lake
13 Basins.

14 (10) KLAMATH PROJECT.—

15 (A) IN GENERAL.—The term “Klamath
16 Project” means the Bureau of Reclamation
17 project in the States of California and Oregon,
18 as authorized under the Act of June 17, 1902
19 (32 Stat. 388, chapter 1093).

20 (B) INCLUSIONS.—The term “Klamath
21 Project” includes any dams, canals, and other
22 works and interests for water diversion, storage,
23 delivery, and drainage, flood control, and simi-
24 lar functions that are part of the project de-
25 scribed in subparagraph (A).

1 (11) KLAMATH PROJECT WATER USERS.—The
2 term “Klamath Project Water Users” has the mean-
3 ing given the term in the Restoration Agreement.

4 (12) LANDOWNER ENTITY.—The term “Land-
5 owner Entity” means the entity established pursuant
6 to section 8 of the Upper Basin Agreement.

7 (13) OFF-PROJECT AREA.—The term “Off-
8 Project Area” means—

9 (A) the areas within the Sprague River,
10 Sycan River, Williamson River, and Wood Val-
11 ley (including the Wood River, Crooked Creek,
12 Sevenmile Creek, Fourmile Creek, and Crane
13 Creek) subbasins referred to in Exhibit B of the
14 Upper Basin Agreement; and

15 (B) to the extent provided for in the Upper
16 Basin Agreement, any other areas for which
17 claims described by section 1.3 or 2.5.1 of the
18 Upper Basin Agreement are settled as provided
19 for in section 2.5.1 of the Upper Basin Agree-
20 ment.

21 (14) OFF-PROJECT IRRIGATOR.—The term
22 “Off-Project Irrigator” means any person that is—

23 (A)(i) a claimant for water rights for irri-
24 gation uses in the Off-Project Area in Oregon’s
25 Klamath Basin Adjudication; or

1 (ii) a holder of a State of Oregon water
2 right permit or certificate for irrigation use in
3 the Off-Project Area; and

4 (B) a Party to the Upper Basin Agree-
5 ment.

6 (15) OREGON’S KLAMATH BASIN ADJUDICA-
7 TION.—The term “Oregon’s Klamath Basin adju-
8 dication” means the proceeding to determine surface
9 water rights pursuant to chapter 539 of the Oregon
10 Revised Statutes entitled “In the matter of the de-
11 termination of the relative rights of the waters of
12 the Klamath River, a tributary of the Pacific
13 Ocean”, in the Circuit Court of the State of Oregon
14 for the County of Klamath, numbered WA 1300001.

15 (16) PACIFICORP.—The term “PacifiCorp”
16 means the owner and licensee of the facility (as of
17 the date of enactment of this Act).

18 (17) PARTY TRIBES.—The term “Party tribes”
19 means—

20 (A) the Yurok Tribe;

21 (B) the Karuk Tribe;

22 (C) the Klamath Tribes; and

23 (D) such other federally recognized tribes
24 of the Klamath Basin as may become party to

1 the Restoration Agreement after the date of en-
2 actment of this Act.

3 (18) RESTORATION AGREEMENT.—The term
4 “Restoration Agreement” means the agreement enti-
5 tled “Klamath River Basin Restoration Agreement
6 for the Sustainability of Public and Trust Resources
7 and Affected Communities” and dated February 18,
8 2010 (including amendments adopted prior to the
9 date of enactment of this Act and any further
10 amendments to that agreement approved pursuant
11 to section 3(a)).

12 (19) RIPARIAN PROGRAM.—The term “Riparian
13 Program” means the program described in section 4
14 of the Upper Basin Agreement.

15 (20) SECRETARY.—The term “Secretary”
16 means the Secretary of the Interior.

17 (21) SECRETARIES.—The term “Secretaries”
18 means each of—

- 19 (A) the Secretary of the Interior;
- 20 (B) the Secretary of Commerce; and
- 21 (C) the Secretary of Agriculture.

22 (22) SETTLEMENTS.—The term “Settlements”
23 means each of—

- 24 (A) the Hydroelectric Settlement;
- 25 (B) the Restoration Agreement; and

1 (C) the Upper Basin Agreement.

2 (23) UPPER BASIN AGREEMENT.—The term
3 “Upper Basin Agreement” means the agreement en-
4 titled “Upper Klamath Basin Comprehensive Agree-
5 ment” and dated April 18, 2014 (including any
6 amendments to that agreement approved pursuant
7 to section 3(a)).

8 (24) WATER USE PROGRAM.—The term “Water
9 Use Program” means the program described in sec-
10 tion 3 of the Upper Basin Agreement and section
11 16.2 of the Restoration Agreement.

12 **SEC. 3. AUTHORIZATION, EXECUTION, AND IMPLEMENTA-**
13 **TION OF SETTLEMENTS.**

14 (a) RATIFICATION OF SETTLEMENTS.—

15 (1) IN GENERAL.—Except as modified by this
16 Act, and to the extent that the Settlements do not
17 conflict with this Act, the Settlements are author-
18 ized, ratified, and confirmed.

19 (2) AMENDMENTS CONSISTENT WITH THIS
20 ACT.—If any amendment is executed to make any of
21 the Settlements consistent with this Act, the amend-
22 ment is also authorized, ratified, and confirmed to
23 the extent the amendment is consistent with this
24 Act.

1 (3) FURTHER AMENDMENTS.—If any amend-
2 ment to any of the Settlements is executed by the
3 parties to the applicable Settlement after the date of
4 enactment of this Act, unless the Secretary, the Sec-
5 retary of Commerce, or Secretary of Agriculture de-
6 termines, not later than 90 days after the date on
7 which the non-Federal parties agree to the amend-
8 ment, that the amendment is inconsistent with this
9 Act or other provisions of law, the amendment is
10 also authorized, ratified, and confirmed to the extent
11 the amendment—

12 (A) is not inconsistent with this Act or
13 other provisions of law;

14 (B) is executed in a manner consistent
15 with the terms of the applicable Settlement; and

16 (C) does not require congressional approval
17 pursuant to section 2116 of the Revised Stat-
18 utes (25 U.S.C. 177) or other applicable Fed-
19 eral law.

20 (b) EXECUTION AND IMPLEMENTATION OF SETTLE-
21 MENTS.—

22 (1) THE AGREEMENTS.—

23 (A) IN GENERAL.—As authorized, ratified,
24 and confirmed pursuant to subsection (a)—

1 (i) the Secretary, the Secretary of
2 Commerce, and the Secretary of Agri-
3 culture shall promptly execute and imple-
4 ment the Restoration Agreement; and

5 (ii) the Secretary and the Secretary of
6 Commerce shall promptly execute and im-
7 plement the Upper Basin Agreement.

8 (B) EFFECT OF EXECUTING AGREE-
9 MENTS.—Notwithstanding subsection (l), execu-
10 tion by the applicable Secretaries under sub-
11 paragraph (A) of either Agreement shall not be
12 considered a major Federal action under the
13 National Environmental Policy Act of 1969 (42
14 U.S.C. 4321 et seq.).

15 (C) PARTICIPATION IN THE UPPER BASIN
16 AGREEMENT.—As provided for in the Upper
17 Basin Agreement and as part of implementing
18 the Upper Basin Agreement, the Secretary and
19 the Secretary of Commerce may—

20 (i) participate in the Water Use Pro-
21 gram and in the Riparian Program; and

22 (ii) serve as members of the Joint
23 Management Entity representing the Bu-
24 reau of Indian Affairs, the United States
25 Fish and Wildlife Service, the United

1 States Geological Survey, and the National
2 Marine Fisheries Service of the Depart-
3 ment of Commerce, with the Secretary
4 serving as the voting member, as described
5 in section 7.1.5 of the Upper Basin Agree-
6 ment.

7 (2) HYDROELECTRIC SETTLEMENT.—To the ex-
8 tent that the Hydroelectric Settlement does not con-
9 flict with this Act, the Secretary, the Secretary of
10 Commerce, and the Commission shall implement the
11 Hydroelectric Settlement, in consultation with other
12 applicable Federal agencies.

13 (c) FEDERAL RESPONSIBILITIES.—To the extent
14 consistent with the Settlements, this Act, and other provi-
15 sions of law, the Secretary, the Secretary of Commerce,
16 the Secretary of Agriculture, and the Commission shall
17 perform all actions necessary to carry out each responsi-
18 bility of the Secretary, the Secretary of Commerce, the
19 Secretary of Agriculture, and the Commission, respec-
20 tively, under the Settlements.

21 (d) ENVIRONMENTAL COMPLIANCE.—In imple-
22 menting the Settlements, the Secretaries and the Commis-
23 sion shall comply with—

24 (1) the National Environmental Policy Act of
25 1969 (42 U.S.C. 4321 et seq.);

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

3 (3) all other applicable law.

