106TH CONGRESS 2D SESSION

H. R. 5529

To provide for adjustments to the Central Arizona Project in Arizona, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

OCTOBER 24, 2000

Mr. Hayworth (for himself, Mr. Stump, Mr. Kolbe, Mr. Pastor, Mr. Salmon, and Mr. Shadege) introduced the following bill; which was referred to the Committee on Resources

A BILL

To provide for adjustments to the Central Arizona Project in Arizona, 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; TABLE OF CONTENTS.
- 4 (a) SHORT TITLE.—This Act may be cited as the
- 5 "Arizona Water Settlements Act of 2000".
- 6 (b) Table of Contents of table of contents of
- 7 the Act is as follows:
 - Sec. 1. Short title; table of contents.

TITLE I—CENTRAL ARIZONA PROJECT ADJUSTMENT ACT OF 2000

Sec. 101. Short title.

Sec. 102. Findings.

- Sec. 103. Definitions.
- Sec. 104. General provisions.
- Sec. 105. Allocation of CAP water.
- Sec. 106. Firming of CAP indian water.
- Sec. 107. Acquisition of non-indian agricultural priority CAP water.
- Sec. 108. Lower colorado river basin development fund.

TITLE II—GILA RIVER INDIAN COMMUNITY WATER RIGHTS SETTLEMENT ACT OF 2000

- Sec. 201. Short title.
- Sec. 202. Findings and purposes.
- Sec. 203. Definitions.
- Sec. 204. Approval of the Gila River Indian Community Water Rights Settlement Agreement.
- Sec. 205. Rights to water.
- Sec. 206. Community water delivery contract amendments.
- Sec. 207. Claims extinguishment: waivers and releases.
- Sec. 208. Community trust funds.
- Sec. 209. Community subsidence recovery trust account.
- Sec. 210. Authorization of appropriations.
- Sec. 211. After acquired trust lands.
- Sec. 212. Miscellaneous provisions.
- Sec. 213. Additional Upper Gila Valley issues.

TITLE III—SOUTHERN ARIZONA WATER RIGHTS SETTLEMENT AMENDMENTS

Sec. 301. Amendment to Southern Arizona Water Rights Settlement Act of 1982

"TITLE III—SOUTHERN ARIZONA WATER RIGHTS SETTLEMENT AMENDMENTS

- "Sec. 301. Short title.
- "Sec. 302. Congressional findings.
- "Sec. 303. Definitions.
- "Sec. 304. Water delivery and construction obligations.
- "Sec. 305. Deliveries under existing contract; alternative water supplies.
- "Sec. 306. Additional water delivery.
- "Sec. 307. Conditions on construction, water delivery, revenue sharing.
- "Sec. 308. Water code; water management plan; storage projects; storage accounts; ground water.
- "Sec. 309. Status of lands acquired in exchange for lands within the Gila Bend Indian Reservation.
- "Sec. 310. Uses of water.
- "Sec. 311. Expenditures from the trust fund of the Nation.
- "Sec. 312. Cooperative fund; expenditures.
- "Sec. 313. Contracting authority; environmental compliance; water quality; studies; arid lands assistance.
- "Sec. 314. Authorization of appropriations.
- "Sec. 315. Settlement of claims.
- "Sec. 316. Nonreimbursable costs.
- "Sec. 317. Effective date."

TITLE IV—SAN CARLOS APACHE TRIBE WATER RIGHTS SETTLEMENT ACT OF 2000

TITLE V—ENFORCEMENT AND EFFECTIVE DATE

Sec. 5	01.	Effective	date	of	authorization	of	appropriations
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Sec. 502. Expiration of effective date.