4 (e) PUBLICATION OF NOTICE; EFFECT OF PUBLICA-
5 TION.—

6 (1) RESTORATION AGREEMENT.—

7 (A) PUBLICATION.—The Secretary shall
8 publish the notice required by section 15.3.4.A
9 or section 15.3.4.C of the Restoration Agree-
10 ment, as applicable, in accordance with the Res-
11 toration Agreement.

12 (B) EFFECT OF PUBLICATION.—Publica-
13 tion of the notice described in subparagraph (A)
14 shall have the effects on the commitments,
15 rights, and obligations of the Party tribes, the
16 United States (as trustee for the federally rec-
17 ognized tribes of the Klamath Basin), and other
18 parties to the Restoration Agreement as the
19 rights and obligations that are provided for in
20 the Restoration Agreement.

21 (2) UPPER BASIN AGREEMENT.—

22 (A) PUBLICATION.—The Secretary shall
23 publish the notice required by section 10.1 of
24 the Upper Basin Agreement if all requirements
25 of section 10 of the Upper Basin Agreement

1 have been fulfilled, including the requirement
2 for notice by the Klamath Tribes of the willing-
3 ness of the Tribes to proceed with the Upper
4 Basin Agreement following enactment of au-
5 thorizing legislation as described in section
6 10.1.10 or 10.2 of the Upper Basin Agreement,
7 as applicable, in accordance with the Upper
8 Basin Agreement.

9 (B) EFFECT OF PUBLICATION.—

10 (i) PERMANENCY.—On publication of
11 the notice required under section 10.1 of
12 the Upper Basin Agreement, the Upper
13 Basin Agreement shall become permanent.

14 (ii) TERMINATION.—On publication of
15 the notice required under section 10.2 of
16 the Upper Basin Agreement, the Upper
17 Basin Agreement shall terminate, accord-
18 ing to the terms of that section.

19 (3) JUDICIAL REVIEW.—

20 (A) IN GENERAL.—Judicial review of a de-
21 cision of the Secretary pursuant to this sub-
22 section shall be in accordance with the standard
23 and scope of review under subchapter II of
24 chapter 5, and chapter 7, of title 5, United

1 States Code (commonly known as the “Admin-
2 istrative Procedure Act”).

3 (B) DEADLINE.—Any petition for review
4 under this subparagraph shall be filed not later
5 than 1 year after the date of publication of the
6 notice required under this paragraph.

7 (f) ELIGIBILITY FOR FUNDS PROTECTED.—Notwith-
8 standing any other provision of law, nothing in this Act
9 or the implementation of the Settlements, other than as
10 explicitly provided for in this Act or the Settlements—

11 (1) restricts or alters the eligibility of any party
12 to any of the Settlements, or of any Indian tribe, for
13 the receipt of funds; or

14 (2) shall be considered an offset against any ob-
15 ligations or funds in existence on the date of enact-
16 ment of this Act, under any Federal or State law.

17 (g) TRIBAL RIGHTS PROTECTED.—Nothing in this
18 Act or the Settlements—

19 (1) affects the rights of any Indian tribe out-
20 side the Klamath Basin; or

21 (2) amends, alters, or limits the authority of
22 the Indian tribes of the Klamath Basin to exercise
23 any water rights the Indian tribes hold or may be
24 determined to hold except as expressly provided in
25 the Agreements.

1 (h) WATER RIGHTS.—

2 (1) IN GENERAL.—Except as specifically pro-
3 vided in this Act and the Settlements, nothing in
4 this Act or the Settlements creates or determines
5 water rights or affects water rights or water right
6 claims in existence on the date of enactment of this
7 Act.

8 (2) NO STANDARD FOR QUANTIFICATION.—
9 Nothing in this Act or the Settlements establishes
10 any standard for the quantification of Federal re-
11 served water rights or any water claims of any In-
12 dian tribe in any judicial or administrative pro-
13 ceeding.

14 (i) WILLING SELLERS.—Any acquisition of interests
15 in land or water pursuant to either Agreement shall be
16 from willing sellers.

17 (j) NO PRIVATE RIGHT OF ACTION.—

18 (1) IN GENERAL.—Nothing in this Act confers
19 on any person or entity not a party to the Settle-
20 ments a private right of action or claim for relief to
21 interpret or enforce this Act or the Settlements.

22 (2) OTHER LAW.—This subsection does not
23 alter or curtail any right of action or claim for relief
24 under any other applicable law.

1 (k) STATE COURTS.—Nothing in this Act expands
2 the jurisdiction of State courts to review Federal agency
3 actions or determine Federal rights.

4 (l) RELATIONSHIP TO CERTAIN OTHER FEDERAL
5 LAW.—

6 (1) IN GENERAL.—Nothing in this Act amends,
7 supersedes, modifies, or otherwise affects—

8 (A) Public Law 88–567 (16 U.S.C. 695k
9 et seq.), except as provided in section 4(c);

10 (B) the National Wildlife Refuge System
11 Administration Act of 1966 (16 U.S.C. 668dd
12 et seq.);

13 (C) the Endangered Species Act of 1973
14 (16 U.S.C. 1531 et seq.);

15 (D) the National Environmental Policy Act
16 of 1969 (42 U.S.C. 4321 et seq.);

17 (E) the Federal Water Pollution Control
18 Act (33 U.S.C. 1251 et seq.), except to the ex-
19 tent section 8(b)(4) of this Act requires a per-
20 mit under section 404 of that Act (33 U.S.C.
21 1344), notwithstanding section 404(r) of that
22 Act (33 U.S.C. 1344(r));

23 (F) the Federal Land Policy and Manage-
24 ment Act of 1976 (43 U.S.C. 1701 et seq.);

1 (G) the Treaty between the United States
2 and the Klamath and Moadoc Tribes and the
3 Yahooskin Band of Snake Indians dated Octo-
4 ber 14, 1864 (16 Stat. 707); or

5 (H) the Klamath Indian Tribe Restoration
6 Act (25 U.S.C. 566 et seq.).

7 (2) CONSISTENCY.—The Agreements shall be
8 considered consistent with subsections (a) through
9 (c) of section 208 of the Department of Justice Ap-
10 propriation Act, 1953 (43 U.S.C. 666).

11 (3) FEDERAL ADVISORY COMMITTEE ACT.—The
12 actions of the Joint Management Entity and the
13 Joint Management Entity Technical Team shall not
14 be subject to the Federal Advisory Committee Act (5
15 U.S.C. App.).

16 (m) WAIVER OF SOVEREIGN IMMUNITY BY THE
17 UNITED STATES.—Except as provided in subsections (a)
18 through (c) of section 208 of the Department of Justice
19 Appropriations Act, 1953 (43 U.S.C. 666), nothing in this
20 Act or the implementation of the Settlements waives the
21 sovereign immunity of the United States.

22 (n) WAIVER OF SOVEREIGN IMMUNITY BY THE
23 PARTY TRIBES.—Nothing in this Act waives or abrogates
24 the sovereign immunity of the Party tribes.

1 **SEC. 4. KLAMATH PROJECT AUTHORIZED PURPOSES.**

2 (a) KLAMATH PROJECT PURPOSES.—

3 (1) IN GENERAL.—Subject to paragraph (2)
4 and subsection (b), the purposes of the Klamath
5 Project include—

6 (A) irrigation;

7 (B) reclamation;

8 (C) flood control;

9 (D) municipal;

10 (E) industrial;

11 (F) power;

12 (G) fish and wildlife purposes; and

13 (H) National Wildlife Refuge purposes.

14 (2) EFFECT OF FISH AND WILDLIFE PUR-
15 POSES.—

16 (A) IN GENERAL.—Subject to subpara-
17 graph (B), the fish and wildlife purposes of the
18 Klamath Project authorized under paragraph
19 (1) shall not adversely affect the irrigation pur-
20 pose of the Klamath Project.

21 (B) WATER ALLOCATIONS AND DELIV-
22 ERY.—Notwithstanding subparagraph (A), the
23 water allocations and delivery to the National
24 Wildlife Refuges provided for in the Restoration
25 Agreement shall not constitute an adverse effect

1 on the irrigation purpose of the Klamath
2 Project for purposes of this paragraph.

3 (b) WATER RIGHTS ADJUDICATION.—For purposes
4 of the determination of water rights in Oregon’s Klamath
5 Basin adjudication, until the date on which the Appendix
6 E–1 to the Restoration Agreement is filed in Oregon’s
7 Klamath Basin adjudication pursuant to the Restoration
8 Agreement, the purposes of the Klamath Project shall be
9 the purposes in effect on the day before the date of enact-
10 ment of this Act.

11 (c) DISPOSITION OF NET REVENUES FROM LEASING
12 OF TULE LAKE AND LOWER KLAMATH NATIONAL WILD-
13 LIFE REFUGE LAND.—Notwithstanding any other provi-
14 sion of law, net revenues from the leasing of refuge land
15 within the Tule Lake National Wildlife Refuge and Lower
16 Klamath National Wildlife Refuge under section 4 of Pub-
17 lic Law 88–567 (78 Stat. 851) (commonly known as the
18 “Kuchel Act”), shall be provided directly, without further
19 appropriation, as follows:

20 (1) 10 percent of net revenues from land within
21 the Tule Lake National Wildlife Refuge that are
22 within the boundaries of Tulelake Irrigation District
23 to Tulelake Irrigation District, as provided in article
24 4 of Contract No. 14–06–200–5954 and section 2(a)

1 of the Act of August 1, 1956 (70 Stat. 799, chapter
2 828).

3 (2) Such amounts as are necessary to counties
4 as payments in lieu of taxes as provided in section
5 3 of Public Law 88–567 (16 U.S.C. 695m).

6 (3) 20 percent of net revenues to the Klamath
7 Basin National Wildlife Refuge Complex of the
8 United States Fish and Wildlife Service, for wildlife
9 management purposes on the Tule Lake National
10 Wildlife Refuge and the Lower Klamath National
11 Wildlife Refuge.

12 (4) 10 percent of net revenues from land within
13 the Lower Klamath National Wildlife Refuge that
14 are within the boundaries of the Klamath Drainage
15 District to Klamath Drainage District, for operation
16 and maintenance responsibility for the Federal rec-
17 lamation water delivery and drainage facilities within
18 the boundaries of the Klamath Drainage District
19 and the Lower Klamath National Wildlife Refuge
20 exclusive of the Klamath Straits Drain, subject to a
21 transfer agreement with the Bureau of Reclamation
22 under which the Klamath Drainage District assumes
23 the operation and maintenance duties of the Bureau
24 of Reclamation for Klamath Drainage District (Area
25 K) lease land exclusive of Klamath Straits Drain.

1 (5) The remainder of net revenues to the Bu-
2 reau of Reclamation for—

3 (A) operation and maintenance costs of
4 Link River and Keno Dams incurred by the
5 United States; and

6 (B) to the extent that the revenues re-
7 ceived under this paragraph for any year exceed
8 the costs described in subparagraph (A)—

9 (i) future capital costs of the Klamath
10 Project; or

11 (ii) the Renewable Power Program de-
12 scribed in section 17.7 of the Restoration
13 Agreement, pursuant to an expenditure
14 plan submitted to and approved by the
15 Secretary.

16 **SEC. 5. TRIBAL COMMITMENTS; RELEASE OF CLAIMS.**

17 (a) ACTIONS BY KLAMATH TRIBES.—

18 (1) RESTORATION AGREEMENT COMMITMENTS
19 ACKNOWLEDGED AND AGREED TO.—In consideration
20 for the resolution of any contest or exception of the
21 Klamath Project Water Users to the water rights
22 claims of the Klamath Tribes and the United States
23 (acting as trustee for the Klamath Tribes and mem-
24 bers of the Klamath Tribes in Oregon’s Klamath
25 Basin adjudication), and for the other commitments

1 of the Klamath Project Water Users described in the
2 Restoration Agreement, and for other benefits de-
3 scribed in the Restoration Agreement and this Act,
4 the Klamath Tribes (on behalf of the Klamath
5 Tribes and the members of the Klamath Tribes)
6 may make the commitments provided in the Restora-
7 tion Agreement.

8 (2) UPPER BASIN AGREEMENT COMMITMENTS
9 ACKNOWLEDGED AND AGREED TO.—In consideration
10 for the resolution of any contest or exception of the
11 Off-Project Irrigators to the water rights claims of
12 the Klamath Tribes and the United States (acting
13 as trustee for the Klamath Tribes and members of
14 the Klamath Tribes in Oregon’s Klamath Basin ad-
15 judication), and for the other commitments of the
16 Off-Project Irrigators described in the upper Basin
17 Agreement, and for other benefits described in the
18 Upper Basin Agreement and this Act, the Klamath
19 Tribes (on behalf of the Klamath Tribes and the
20 members of the Klamath Tribes) may make the
21 commitments provided in the Upper Basin Agree-
22 ment.

23 (3) NO FURTHER ACTION REQUIRED.—Except
24 as provided in subsection (c), the commitments de-
25 scribed in paragraphs (1) and (2) are confirmed as

1 effective and binding, in accordance with the terms
 2 of the commitments, without further action by the
 3 Klamath Tribes.

4 (4) ADDITIONAL COMMITMENTS.—The Klamath
 5 Tribes (on behalf of the tribe and the members of
 6 the tribe) may make additional commitments and as-
 7 surances in exchange for the resolution of its claims
 8 described in section 1.3.1 or 2.5.1 of the Upper
 9 Basin Agreement, subject to the conditions that the
 10 commitments and assurances shall be—

11 (A) consistent with this Act, the Settle-
 12 ments, and other applicable provisions of law,
 13 based on the totality of the circumstances; and

14 (B) covered by a written agreement signed
 15 by the Klamath Tribes and the United States
 16 (acting as trustee for the tribe and the mem-
 17 bers of the tribe in Oregon’s Klamath Basin ad-
 18 judication) pursuant to subsection (f).

19 (b) ACTIONS BY KARUK TRIBE AND YUOK
 20 TRIBE.—

21 (1) COMMITMENTS ACKNOWLEDGED AND
 22 AGREED TO.—In consideration for the commitments
 23 of the Klamath Project Water Users described in the
 24 Restoration Agreement, and other benefits described
 25 in the Restoration Agreement and this Act, the

1 Karuk Tribe and the Yurok Tribe (on behalf of the
2 tribe and the members of the tribe) may make the
3 commitments provided in the Restoration Agree-
4 ment.

5 (2) NO FURTHER ACTION REQUIRED.—Except
6 as provided in subsection (c), the commitments de-
7 scribed in paragraph (1) are confirmed as effective
8 and binding, in accordance with the terms of the
9 commitments, without further action by the Yurok
10 Tribe or Karuk Tribe.

11 (c) RELEASE OF CLAIMS BY PARTY TRIBES.—

12 (1) IN GENERAL.—Subject to paragraph (2),
13 subsection (d), and the Agreements, but without oth-
14 erwise affecting any right secured by a treaty, Exec-
15 utive order, or other law, the Party tribes (on behalf
16 of the tribes and the members of the tribes) may re-
17 linquish and release certain claims against the
18 United States (including any Federal agencies and
19 employees) described in sections 15.3.5.A,
20 15.3.6.B.i, and 15.3.7.B.i of the Restoration Agree-
21 ment and, in the case of the Klamath Tribes, section
22 2.5 of the Upper Basin Agreement.

23 (2) CONDITIONS.—The relinquishments and re-
24 leases under paragraph (1) shall not take force or
25 effect until the terms described in sections 15.3.5.C,

1 15.3.5.D, 15.3.6.B.iii, 15.3.7.B.iii, 15.3.7.B.iv, and
2 33.2.1 of the Restoration Agreement and sections
3 2.4 and 10 of the Upper Basin Agreement have been
4 fulfilled.

5 (d) RETENTION OF RIGHTS OF PARTY TRIBES.—
6 Notwithstanding subsections (a) through (c) or any other
7 provision of this Act, the Party tribes (on behalf of the
8 tribes and the members of the tribes) and the United
9 States (acting as trustee for the Party tribes), shall re-
10 tain—

11 (1) all claims and rights described in sections
12 15.3.5.B, 15.3.6.B.ii, and 15.3.7.B.ii of the Restora-
13 tion Agreement; and

14 (2) any other claims and rights retained by the
15 Party Tribes in negotiations pursuant to section
16 15.3.5.D, 15.3.6.B.iv, and 15.3.7.B.iv of the Res-
17 toration Agreement.

18 (e) TOLLING OF CLAIMS.—

19 (1) IN GENERAL.—Subject to paragraph (2),
20 the period of limitation and time-based equitable de-
21 fense relating to a claim described in subsection (c)
22 shall be tolled during the period—

23 (A) beginning on the date of enactment of
24 this Act; and

25 (B) ending on the earlier of—

1 (i) the date on which the Secretary
2 publishes the notice described in sections
3 15.3.5.C, 15.3.6.B.iii, and 15.3.7.B.iii of
4 the Restoration Agreement; or

5 (ii) December 1, 2030.

6 (2) EFFECT OF TOLLING.—Nothing in this sub-
7 section—

8 (A) revives any claim or tolls any period of
9 limitation or time-based equitable defense that
10 expired before the date of enactment of this
11 Act; or

12 (B) precludes the tolling of any period of
13 limitation or any time-based equitable defense
14 under any other applicable law.