1 TITLE I—CENTRAL ARIZONA

2 PROJECT ADJUSTMENT ACT

3 **OF 2000**

- 4 SEC. 101. SHORT TITLE.
- 5 This title may be cited as the "Central Arizona
- 6 Project Adjustment Act of 2000".
- 7 SEC. 102. FINDINGS.
- 8 The Congress finds the following:
- 9 (1) The Central Arizona Project, and the water
- that it brings to Maricopa, Pinal and Pima Counties
- in Arizona, are vital resources to Arizona's citizens.
- 12 (2) An agreement on final allocations of Central
- 13 Arizona Project water among all interested stake-
- 14 holders, including both Federal and State interests,
- will provide important benefits to the Federal Gov-
- ernment, the State of Arizona, and all of Arizona's
- 17 citizens.
- 18 SEC. 103. DEFINITIONS.
- 19 In this title:
- 20 (1) Acre-feet.—The term "acre-feet" means
- 21 acre-feet per year.
- 22 (2) ARIZONA INDIAN TRIBES.—The term "Ari-
- 23 zona Indian Tribes' means any Indian tribe, band,

- nation, or other organized group or community that
 is recognized as eligible for the special programs and
 services provided by the United States to Indians because of their status as Indians that is located in the
 State of Arizona.
 - (3) CENTRAL ARIZONA PROJECT.—The terms "Central Arizona Project" and "CAP" mean the reclamation project authorized and constructed by the United States pursuant to title III of the Colorado River Basin Project Act (43 U.S.C. 1501 et seq.).
 - (4) CAP MASTER REPAYMENT CONTRACT.—The term "CAP Master Repayment Contract" means the Contract between the United States and the Central Arizona Water Conservation District for Delivery of Water and Repayment of Costs of the Central Arizona Project, dated December 1, 1988 (Contract No. 14–06–W–245, Amendment No. 1), and any amendment or revision thereof.
 - (5) CAWCD.—The term "CAWCD" means the Central Arizona Water Conservation District (a political subdivision of the State of Arizona and a tax-levying public improvement district organized under the laws of the State of Arizona), or its successor, which is the contractor under a contract with the

- 1 United States, dated December 15, 1972, for the de-
- 2 livery of water and repayment of costs of the Central
- 3 Arizona Project.
- 4 (6) DIRECTOR.—The term "Director" means
- 5 the Director of the Arizona Department of Water
- 6 Resources.
- 7 (7) SECRETARY.—The term "Secretary" means
- 8 the Secretary of the Interior.
- 9 (8) STIPULATION.—The term "Stipulation"
- means the Stipulation Regarding A Stay of Litiga-
- tion, Resolution of Issues During the Stay and for
- 12 Ultimate Judgment Upon the Satisfaction of Condi-
- tions as filed with the United States District Court
- on May 3, 2000, in Central Arizona Water Con-
- servation District v. United States (No. CIV 95–
- 16 625-TUC-WDB (EHC), No. CIV 95-1720-PHX-
- 17 EHC) (Consolidated Action)).
- 18 SEC. 104. GENERAL PROVISIONS.
- 19 (a) General Rule of Construction.—Except
- 20 with respect to the allocation of CAP water made in this
- 21 title, nothing in this title shall be construed to supersede
- 22 or otherwise affect any treaty, law, or agreement gov-
- 23 erning the use of water from the Colorado River or exist-
- 24 ing rights to use Colorado River water.

- 1 (b) References.—Any references in this title to the
- 2 Arizona Department of Water Resources or the CAWCD
- 3 shall not be construed to limit the authority of the Gov-
- 4 ernor of Arizona or the Arizona State legislature to des-
- 5 ignate the appropriate State official or agency for actions
- 6 to be undertaken under this title.
- 7 (c) Repeal.—Effective upon the entry of a final
- 8 judgment in Central Arizona Water Conservation District
- 9 v. United States (No. CIV 95-625-TUC-WDB (EHC),
- 10 No. CIV 95–1720–09–PHX–EHC) (Consolidated Ac-
- 11 tion)), consistent with the Order entered in that action
- 12 on May 9, 2000, section 11(h) of the Salt River Pima-
- 13 Maricopa Indian Community Water Rights Settlement Act
- 14 of 1988 (Public Law 100–512) is repealed.
- 15 (d) GENERAL PERMISSIBLE USES.—The Central Ari-
- 16 zona Project may be used for the transport of non-project
- 17 water for domestic, municipal, fish and wildlife, industrial,
- 18 and other beneficial purposes, including any purpose au-
- 19 thorized under the Central Arizona Project in accordance
- 20 with the CAP Master Repayment Contract.
- 21 (e) Repayment Obligation.—The Secretary is au-
- 22 thorized to establish the repayment obligation for CAWCD
- 23 as set forth in the Stipulation.