15 (f) ACTIONS OF UNITED STATES AS TRUSTEE.—

16 (1) RESTORATION AGREEMENT COMMITMENTS
17 AUTHORIZED.—In consideration for the commit-
18 ments of the Klamath Project Water Users de-
19 scribed in the Restoration Agreement and for other
20 benefits described in the Restoration Agreement and
21 this Act, the United States, acting as trustee for the
22 federally recognized tribes of the Klamath Basin and
23 the members of such tribes, may make the commit-
24 ments provided in the Restoration Agreement.

1 (2) UPPER BASIN AGREEMENT COMMITMENTS
2 AUTHORIZED.—In consideration for the commit-
3 ments of the Off-Project Irrigators described in the
4 Upper Basin Agreement and for other benefits de-
5 scribed in the Upper Basin Agreement and this Act,
6 the United States, acting as trustee for the Klamath
7 Tribes and the members of the Klamath Tribes, may
8 make the commitments provided in the Upper Basin
9 Agreement.

10 (3) NO FURTHER ACTION.—The commitments
11 described in paragraphs (1) and (2) are confirmed
12 as effective and binding, in accordance with the
13 terms of the commitments, without further action by
14 the United States.

15 (4) ADDITIONAL COMMITMENTS.—The United
16 States, acting as trustee for the Klamath Tribes and
17 the members of the Klamath Tribes in Oregon’s
18 Klamath Basin Adjudication, may make additional
19 commitments and assurances of rights in exchange
20 for the resolution of the tribal water right claims de-
21 scribed in section 1.3.1 or 2.5.1 of the Upper Basin
22 Agreement, subject to the conditions that the com-
23 mitments or assurances shall be—

1 (A) consistent with this Act, the Settle-
2 ments, and other applicable provisions of law,
3 based on the totality of the circumstances; and

4 (B) covered by a written agreement signed
5 by the Klamath Tribes and the United States
6 (acting as trustee for the Klamath Tribes and
7 the members of the tribe in Oregon’s Klamath
8 Basin adjudication) under subsection (a)(3)(B).

9 (g) JUDICIAL REVIEW.—Judicial review of a decision
10 of the Secretary concerning any right or obligation under
11 section 15.3.5.C, 15.3.6.B.iii, 15.3.7.B.iii, 15.3.8.B, or
12 15.3.9 of the Restoration Agreement shall be in accord-
13 ance with the standard and scope of review under sub-
14 chapter II of chapter 5, and chapter 7, of title 5, United
15 States Code (commonly known as the “Administrative
16 Procedure Act”).

17 (h) EFFECT OF SECTION.—Nothing in this section—

18 (1) affects the ability of the United States to
19 take any action—

20 (A) authorized by law to be taken in the
21 sovereign capacity of the United States, includ-
22 ing any law relating to health, safety, or the en-
23 vironment, including—

24 (i) the Federal Water Pollution Con-
25 trol Act (33 U.S.C. 1251 et seq.);

1 (ii) the Safe Drinking Water Act (42
2 U.S.C. 300f et seq.);

3 (iii) the Solid Waste Disposal Act (42
4 U.S.C. 6901 et seq.);

5 (iv) the Comprehensive Environmental
6 Response, Compensation, and Liability Act
7 of 1980 (42 U.S.C. 9601 et seq.);

8 (v) the Endangered Species Act of
9 1973 (16 U.S.C. 1531 et seq.); and

10 (vi) regulations implementing the Acts
11 described in this subparagraph; and

12 (B) as trustee for the benefit of any feder-
13 ally recognized Indian tribe other than an In-
14 dian tribe of the Klamath Basin;

15 (C) as trustee for the Party tribes to en-
16 force the Agreements and this Act through such
17 legal and equitable remedies as are available in
18 an appropriate United States court or State
19 court or administrative proceeding, including
20 Oregon's Klamath Basin adjudication; or

21 (D) as trustee for the federally recognized
22 Indian tribes of the Klamath Basin and the
23 members of the tribes, in accordance with the
24 Agreements and this Act—

1 (i) to acquire water rights after the
2 effective date of the Agreements (as de-
3 fined in section 1.5.1 of the Restoration
4 Agreement and section 14.3 of the Upper
5 Basin Agreement);

6 (ii) to use and protect water rights,
7 including water rights acquired after the
8 effective date of the Agreements (as de-
9 fined in section 1.5.1 of the Restoration
10 Agreement and section 14.3 of the Upper
11 Basin Agreement), subject to the Agree-
12 ments; or

13 (iii) to claim a water right or continue
14 to advocate for an existing claim for water
15 rights in an appropriate United States
16 court or State court or administrative pro-
17 ceeding, subject to the Agreements;

18 (2) affects the treaty fishing, hunting, trapping,
19 pasturing, or gathering right of any Indian tribe ex-
20 cept to the extent expressly provided in this Act or
21 the Agreements; or

22 (3) affects any right, remedy, privilege, immu-
23 nity, power, or claim not specifically relinquished
24 and released under, or limited by, this Act or the
25 Agreements.

1 **SEC. 6. WATER AND POWER PROVISIONS.**

2 The Klamath Basin Water Supply Enhancement Act
3 of 2000 (Public Law 106–498; 114 Stat. 2221) is amend-
4 ed—

5 (1) by redesignating sections 4 through 6 as
6 sections 5 through 7, respectively; and

7 (2) by inserting after section 3 the following:

8 **“SEC. 4. WATER MANAGEMENT AND PLANNING ACTIVITIES.**

9 “(a) DEFINITIONS.—In this section:

10 “(1) OFF-PROJECT AREA.—The term ‘Off-
11 Project Area’ means—

12 “(A) the areas within the Sprague River,
13 Sycan River, Williamson River, and Wood Val-
14 ley (including Crooked Creek, Sevenmile Creek,
15 Fourmile Creek, and Crane Creek) subbasins
16 referred to in Exhibit B of the Upper Basin
17 Agreement; and

18 “(B) to the extent provided for in the
19 Upper Basin Agreement, any other areas for
20 which claims described by section 1.3 or 2.5.1
21 of the Upper Basin Agreement are settled as
22 provided for in section 2.5.1 of the Upper Basin
23 Agreement.

24 “(2) ON-PROJECT POWER USER.—The term
25 ‘On-Project Power User’ has the meaning given the
26 term in the Restoration Agreement.

1 “(3) RESTORATION AGREEMENT.—The term
2 ‘Restoration Agreement’ means the agreement enti-
3 tled ‘Klamath River Basin Restoration Agreement
4 for the Sustainability of Public and Trust Resources
5 and Affected Communities’ and dated February 18,
6 2010 (including any amendments adopted prior to
7 the date of enactment of this Act and any further
8 amendment to that agreement approved pursuant to
9 section 3(a) of the Klamath Basin Water Recovery
10 and Economic Restoration Act of 2014).

11 “(4) UPPER BASIN AGREEMENT.—The term
12 ‘Upper Basin Agreement’ means the agreement enti-
13 tled ‘Upper Klamath Basin Comprehensive Agree-
14 ment’ and dated April 18, 2014 (including any
15 amendment to that agreement).

16 “(b) ACTION BY SECRETARY.—The Secretary may
17 carry out any activities, including by entering into an
18 agreement or contract or otherwise making financial as-
19 sistance available—

20 “(1) to align water supplies with demand, in-
21 cluding activities to reduce water consumption and
22 demand, consistent with the Restoration Agreement
23 or the Upper Basin Agreement;

24 “(2) to limit the net costs of power used to
25 manage water (including by arranging for delivery of

1 Federal power, consistent with the Restoration
2 Agreement and the Upper Basin Agreement) for—

3 “(A) the Klamath Project (within the
4 meaning of section 2);

5 “(B) the On-Project Power Users;

6 “(C) irrigators in the Off-Project Area;

7 and

8 “(D) the Klamath Basin National Wildlife
9 Refuge Complex; and

10 “(3) to restore any ecosystem and otherwise
11 protect fish and wildlife in the Klamath Basin wa-
12 tershed, including tribal fishery resources held in
13 trust, consistent with Restoration Agreement and
14 the Upper Basin Agreement.”.

15 **SEC. 7. KLAMATH TRIBES TRIBAL RESOURCE FUND.**

16 (a) ESTABLISHMENT.—There is established in the
17 Treasury of the United States a fund to be known as the
18 “Klamath Tribes Tribal Resource Fund” (referred to in
19 this section as the “Fund”), consisting of the amounts de-
20 posited in the Fund under subsection (b), together with
21 any interest earned on those amounts, to be managed, in-
22 vested, and administered by the Secretary for the benefit
23 of the Klamath Tribes in accordance with the terms of
24 section 2.4 of the Upper Basin Agreement, to remain
25 available until expended.

1 (b) TRANSFERS TO FUND.—The Fund shall consist
2 of such amounts as are appropriated to the Fund under
3 subsection (i), which shall be deposited in the Fund not
4 later than 60 days after the amounts are appropriated and
5 any interest under subsection (c) or (d).

6 (c) MANAGEMENT BY THE SECRETARY.—Absent an
7 approved tribal investment plan under subsection (d) or
8 an economic development plan under subsection (e), the
9 Secretary shall manage, invest, and distribute all amounts
10 in the Fund in a manner that is consistent with the invest-
11 ment authority of the Secretary under—

12 (1) the first section of the Act of June 24,
13 1938 (25 U.S.C. 162a);

14 (2) the American Indian Trust Fund Manage-
15 ment Reform Act of 1994 (25 U.S.C. 4001 et seq.);
16 and

17 (3) this section.

18 (d) INVESTMENT BY THE KLAMATH TRIBES.—

19 (1) INVESTMENT PLAN.—

20 (A) IN GENERAL.—In lieu of the invest-
21 ment provided for in subsection (c), the Klam-
22 ath Tribes may submit a tribal investment plan
23 to the Secretary, applicable to all or part of the
24 Fund, excluding the amounts described in sub-
25 section (e)(4)(A).

1 (B) APPROVAL.—Not later than 60 days
2 after the date on which a tribal investment plan
3 is submitted under subparagraph (A), the Sec-
4 retary shall approve such investment plan if the
5 Secretary finds that the plan—

6 (i) is reasonable and sound;

7 (ii) meets the requirements of the
8 American Indian Trust Fund Management
9 Reform Act of 1994 (25 U.S.C. 4001 et
10 seq.); and

11 (iii) meets the requirements of this
12 section.

13 (C) DISAPPROVAL.—If the Secretary does
14 not approve the tribal investment plan, the Sec-
15 retary shall set forth in writing the particular
16 reasons for the disapproval.

17 (2) DISBURSEMENT.—If the tribal investment
18 plan is approved by the Secretary, the funds involved
19 shall be disbursed from the Fund to the Klamath
20 Tribes to be invested by the Klamath Tribes in ac-
21 cordance with the approved tribal investment plan,
22 subject to the requirements of this section.

23 (3) COMPLIANCE.—The Secretary may take
24 such steps as the Secretary determines to be nec-

1 essary to monitor the compliance of a Tribe with an
2 investment plan approved under paragraph (1)(B).

3 (4) LIMITATION ON LIABILITY.—The United
4 States shall not be—

5 (A) responsible for the review, approval, or
6 audit of any individual investment under an ap-
7 proved investment plan; or

8 (B) directly or indirectly liable with respect
9 to any such investment, including any act or
10 omission of the Klamath Tribes in managing or
11 investing amounts in the Fund.

12 (5) REQUIREMENTS.—The principal and income
13 derived from tribal investments carried out pursuant
14 to an investment plan approved under subparagraph
15 (B) shall be—

16 (A) subject to the requirements of this sec-
17 tion; and

18 (B) expended only in accordance with an
19 economic development plan approved under sub-
20 section (e).

21 (e) ECONOMIC DEVELOPMENT PLAN.—

22 (1) IN GENERAL.—The Klamath Tribes shall
23 submit to the Secretary an economic development
24 plan for the use of the Fund, including the expendi-
25 ture of any principal or income derived from man-

1 agement under subsection (c) or from tribal invest-
2 ments carried out under subsection (d).

3 (2) APPROVAL.—Not later than 60 days after
4 the date on which an economic development plan is
5 submitted under paragraph (1), the Secretary shall
6 approve the economic development plan if the Sec-
7 retary finds that the plan meets the requirements of
8 the American Indian Trust Fund Management Re-
9 form Act of 1994 (25 U.S.C. 4001 et seq.) and this
10 section.

11 (3) USE OF FUNDS.—The economic develop-
12 ment plan under this subsection shall—

13 (A) require that the Klamath Tribes spend
14 all amounts withdrawn from the Fund in ac-
15 cordance with this section; and

16 (B) include such terms and conditions as
17 are necessary to meet the requirements of this
18 section.

19 (4) RESOURCE ACQUISITION AND ENHANCE-
20 MENT PLAN.—The economic development plan shall
21 include a resource acquisition and enhancement
22 plan, which shall—

23 (A) require that not less than $\frac{1}{2}$ of the
24 amounts appropriated for each fiscal year to
25 carry out this section shall be used to enhance,

1 restore, and utilize the natural resources of the
2 Klamath Tribes, in a manner that also provides
3 for the economic development of the Klamath
4 Tribes and, as determined by the Secretary, di-
5 rectly or indirectly benefit adjacent non-Indian
6 communities; and

7 (B) be reasonably related to the protection,
8 acquisition, enhancement, or development of
9 natural resources for the benefit of the Klamath
10 Tribes and members of the Klamath Tribes.

11 (5) MODIFICATION.—Subject to the require-
12 ments of this Act and approval by the Secretary, the
13 Klamath Tribes may modify a plan approved under
14 this subsection.

15 (6) LIMITATION ON LIABILITY.—The United
16 States shall not be directly or indirectly liable for
17 any claim or cause of action arising from—

18 (A) the approval of a plan under this para-
19 graph; or

20 (B) the use or expenditure by the Klamath
21 Tribes of any amount in the Fund.

22 (f) LIMITATION ON PER CAPITA DISTRIBUTIONS.—
23 No amount in the Fund (including any income accruing
24 to the amount) and no revenue from any water use con-

1 tract may be distributed to any member of the Klamath
2 Tribes on a per capita basis.

3 (g) LIMITATION ON DISBURSEMENT.—

4 (1) IN GENERAL.—Subject to paragraph (2),
5 amounts in the Fund shall not be available for dis-
6 bursement under this section until the Klamath
7 Tribes—

8 (A) make the commitments set forth in the
9 Agreements; and

10 (B) are determined by the Secretary to be
11 in substantial compliance with those commit-
12 ments.

13 (2) EARLY DISBURSEMENT.—Based on the
14 unique history of the loss of reservation land by the
15 Klamath Tribes through termination of Federal rec-
16 ognition and acknowledging that restoration of tribal
17 land is essential to building the tribal economy and
18 achieving self-determination, the Secretary may dis-
19 burse funds to the Klamath Tribes prior to the sat-
20 isfaction of the requirements of paragraph (1) on a
21 determination by the Secretary that such funds are
22 available and that early disbursement will support
23 activities designed to increase employment opportu-
24 nities for members of the Klamath Tribes.

1 (3) AGREEMENTS.—Any such disbursement
2 shall be in accordance with a written agreement be-
3 tween the Secretary and the Klamath Tribes that
4 provides the following:

5 (A) For any disbursement to purchase land
6 that is to be placed in trust pursuant to section
7 6 of the Klamath Indian Tribe Restoration Act
8 (25 U.S.C. 566d), the written agreement shall
9 specify that if assurances made do not become
10 permanent as described in section 15.3.3 of the
11 Restoration Agreement and on publication of a
12 notice by the Secretary pursuant to section
13 15.3.4.C of the Restoration Agreement or sec-
14 tion 10.2 of the Upper Basin Agreement, any
15 land purchased with disbursements from the
16 Fund shall revert back to sole ownership by the
17 United States unless, prior to reversion, the
18 Klamath Tribes enter into a written agreement
19 to repay the purchase price to the United
20 States, without interest, in annual installments
21 over a period not to exceed 40 years.

22 (B) For any disbursement to support eco-
23 nomic activity and creation of tribal employ-
24 ment opportunities (including any rehabilitation
25 of existing properties to support economic ac-

1 tivities), the written agreement shall specify
2 that if assurances made do not become perma-
3 nent as described in section 15.3.3 of the Res-
4 toration Agreement and on publication of a no-
5 tice by the Secretary pursuant to section
6 15.3.4.C of the Restoration Agreement or sec-
7 tion 10.2 of the Upper Basin Agreement, any
8 amounts disbursed from the Fund shall be re-
9 paid to the United States, without interest, in
10 annual installments over a period not to exceed
11 40 years.

12 (h) PROHIBITION.—Amounts in the Fund may not
13 be made available for any purpose other than a purpose
14 described in this section.

15 (i) ANNUAL REPORTS.—

16 (1) IN GENERAL.—Not later than 60 days after
17 the end of each fiscal year beginning with fiscal year
18 2014, the Secretary shall submit to the Committee
19 on Appropriations of the House of Representatives,
20 the Committee on Appropriations of the Senate, and
21 the appropriate authorizing committees of the Sen-
22 ate and the House of Representatives a report on
23 the operation of the Fund during the fiscal year.

24 (2) CONTENTS.—Each report shall include, for
25 the fiscal year covered by the report, the following:

1 (A) A statement of the amounts deposited
2 into the Fund.

3 (B) A description of the expenditures made
4 from the Fund for the fiscal year, including the
5 purpose of the expenditures.