1 SEC. 105. ALLOCATION OF CAP WATER.

2	(a) Non-Indian Agricultural Priority
3	WATER.—The Secretary shall reallocate and contract the
4	293,795 acre-feet of CAP non-Indian agricultural priority
5	water acquired pursuant to section 107 in the following
6	manner:
7	(1) 197,500 acre-feet of such water shall, while
8	retaining its non-Indian agricultural priority, be allo-
9	cated for use by Arizona Indian Tribes, and with re-
10	spect to such water the Secretary shall allocate and
11	contract—
12	(A) 102,000 acre-feet of such water to the
13	Gila River Indian Community;
14	(B) 28,200 acre-feet of such water to the
15	Tohono O'odham Nation; and
16	(C) the residual amount of 67,300 acre-
17	feet of such water to Arizona Indian Tribes
18	subject to the following:
19	(i) Such water shall be used to resolve
20	Indian water claims, and may be allocated
21	by the Secretary to Arizona Indian Tribes
22	in fulfillment of future Indian water rights
23	settlement agreements approved by an Act
24	of Congress. In the absence of an Indian
25	water rights settlement that is approved by
26	an Act of Congress after the date of enact-

ment of this Act, the Secretary shall not allocate any such water during the 15-year period beginning on the date of enactment of this Act. Any allocations made by the Secretary after such 15-year period shall be accompanied by a certification that the Secretary is making the allocation in order to assist in the resolution of an Indian water right claim. Any such water allocated to an Arizona Indian Tribe pursuant to a water delivery contract with the Secretary under this clause shall be counted on an acre-foot per acre-foot basis against any claim to water for that Tribe's reservation.

- (ii) Any water allocated to any Arizona Indian Tribe pursuant to this subparagraph shall not, in the absence of Congressional authorization, be leased, exchanged, forborne, or otherwise transferred in any way by the Tribe for use directly or indirectly off the Tribe's reservation or outside of the State of Arizona.
- (iii) None of the water allocated to any Arizona Indian Tribe pursuant to this

section shall be leased, exchanged, or otherwise transferred in any way for use directly or indirectly outside of the State of Arizona.

> (2) 96,295 acre-feet of such water shall be allocated to the Arizona Department of Water Resources to be held under contract in trust for future allocation. Such water shall retain its non-Indian agricultural priority and shall be subject to the provisions of the escrow agreement ratified and confirmed under section 407(a), including certain rights provided to Pinal County water users under such agreement. The Secretary shall execute appropriate documentation, including allocation decisions and a trust contract, to memorialize the allocation of such water under this paragraph. Such contract shall not authorize the direct use of water by the Arizona Department of Water Resources. With respect to the water allocated under this paragraph, the following shall apply:

(A) The Secretary shall not re-allocate any water allocated under this paragraph unless the Director of the Arizona Department of Water Resources first makes a recommendation for such an allocation. Upon such recommendation,

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1	the Secretary shall implement such rec-
2	ommendation, pursuant to applicable Federal
3	law. The Secretary shall commence all nec-
4	essary reviews of the proposed allocation under
5	applicable Federal law, and pursue that review
5	until completion.
7	(B) In the event that any recommendation

- made pursuant to subparagraph (A) is rejected, the Secretary shall immediately upon such rejection request a revised recommendation from the Director of the Arizona Department of Water Resources and shall re-commence all necessary reviews of the proposed allocation under applicable Federal law.
- (b) Uncontracted CAP Municipal and Indus-16 Trial Priority Water.—
- 17 (1) IN GENERAL.—The Secretary shall reallo-18 cate and contract 65,647 acre-feet of, as of the date 19 of enactment of this Act, uncontracted CAP munic-20 ipal and industrial priority water in the following 21 manner:
- 22 (A) 285 acre-feet of such water shall be allocated to the Town of Superior, Arizona.
- (B) 806 acre-feet of such water shall be allocated to the Cave Creek Water Company.

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1	(C) 1,931 acre-feet of such water shall be
2	allocated to the Chaparral Water Company.
3	(D) 508 acre-feet of such water shall be al-
4	located to the Town of El Mirage, Arizona.
5	(E) 7,211 acre-feet of such water shall be
6	allocated to the City of Goodyear, Arizona.
7	(F) 147 acre-feet of such water shall be al-
8	located to the H2O Water Company.
9	(G) 7,115 acre-feet of such water shall be
10	allocated to the City of Mesa, Arizona.
11	(H) 5,527 acre-feet of such water shall be
12	allocated to the City of Peoria, Arizona.
13	(I) 2,981 acre-feet of such water shall be
14	allocated to the City of Scottsdale, Arizona.
15	(J) 808 acre-feet of such water shall be al-
16	located to the AVRA Cooperative.
17	(K) 4,986 acre-feet of such water shall be
18	allocated to the City of Chandler, Arizona.
19	(L) 1,071 acre-feet of such water shall be
20	allocated to the Del Lago (Vail) Water Com-
21	pany.
22	(M) 3,053 acre-feet of such water shall be
23	allocated to the City of Glendale, Arizona.

1	(N) 1,521 acre-feet of such water shall be
2	allocated to the Community Water Company of
3	Green Valley, Arizona.
4	(O) 4,602 acre-feet of such water shall be
5	allocated to the Metropolitan Domestic Water
6	Improvement District.
7	(P) 3,557 acre-feet of such water shall be
8	allocated to the Town of Oro Valley, Arizona.
9	(Q) 8,206 acre-feet of such water shall be
10	allocated to the City of Phoenix, Arizona.
11	(R) 2,876 acre-feet of such water shall be
12	allocated to the City of Surprise, Arizona.
13	(S) 8,206 acre-feet of such water shall be
14	allocated to the City of Tucson, Arizona.
15	(T) 250 acre-feet of such water shall be al-
16	located to the Valley Utilities Water Company.
17	(2) Documentation.—The Secretary shall
18	execute appropriate documentation, including alloca-
19	tion decisions and water delivery contracts, to me-
20	morialize the allocation of water under paragraph
21	(1) to the individual municipal and industrial users
22	immediately following the date of enactment of this
23	title and upon the satisfaction of all applicable provi-
24	sions of Federal law, including environmental re-

views required under applicable Federal law.

- 1 (3) RECOMMENDATIONS.—In the event that 2 any of the recommendations of the Director of the 3 Arizona Department of Water Resources for specific allocations set forth in paragraph is rejected by the 5 Secretary, the Secretary shall proceed with all other 6 allocations and contracts, and immediately request a 7 revised recommendation from the Director for the 8 specific allocation rejected. Upon receipt of such a 9 request, the Secretary shall re-commence all nec-10 essary reviews of the proposed allocation under applicable Federal law.
 - (4) SHORTAGE SHARING PRIORITY.—Shortage sharing priority of CAP municipal and industrial priority water allocations under this subsection shall be as established in paragraph 8.5 of the Agreement referred to in title II.

(c) Total Amounts Allocated.—

(1) Federal Use.—After the allocations have been made under subsections (a) and (b), the remaining amount of CAP water shall be available to be allocated to Arizona Indian Tribes, or to the Secretary for use in future Indian water rights settlements. Such amount shall, for purposes of paragraph (2) by designated as "[x]" acre feet.