6 (C) Recommendations for additional au-
7 thorities to fulfill the purpose of the Fund.

8 (D) A statement of the balance remaining
9 in the Fund at the end of the fiscal year.

10 (j) NO THIRD PARTY RIGHTS.—This section does not
11 create or vest rights or benefits for any party other than
12 the Klamath Tribes and the United States.

13 (k) AUTHORIZATION OF APPROPRIATIONS.—There is
14 authorized to be appropriated to carry out this section
15 \$8,000,000 for each fiscal year, not to exceed a total
16 amount of \$40,000,000.

17 **SEC. 8. HYDROELECTRIC FACILITIES.**

18 (a) SECRETARIAL DETERMINATION.—

19 (1) IN GENERAL.—Subject to paragraph (3), in
20 accordance with section 3 of the Hydroelectric Set-
21 tlement, the Secretary shall—

22 (A) as soon as practicable after the date of
23 enactment of this Act, determine whether to
24 proceed with facilities removal, based on wheth-
25 er facilities removal—

1 (i) would advance restoration of the
2 salmonid fisheries of the Klamath Basin;
3 and

4 (ii) is in the public interest, taking
5 into account potential impacts on affected
6 local communities and federally recognized
7 Indian tribes; and

8 (B) if the Secretary determines under sub-
9 paragraph (A) to proceed with facilities re-
10 moval, include in the determination the designa-
11 tion of a dam removal entity, subject to para-
12 graph (6).

13 (2) BASIS FOR SECRETARIAL DETERMINATION
14 TO PROCEED.—For purposes of making a deter-
15 mination under paragraph (1)(A), the Secretary, in
16 cooperation with the Secretary of Commerce and
17 other appropriate entities, shall—

18 (A) use existing information;

19 (B) conduct any necessary additional stud-
20 ies;

21 (C) comply with the National Environ-
22 mental Policy Act of 1969 (42 U.S.C. 4321 et
23 seq.); and

24 (D) take such other actions as the Sec-
25 retary determines to be appropriate to support

1 the determination of the Secretary under para-
2 graph (1).

3 (3) CONDITIONS FOR SECRETARIAL DETER-
4 MINATION TO PROCEED.—The Secretary may not
5 make or publish the determination under this sub-
6 section, unless the conditions specified in section
7 3.3.4 of the Hydroelectric Settlement have been sat-
8 isfied.

9 (4) PUBLICATION OF NOTICE.—The Secretary
10 shall publish notification of the determination of the
11 Secretary under this subsection in the Federal Reg-
12 ister.

13 (5) JUDICIAL REVIEW OF SECRETARIAL DETER-
14 MINATION.—

15 (A) IN GENERAL.—For purposes of judi-
16 cial review, the determination of the Secretary
17 shall constitute a final agency action with re-
18 spect to whether or not to proceed with facili-
19 ties removal.

20 (B) PETITION FOR REVIEW.—

21 (i) FILING.—

22 (I) IN GENERAL.—Judicial re-
23 view of the determination of the Sec-
24 retary and related actions to comply
25 with environmental laws (including

1 the National Environmental Policy
2 Act of 1969 (42 U.S.C. 4321 et seq.),
3 the Endangered Species Act of 1973
4 (16 U.S.C. 1531 et seq.), and the Na-
5 tional Historic Preservation Act (16
6 U.S.C. 470 et seq.) may be obtained
7 by an aggrieved person only as pro-
8 vided in this paragraph.

9 (II) JURISDICTION.—A petition
10 for review under this paragraph may
11 be filed only in the United States
12 Court of Appeals for the District of
13 Columbia Circuit or in the Ninth Cir-
14 cuit Court of Appeals.

15 (III) LIMITATION.—A district
16 court of the United States and a
17 State court shall not have jurisdiction
18 to review the determination of the
19 Secretary or related actions to comply
20 with environmental laws described in
21 subclause (I).

22 (ii) DEADLINE.—

23 (I) IN GENERAL.—Except as pro-
24 vided in subclause (II), any petition
25 for review under this paragraph shall

1 be filed not later than 60 days after
2 the date of publication of the deter-
3 mination of the Secretary in the Fed-
4 eral Register.

5 (II) SUBSEQUENT GROUNDS.—If
6 a petition is based solely on grounds
7 arising after the date that is 60 days
8 after the date of publication of the de-
9 termination of the Secretary in the
10 Federal Register, the petition for re-
11 view under this subsection shall be
12 filed not later than 60 days after the
13 grounds arise.

14 (C) IMPLEMENTATION.—Any action of the
15 Secretary with respect to which review could
16 have been obtained under this paragraph shall
17 not be subject to judicial review in any action
18 relating to the implementation of the deter-
19 mination of the Secretary or in proceedings for
20 enforcement of the Hydroelectric Settlement.

21 (D) APPLICABLE STANDARD AND SCOPE.—
22 Judicial review of the determination of the Sec-
23 retary shall be in accordance with the standard
24 and scope of review under subchapter II of
25 chapter 5, and chapter 7, of title 5, United

1 States Code (commonly known as the “Admin-
2 istrative Procedure Act”).

3 (E) NONTOLLING.—The filing of a petition
4 for reconsideration by the Secretary of an ac-
5 tion subject to review under this subsection
6 shall not—

7 (i) affect the finality of the action for
8 purposes of judicial review;

9 (ii) extend the time within which a pe-
10 tition for judicial review under this sub-
11 section may be filed; or

12 (iii) postpone the effectiveness of the
13 action.

14 (6) REQUIREMENTS FOR DAM REMOVAL ENTI-
15 TY.—A dam removal entity designated by the Sec-
16 retary under paragraph (1)(B) shall—

17 (A) have the capabilities for facilities re-
18 moval described in section 7.1.1 of the Hydro-
19 electric Settlement; and

20 (B) be the Department of the Interior, ex-
21 cept that the Secretary, consistent with section
22 3.3.4.E of the Hydroelectric Settlement, may
23 designate a non-Federal dam removal entity
24 if—

1 (i) the Secretary, in the sole judgment
 2 and discretion of the Secretary, finds that
 3 the dam removal entity-designate—

4 (I) is qualified; and

5 (II) has the capabilities described
 6 in subparagraph (A);

7 (ii) the States of California and Or-
 8 egon have concurred in the finding under
 9 clause (i); and

10 (iii) the dam removal entity-designate
 11 has committed, if so designated, to per-
 12 form facilities removal within the State
 13 Cost Cap as described in section 4.1.3 of
 14 the Hydroelectric Settlement.

15 (7) RESPONSIBILITIES OF DAM REMOVAL ENTI-
 16 TY.—The dam removal entity designated by the Sec-
 17 retary under paragraph (1)(B) shall have the re-
 18 sponsibilities described in section 7.1.2 of the Hy-
 19 droelectric Settlement.

20 (b) FACILITIES REMOVAL.—

21 (1) APPLICABILITY.—This subsection shall
 22 apply if—

23 (A) the determination of the Secretary
 24 under subsection (a) provides for proceeding
 25 with facilities removal;

1 (B) the State of California and the State
2 of Oregon concur in the determination of the
3 Secretary, in accordance with section 3.3.5 of
4 the Hydroelectric Settlement;

5 (C) the availability of non-Federal funds
6 for the purposes of facilities removal is con-
7 sistent with the Hydroelectric Settlement; and

8 (D) the Hydroelectric Settlement has not
9 terminated in accordance with section 8.11 of
10 the Hydroelectric Settlement.

11 (2) NON-FEDERAL FUNDS.—

12 (A) IN GENERAL.—Notwithstanding title
13 31, United States Code, if the Department of
14 the Interior is designated as the dam removal
15 entity under subsection (a)(1)(B), the Secretary
16 may accept, manage, and expend, without fur-
17 ther appropriation, non-Federal funds for the
18 purpose of facilities removal in accordance with
19 sections 4 and 7 of the Hydroelectric Settle-
20 ment.

21 (B) REFUND.—The Secretary may admin-
22 ister and refund any amounts described in sub-
23 paragraph (A) received from the State of Cali-
24 fornia in accordance with the requirements es-
25 tablished by the State.

1 (3) AGREEMENTS.—The dam removal entity
2 may enter into agreements and contracts as nec-
3 essary to assist in the implementation of the Hydro-
4 electric Settlement.

5 (4) PROCEEDING WITH FACILITIES REMOVAL.—

6 (A) IN GENERAL.—The dam removal enti-
7 ty shall, consistent with the Hydroelectric Set-
8 tlement—

9 (i) develop a definite plan for facilities
10 removal as described in section 7 of the
11 Hydroelectric Settlement, including a
12 schedule for facilities removal;

13 (ii) obtain all permits, authorizations,
14 entitlements, certifications, and other ap-
15 provals necessary to implement facilities
16 removal, including a permit under section
17 404 of the Federal Water Pollution Con-
18 trol Act (33 U.S.C. 1344), notwithstanding
19 subsection (r) of that section; and

20 (iii) implement facilities removal.