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- 1 (2) Non-federal use.—The amount of CAP
 2 water available for long-term contracts to municipal
 3 and industrial entities, the Arizona Department of
 4 Water Resources, and non-Indian agricultural users
 5 under subsections (a) and (b) shall be equal to 1.415
 6 less [x] acre-feet, which shall be the total amount
 7 available for non-Federal use.
 - (3) LIMITATION.—The allocations under this section shall preclude the transfer of CAP water from a non-Federal use to a Federal use, but shall not prohibit the transfer of CAP water from one non-Federal user to another non-Federal user.
 - (4) RULE OF CONSTRUCTION.—Nothing in this subsection shall be construed to prohibit the leasing of CAP water pursuant to an Indian water rights settlement from an Arizona Indian Tribe to a non-Federal user. Any such transfer shall be subject to the approval of the Secretary who shall consult with the Director of the Arizona Department of Water Resources.
 - (5) Consultation.—The requirement for consultation with the Director under paragraph (4) shall not apply to any transfer by Arizona Indian Tribes. An exchange of CAP water is not a transfer within the meaning of this subsection.

- 1 (d) Long-Term Contracts.—The total amount of
- 2 water from the CAP that shall be available for long-term
- 3 contracts with the Secretary shall not exceed 1,415,000
- 4 acre-feet in the State of Arizona.
- 5 (e) AMENDMENTS BY SECRETARY.—Notwithstanding
- 6 the limitations of section 6 of the Act of August 4, 1939
- 7 (commonly known as the Reclamation Project Act of 1939
- 8 (43 U.S.C. 485e)) and subsections (b)(2) and (b)(3) of
- 9 section 304 of the Colorado River Basin Project Act (43
- 10 U.S.C. 1524(b)(2) and (3), the Secretary shall offer
- 11 amendments to all CAP municipal and industrial
- 12 subcontracts—
- 13 (1) to provide that such subcontract be for per-
- manent service (as such term is used in section 5 of
- the Boulder Canyon Project Act of 1928 (43 U.S.C.
- 16 617d)), with a delivery term of 100 years;
- 17 (2) to conform to the shortage sharing criteria
- set forth in paragraph 8.5 of the Agreement referred
- to in title II; and
- 20 (3) to delete the provisions of such subcontracts
- 21 that require that any CAP water received by a city
- in exchange for effluent shall be deducted from that
- 23 city's CAP contractual entitlement.
- 24 All remaining terms of such municipal and industrial sub-
- 25 contracts shall remain unchanged.

1 SEC. 106. FIRMING OF CAP INDIAN WATER.

2	(a) Firming Program.—The Secretary and the
3	State of Arizona shall develop a firming program to ensure
4	that 60,648 acre-feet of the 197,500 acre-feet of non-In-
5	dian agricultural priority water to be allocated by the Sec-
6	retary to Arizona Indian Tribes under section 105(a)(1),
7	will be delivered in times of shortage as if such water were
8	municipal and industrial priority water within the CAP
9	system. Such firming program shall remain in effect for
10	the 100-year period beginning on the date of enactment
11	of this Act.
12	(b) Levels of Cooperation.—
13	(1) IN GENERAL.—The Secretary and the State
14	of Arizona may enter into an agreement to—
15	(A) cooperate in implementing the firming
16	program under subsection (a); or
17	(B) separately fulfill the obligations of
18	each respective official under the such program.
19	(2) Assigned responsibilities.—Notwith-
20	standing an agreement under paragraph (1), the fol-
21	lowing shall apply with respect to the responsibility
22	of the Secretary and the State of Arizona certain
23	costs and firming burdens:
24	(A) The Secretary shall be responsible for
25	firming the 28,200 acre-feet of non-Indian agri-

1 cultural priority water allocated to the Tohono 2 O'odham Nation under section 105. 3 (B) The State of Arizona shall be respon-4 sible for firming 15,000 acre-feet of the 102,000 acre-feet of non-Indian agricultural 5 6 priority water allocated to the Gila River Indian 7 Community under section 105. 8 (C) The Secretary shall be responsible for 9 firming 8,724 acre-feet of the 67,300 acre-feet 10 of non-Indian agricultural priority water re-11 tained by the Secretary under section 105 for 12 allocation to Arizona Indian Tribes. 13 (D) The State of Arizona shall be respon-14 sible for firming 8,724 acre-feet of the 67,300 15 acre-feet of non-Indian agricultural priority 16 water retained by the Secretary under section 17 105 for allocation to Arizona Indian Tribes. 18 (c) AUTHORIZATION OF APPROPRIATIONS.—There is 19 authorized to be appropriated, such sums as may be necessary to enable the Secretary to comply with the obliga-20 21 tions imposed under this section. SEC. 107. ACQUISITION OF NON-INDIAN AGRICULTURAL 23 PRIORITY CAP WATER. 24 (a) Ratification of Agreement.—The agreement entitled "Escrow Agreement for the Acquisition and Allo-

- 1 cation of Central Arizona Water" and executed by the Sec-
- 2 retary on is hereby ratified and con-
- 3 firmed.
- 4 (b) Debt.—In accordance with the terms of the
- 5 agreement described in subsection (a), the portion of the
- 6 debt incurred under section 9(d) of the Act of August 4,
- 7 1939 (commonly known as the Reclamation Project Act
- 8 of 1939 (43 U.S.C. 485h)), and identified in that Agree-
- 9 ment to be declared non-repayable to the United States,
- 10 is hereby declared to be non-repayable to the United
- 11 States in an amount not to exceed \$73,561,337.
- 12 (c) Nonapplication of Provisions.—All lands
- 13 within the Gila River Indian Reservation, Salt River
- 14 Project Agricultural Improvement and Power District,
- 15 Roosevelt Water Conservation District, San Carlos Irriga-
- 16 tion and Drainage District, Maricopa Stanfield Irrigation
- 17 & Drainage District, Roosevelt Irrigation District, Central
- 18 Arizona Irrigation and Drainage District, Maricopa Water
- 19 District, Hohokam Irrigation and Drainage District, New
- 20 Magma Irrigation and Drainage District, Queen Creek Ir-
- 21 rigation District, San Tan Irrigation District and Chan-
- 22 dler Heights Citrus Irrigation District, and any other such
- 23 lands as may become part of such districts or Reservation
- 24 after the date of enactment of this Act, shall be free from
- 25 the ownership and full cost pricing limitations of Federal

- 1 reclamation law and from all full cost pricing provisions
- 2 of Federal law.
- 3 (d) Disclaimer.—No person, entity, or land shall
- 4 become subject to the provisions of the Reclamation Re-
- 5 form Act of 1982 (43 U.S.C. 390aa et seq.), or any full
- 6 cost pricing provision of Federal law, by virtue of the par-
- 7 ticipation of such person, entity, or land in the settlement,
- 8 or the execution and performance of the Agreement or the
- 9 use, storage, or delivery of CAP water pursuant to a lease,
- 10 sublease, or exchange of water to which Arizona Indian
- 11 Tribes are entitled under this Act.
- 12 SEC. 108. LOWER COLORADO RIVER BASIN DEVELOPMENT
- FUND.
- 14 (a) IN GENERAL.—Section 403(f) of the Colorado
- 15 River Basin Project Act (43 U.S.C. 1543(f)) is amended
- 16 to read as follows:
- " (f)(1) Moneys credited to the development fund pur-
- 18 suant to subsection (b) and clauses (1) and (3) of sub-
- 19 section (c), and the portion of revenues derived from the
- 20 sale of power and energy for use in Arizona pursuant to
- 21 clause (2) of subsection (c) in excess of the amount nec-
- 22 essary to meet the requirements of clauses (1) and (2)
- 23 of subsection (d), shall be credited annually against the
- 24 annual payment owed by the Central Arizona Water Con-

- 1 servation District to the United States for the Central Ari-
- 2 zona Project.
- 3 "(2) After being credited in accordance with clause
- 4 (1), moneys credited to the development fund pursuant to
- 5 subsection (b) and clauses (1) and (3) of subsection (c),
- 6 and the portion of revenues derived from the sale of power
- 7 and energy for use in Arizona pursuant to clause (2) of
- 8 subsection (c) in excess of the amount necessary to meet
- 9 the requirements of clauses (1) and (2) of subsection (d),
- 10 shall be available without further appropriation for, in
- 11 order of priority—
- 12 "(A) fixed operation, maintenance and replace-
- ment charges associated with the delivery of Central
- 14 Arizona Project water under long-term contracts
- 15 held by Arizona Indian Tribes (as defined in section
- 16 103(2) of the Central Arizona Project Adjustment
- 17 Act of 2000);
- "(B) payment to the Gila River Indian Commu-
- 19 nity Settlement Development Trust Fund, estab-
- lished pursuant to section 208 of the Gila River In-
- 21 dian Community Water Rights Settlement Act of
- 22 2000, which payments shall, in the aggregate, total
- 23 \$200,000,000;