21 (B) STATE AND LOCAL LAWS.—

22 (i) IN GENERAL.—Except as provided
23 in clause (ii), facilities removal shall be
24 subject to applicable requirements of State
25 and local laws relating to permits and

1 other authorizations, to the extent the re-
2 quirements are not in conflict with Federal
3 law, including the determination of the
4 Secretary under subsection (a) and the
5 definite plan (including the schedule) for
6 facilities removal authorized under this
7 Act.

8 (ii) LIMITATIONS.—Clause (i) shall
9 not affect—

10 (I) the authorities of the States
11 regarding concurrence with the deter-
12 mination of the Secretary under sub-
13 section (a) in accordance with State
14 law; or

15 (II) the authority of a State pub-
16 lic utility commission regarding fund-
17 ing of facilities removal.

18 (iii) JURISDICTION.—The United
19 States district courts shall have original ju-
20 risdiction over all claims regarding the con-
21 sistency of State and local laws regarding
22 permits and other authorizations, and of
23 State and local actions pursuant to those
24 laws, with the definite plan (including the

1 schedule) for facilities removal authorized
2 under this Act.

3 (C) ACCEPTANCE OF TITLE TO FACILI-
4 TIES.—

5 (i) IN GENERAL.—The dam removal
6 entity may accept from PacifiCorp all
7 rights, titles, permits, and other interests
8 in the facilities and associated land, for fa-
9 cilities removal and for disposition of facil-
10 ity land (as provided in section 7.6.4 of the
11 Hydroelectric Settlement) on providing to
12 PacifiCorp a notice that the dam removal
13 entity is ready to commence facilities re-
14 moval in accordance with section 7.4.1 of
15 the Hydroelectric Settlement.

16 (ii) NON-FEDERAL DAM REMOVAL EN-
17 TITY.—Notwithstanding section 8 of the
18 Federal Power Act (16 U.S.C. 801), the
19 transfer of title to facilities from
20 PacifiCorp to a non-Federal dam removal
21 entity, in accordance with the Hydro-
22 electric Settlement and this Act, is author-
23 ized.

24 (D) CONTINUED POWER GENERATION.—

1 (i) IN GENERAL.—In accordance with
 2 an agreement negotiated under clause (ii),
 3 on transfer of title pursuant to subpara-
 4 graph (C) and until the dam removal enti-
 5 ty instructs PacifiCorp to cease the gen-
 6 eration of power, PacifiCorp may continue,
 7 consistent with State law—

8 (I) to generate, and retain title
 9 to, any power generated by the facili-
 10 ties in accordance with section 7 of
 11 the Hydroelectric Settlement; and

12 (II) to transmit and use the
 13 power for the benefit of the customers
 14 of PacifiCorp under the jurisdiction of
 15 applicable State public utility commis-
 16 sions and the Commission.

17 (ii) AGREEMENT WITH DAM REMOVAL
 18 ENTITY.—As a condition of transfer of
 19 title pursuant to subparagraph (C), the
 20 dam removal entity shall enter into an
 21 agreement with PacifiCorp that provides
 22 for continued generation of power in ac-
 23 cordance with clause (i).

24 (5) LICENSES AND JURISDICTION.—

25 (A) ANNUAL LICENSES.—

1 (i) IN GENERAL.—The Commission
2 shall issue annual licenses authorizing
3 PacifiCorp to continue to operate the fa-
4 cilities until PacifiCorp transfers title to all
5 of the facilities.

6 (ii) TERMINATION.—The annual li-
7 censes shall terminate with respect to a fa-
8 cility on transfer of title for the facility
9 from PacifiCorp to the dam removal entity.

10 (iii) STAGED REMOVAL.—

11 (I) IN GENERAL.—On transfer of
12 title of any facility by PacifiCorp to
13 the dam removal entity, annual license
14 conditions shall no longer be in effect
15 with respect to the facility.

16 (II) NONTRANSFER OF TITLE.—
17 Annual license conditions shall remain
18 in effect with respect to any facility
19 for which PacifiCorp has not trans-
20 ferred title to the dam removal entity
21 to the extent compliance with the an-
22 nual license conditions are not pre-
23 vented by the removal of any other fa-
24 cility.

1 (B) JURISDICTION.—The jurisdiction of
2 the Commission under part I of the Federal
3 Power Act (16 U.S.C. 792 et seq.) shall termi-
4 nate with respect to a facility on the transfer of
5 title for the facility from PacifiCorp to the dam
6 removal entity.

7 (C) RELICENSING.—

8 (i) IN GENERAL.—The Commission
9 shall—

10 (I) stay the proceeding of the
11 Commission regarding the pending li-
12 cense application of PacifiCorp for
13 Project No. 2082 for the period dur-
14 ing which the Hydroelectric Settle-
15 ment remains in effect; and

16 (II) resume the proceeding and
17 proceed to take final action on the
18 new license application only if the Hy-
19 droelectric Settlement terminates pur-
20 suant to section 8.11 of the Hydro-
21 electric Settlement.

22 (D) TERMINATION; LIMITATIONS.—If the
23 Hydroelectric Settlement is terminated pursu-
24 ant to section 8.11 of the Hydroelectric Settle-
25 ment, the Commission, in proceedings on the

1 application for relicensing, shall not be bound
2 by the record or findings of the Secretary relat-
3 ing to the determination of the Secretary or by
4 the determination of the Secretary.

5 (c) LIABILITY PROTECTION.—

6 (1) IN GENERAL.—Notwithstanding any other
7 Federal, State, local, or common law, PacifiCorp
8 shall not be liable for any harm to an individual or
9 entity, property, or the environment, or any damages
10 resulting from facilities removal or facility oper-
11 ations arising from, relating to, or triggered by ac-
12 tions associated with facilities removal under this
13 Act, including any damage caused by the release of
14 any material or substance (including a hazardous
15 substance).

16 (2) FUNDING.—Notwithstanding any other
17 Federal, State, local, or common law, no individual
18 or entity contributing funds for facilities removal
19 shall be held liable, solely by virtue of that funding,
20 for any harm to an individual or entity, property, or
21 the environment, or damages arising from facilities
22 removal or facility operations arising from, relating
23 to, or triggered by actions associated with facilities
24 removal under this Act, including any damage

1 caused by the release of any material or substance
2 (including a hazardous substance).

3 (3) PREEMPTION.—Notwithstanding section
4 10(c) of the Federal Power Act (16 U.S.C. 803(c)),
5 protection from liability pursuant to this section
6 shall preempt the laws of any State to the extent the
7 laws are inconsistent with this Act, except that this
8 Act shall not limit any otherwise-available immunity,
9 privilege, or defense under any other provision of
10 law.

11 (4) EFFECTIVE DATE.—Liability protection
12 under this subsection shall take effect as the protec-
13 tion relates to any particular facilities on transfer of
14 title to the facility from PacifiCorp to the dam re-
15 moval entity designated by the Secretary under sub-
16 section (a)(1)(B).

17 (d) FACILITIES NOT REMOVED.—

18 (1) KENO FACILITY.—

19 (A) TRANSFER.—On notice that the dam
20 removal entity is ready to commence removal of
21 the J.C. Boyle Dam, the Secretary shall accept
22 the transfer of title to the Keno Facility to the
23 United States in accordance with section 7.5 of
24 the Hydroelectric Settlement.

1 (B) EFFECT OF TRANSFER.—On the
2 transfer under subparagraph (A), and without
3 further action by Congress—

4 (i) the Keno Facility shall—

5 (I) become part of the Klamath
6 Reclamation Project; and

7 (II) be operated and maintained
8 in accordance with the Federal rec-
9 lamation laws and this Act; and

10 (ii) the jurisdiction of the Commission
11 over the Keno Facility shall terminate.

12 (2) EAST SIDE AND WEST SIDE DEVELOP-
13 MENTS.—On filing by PacifiCorp of an application
14 for surrender of the East Side and West Side Devel-
15 opments in Project No. 2082, the Commission shall
16 issue an order approving partial surrender of the li-
17 cense for Project No. 2082, including any reasonable
18 and appropriate conditions, as provided in section
19 6.4.1 of the Hydroelectric Settlement.

20 (3) FALL CREEK.—Not later than 60 days after
21 the date of the transfer of title to the Iron Gate Fa-
22 cility to the dam removal entity, the Commission
23 shall resume timely consideration of the pending li-
24 censing application for the Fall Creek development
25 pursuant to the Federal Power Act (16 U.S.C. 791a

1 et seq.), regardless of whether PacifiCorp retains
2 ownership of Fall Creek or transfers ownership to a
3 new licensee.