1	"(C) in addition to funds made available
2	through annual appropriations, and without regard
3	to any particular priority—
4	"(i) costs associated with the construction
5	of Gila River Indian Community Central Ari-
6	zona Project distribution systems under Con-
7	tract No. 6-07-03-W0345 between the United
8	States and the Community dated May 4, 1998;
9	"(ii) costs associated with the construction
10	of distribution systems required to implement
11	the provisions of section 3707(a)(1) of the San
12	Carlos Apache Tribe Water Rights Settlement
13	Act of 1992 (106 Stat. 4740);
14	"(iii) costs associated with the construction
15	of distribution systems required to implement
16	the provisions of $303(a)(1)$ and (2) of the
17	Southern Arizona Water Rights Settlement Act
18	of 1982 (96 Stat. 1279);
19	"(iv) costs authorized by Congress (includ-
20	ing any costs to construct distribution systems,
21	but not including costs otherwise payable by
22	non-Federal, non-Indian parties) pursuant to
23	future Arizona Indian water rights settlement
24	Acts; and

1 "(v) other costs authorized pursuant to
2 Gila River Indian Community Water Rights
3 Settlement Act of 2000 or the Southern Ari4 zona Water Rights Settlement Amendments Act
5 of 2000;

"(D) in addition to funds made available through annual appropriations Acts, costs associated with the construction of on-reservation Central Arizona Project distribution systems for the Yavapai Apache (Camp Verde), Tohono O'odham Nation (Sif Oidak District), Pascua Yaqui, and Tonto Apache tribes or for cash payments to such tribes as provided for in paragraph 8(d)(i)(1)(iv) of the Stipulation (as defined in section 103(8) of the Central Arizona Project Adjustment Act of 2000), except that in the event of a water rights settlement Act authorizing such construction in the case of any of the tribes described in this subparagraph, the provisions of subparagraph (C) of this clause shall apply to such tribe or tribes; and

21 "(E) payment to the general fund of the Treas-22 ury.

"(3) Any moneys credited to the development fund pursuant to subsection (b) and clauses (1) and (3) of subsection (c), and the portion of revenues derived from the

- sale of power and energy for use in Arizona pursuant to 2 clause (2) of subsection (c) that are in excess of the 3 amount necessary to meet the requirements of clauses (1) 4 and (2) of subsection (d) and that are in excess of the 5 amount credited annually under clause (1), shall be avail-6 able without further appropriation for, in order of priority: 7 "(A) fixed operation, maintenance and replace-8 ment charges associated with the delivery of Central 9 Arizona Project water under long-term contracts 10 held by Arizona Indian Tribes (as defined for pur-11 poses of paragraph (2)); "(B) the final remaining year's annual payment 12 13 for the costs of each unit of the projects or separable 14 feature thereof authorized pursuant to title III that 15 are repayable by the Central Arizona Water Con-16 servation District;
 - "(C) repayment to the Treasury of fixed operation, maintenance and replacement costs previously paid pursuant to clause (2)(A);
 - "(D) repayment to the Treasury of costs associated with any Indian water rights settlement previously paid pursuant to clause (2)(B), 2(C) or (2)(D);
- "(E) payment to the Treasury of any annual
 installment on any Central Arizona Project-related