4 (4) IRON GATE HATCHERY.—Notwithstanding
5 section 8 of the Federal Power Act (16 U.S.C. 801),
6 consistent with section 7.6.6 of the Hydroelectric
7 Settlement title to the PacifiCorp hatchery facilities
8 within the State of California shall be transferred to
9 the State of California at—

10 (A) the time of transfer to the dam re-
11 moval entity of title to the Iron Gate Dam; or

12 (B) such other time as may be agreed to
13 by the parties to the Hydroelectric Settlement.

14 **SEC. 9. ADMINISTRATION AND FUNDING.**

15 (a) AGREEMENTS.—

16 (1) IN GENERAL.—The Secretaries may enter
17 into such agreements (including contracts, memo-
18 randa of understanding, financial assistance agree-
19 ments, cost sharing agreements, and other appro-
20 priate agreements) with State, tribal, and local gov-
21 ernment agencies or private individuals and entities
22 as the Secretary concerned consider to be necessary
23 to carry out this Act and the Settlements, subject to
24 such terms and conditions as the Secretary con-
25 cerned considers to be necessary.

1 (2) TRIBAL PROGRAMS.—Consistent with para-
2 graph (1) and section 32 of the Restoration Agree-
3 ment, the Secretaries shall give priority to qualified
4 Party tribes in awarding grants, contracts, or other
5 agreements for purposes of implementing the fish-
6 eries programs described in part III of the Restora-
7 tion Agreement.

8 (b) ESTABLISHMENT OF ACCOUNTS.—There are es-
9 tablished in the Treasury for the deposit of appropriations
10 and other funds (including non-Federal donated funds)
11 the following noninterest-bearing accounts:

12 (1) The On-Project Plan and Power for Water
13 Management Fund, to be administered by the Bu-
14 reau of Reclamation.

15 (2) The Water Use Retirement and Off-Project
16 Reliance Fund, to be administered by the United
17 States Fish and Wildlife Service.

18 (3) The Klamath Drought Fund, to be adminis-
19 tered by the National Fish and Wildlife Foundation.

20 (c) MANAGEMENT.—

21 (1) IN GENERAL.—The accounts established by
22 subsection (b) shall be managed in accordance with
23 this Act and section 14.3 of the Restoration Agree-
24 ment.

1 (2) TRANSFERS.—Notwithstanding section
2 1535 of title 31, United States Code, the Secretaries
3 are authorized to enter into interagency agreements
4 for the transfer of Federal funds between Federal
5 programs for the purpose of implementing this Act
6 and the Settlements.

7 (d) ACCEPTANCE AND EXPENDITURE OF NON-FED-
8 ERAL FUNDS.—

9 (1) IN GENERAL.—Notwithstanding title 31,
10 United States Code, the Secretaries may accept and
11 expend, without further appropriation, non-Federal
12 funds, in-kind services, or property for purposes of
13 implementing the Settlement.

14 (2) USE.—The funds and property described in
15 paragraph (1) may be expended or used, as applica-
16 ble, only for the purpose for which the funds or
17 property were provided.

18 (e) FUNDS AVAILABLE UNTIL EXPENDED.—All
19 funds made available for the implementation of the Settle-
20 ments shall remain available until expended.

21 (f) TERMINATION OF AGREEMENTS.—If any Agree-
22 ment terminates—

23 (1) any appropriated Federal funds provided to
24 a party that are unexpended at the time of the ter-

1 mination of the Agreement shall be returned to the
2 general fund of the Treasury; and

3 (2) any appropriated Federal funds provided to
4 a party shall be treated as an offset against any
5 claim for damages by the party arising under the
6 Agreement.

7 (g) BUDGET.—

8 (1) IN GENERAL.—The budget of the President
9 shall include such requests as the President con-
10 siders to be necessary for the level of funding for
11 each of the Federal agencies to carry out the respon-
12 sibilities of the agencies under the Settlements.

13 (2) CROSSCUT BUDGET.—Not later than the
14 date of submission of the budget of the President to
15 Congress for each fiscal year, the Director of the Of-
16 fice of Management and Budget shall submit to the
17 appropriate authorizing and appropriating commit-
18 tees of the Senate and the House of Representatives
19 a financial report containing—

20 (A) an interagency budget crosscut report
21 that displays the budget proposed for each of
22 the Federal agencies to carry out the Settle-
23 ments for the upcoming fiscal year, separately
24 showing funding requested under preexisting

1 authorities and new authorities provided by this
2 Act;

3 (B) a detailed accounting of all funds re-
4 ceived and obligated by all Federal agencies re-
5 sponsible for implementing the Settlements; and

6 (C) a budget for proposed actions to be
7 carried out in the upcoming fiscal year by the
8 applicable Federal agencies in the upcoming fis-
9 cal year.

10 (h) REPORT TO CONGRESS.—Not later than the date
11 of submission of the budget of the President to Congress
12 for each fiscal year, the Secretaries shall submit to the
13 appropriate authorizing committees of the Senate and the
14 House of Representatives a report that describes—

15 (1) the status of implementation of all of the
16 Settlements;

17 (2) expenditures during the preceding fiscal
18 year for implementation of all of the Settlements;

19 (3) the current schedule and funding levels that
20 are needed to complete implementation of each of
21 the Settlements;

22 (4) achievements in advancing the purposes of
23 complying with the Endangered Species Act of 1973
24 (16 U.S.C. 1531 et seq.) under the Settlements;

1 (5) additional achievements in restoring fish-
2 eries under the Settlements;

3 (6) the status of water deliveries for the pre-
4 ceding water year and projections for the upcoming
5 water year for—

6 (A) the Klamath Project and irrigators in
7 the Off-Project Area pursuant to the Agree-
8 ments; and

9 (B) the National Wildlife Refuges in areas
10 covered by the Agreements;

11 (7) the status of achieving the goals of sup-
12 porting sustainable agriculture production (including
13 the goal of limiting net power costs for water man-
14 agement) and general economic development in the
15 Klamath Basin;

16 (8) the status of achieving the goal of sup-
17 porting the economic development of the Party
18 tribes; and

19 (9) the assessment of the Secretaries of the
20 progress being made toward completing implementa-
21 tion of all of the Settlements.

1 **SEC. 10. MODIFICATION OF TAX EXEMPTION REQUIRE-**
2 **MENTS FOR MUTUAL DITCH OR IRRIGATION**
3 **COMPANIES.**

4 (a) IN GENERAL.—Paragraph (12) of section 501(c)
5 of the Internal Revenue Code of 1986 is amended by add-
6 ing at the end the following new subparagraph:

7 “(I) TREATMENT OF MUTUAL DITCH IRRI-
8 GATION COMPANIES.—

9 “(i) IN GENERAL.—In the case of a
10 mutual ditch or irrigation company or of a
11 like organization to a mutual ditch or irri-
12 gation company, subparagraph (A) shall be
13 applied without taking into account any in-
14 come received or accrued—

15 “(I) from the sale, lease, or ex-
16 change of fee or other interests in real
17 property, including interests in water,

18 “(II) from the sale or exchange
19 of stock in a mutual ditch or irriga-
20 tion company (or in a like organiza-
21 tion to a mutual ditch or irrigation
22 company) or contract rights for the
23 delivery or use of water, or

24 “(III) from the investment of
25 proceeds from sales, leases, or ex-
26 changes under subclauses (I) and (II),

1 except that any income received under sub-
2 clause (I), (II), or (III) which is distrib-
3 uted or expended for expenses (other than
4 for operations, maintenance, and capital
5 improvements) of the mutual ditch or irri-
6 gation company or of the like organization
7 to a mutual ditch or irrigation company
8 (as the case may be) shall be treated as
9 nonmember income in the year in which it
10 is distributed or expended. For purposes of
11 the preceding sentence, expenses (other
12 than for operations, maintenance, and cap-
13 ital improvements) include expenses for the
14 construction of conveyances designed to de-
15 liver water outside of the system of the
16 mutual ditch or irrigation company or of
17 the like organization.

18 “(ii) TREATMENT OF ORGANIZA-
19 TIONAL GOVERNANCE.—In the case of a
20 mutual ditch or irrigation company or of a
21 like organization to a mutual ditch or irri-
22 gation company, where State law provides
23 that such a company or organization may
24 be organized in a manner that permits vot-
25 ing on a basis which is pro rata to share

1 ownership on corporate governance mat-
2 ters, subparagraph (A) shall be applied
3 without taking into account whether its
4 member shareholders have one vote on cor-
5 porate governance matters per share held
6 in the corporation. Nothing in this clause
7 shall be construed to create any inference
8 about the requirements of this subsection
9 for companies or organizations not in-
10 cluded in this clause.”.

11 (b) EFFECTIVE DATE.—The amendment made by
12 subsection (a) shall apply to taxable years beginning after
13 the date of the enactment of this Act.

○