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1	debt under section 9(d) of the Act of August 4,
2	1939 (referred to as the Reclamation Project Act of
3	1939 (43 U.S.C. 485h(d))) assumed by the United
4	States pursuant to section 107(b) of the Central Ar-
5	izona Project Adjustment Act of 2000;
6	"(F) payment to the Treasury of the difference
7	between the costs of each unit of the projects or sep-
8	arable features thereof authorized pursuant to title
9	III that are repayable by the Central Arizona Water
10	Conservation District and the result of any Central
11	Arizona Project cost allocation undertaken by the
12	United States; and
13	"(G) payment to the general fund of the Treas-
14	ury.''
15	(b) Compliance With Biological Orders.—
16	There is authorized to be appropriated—
17	(1) funds necessary to comply with Biological
18	Opinion Number 2–21–90–F–119 relating to the
19	Transportation and Delivery of Central Arizona
20	Project Water to the Gila River Basin dated April
21	15, 1994, including any funding transfers required
22	by such opinion, and all such funds shall be treated
23	as construction costs; and
24	(2) funds necessary to comply with any final
25	Biological Opinion resulting from the draft Biologi-

- 1 cal Opinion Number 2–21–91–F–706 dated May
- 2 1999 dealing with the Impacts of the Central Ari-
- 3 zona Project to Gila Topminnow in the Santa Cruz
- 4 River Basin through introduction and Spread of
- 5 Nonnative Aquatic Species including any funding
- 6 transfers required by such opinion, and all such ex-
- 7 pended funds shall be treated as construction costs.
- 8 (c) Navajo Power Marketing Plan.—The Sec-
- 9 retary shall amend the Navajo Power Marketing Plan con-
- 10 sistent with the provisions of paragraph 8(c) of the Stipu-
- 11 lation.
- 12 (d) TERMINATION.—If a final judgment is not en-
- 13 tered in Central Arizona Water Conservation District v.
- 14 United States (No. CIV-95-625-TUC-WDB (EHC), No.
- 15 CIV 95–1720–PHX–EHC (Consolidated)), in accordance
- 16 with the Stipulation, the authority granted under section
- 17 403(f)(2) and 403(f)(3) of the Colorado River Basin
- 18 Project Act (as amended by subsection (a)) shall be termi-
- 19 nated and have no force or effect.

20 TITLE II—GILA RIVER INDIAN

21 **COMMUNITY WATER RIGHTS**

22 SETTLEMENT ACT OF 2000

- 23 SEC. 201. SHORT TITLE.
- This title may be cited as the "Gila River Indian
- 25 Community Water Rights Settlement Act of 2000".

1 SEC. 202. FINDINGS AND PURPOSES.

litigation;

(a) FINDINGS.—Congress finds and declares that—	(a)	Findings.—	-Congress	finds	and	declares	that—
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- 3 (1) it is the policy of the United States, in 4 keeping its trust responsibility to Indian tribes, to 5 promote Indian self-determination and economic 6 self-sufficiency, and to settle, wherever possible, In-7 dian water rights claims without lengthy and costly
 - (2) meaningful Indian self-determination and economic self-sufficiency largely depend on the development of a viable Indian reservation economy;
 - (3) the quantification of rights to water and development of facilities needed to utilize tribal water supplies in an effective manner is essential to the development of viable reservation economies, particularly in arid western States;
 - (4) the United States obtained certain water entitlements pursuant to the Globe Equity Decree of 1935 for use on the reservation, however, continued uncertainty as to the full extent of the Community's entitlement to water has severely limited its access to water and financial resources necessary to develop its valuable agricultural lands and frustrated its effort to achieve meaningful self-determination and self-sufficiency;

- 1 (5) proceedings to determine and enforce the
 2 full extent and nature of the Community's water
 3 rights and damages thereto are currently pending
 4 before the United States District Court in Arizona,
 5 and water rights claims are pending in the Superior
 6 Court of the State of Arizona in and for Maricopa
 7 County as part of the General Stream Adjudication
 8 of the Gila River System and Source;
 - (6) since final resolution of pending litigation will take many years and entail great expense, continue economically and socially damaging limits to the access to water for the Community, prolong uncertainty as to the availability of water supplies, and seriously impair long-term economic planning and development, the Community and its neighbors have therefore sought to settle their disputes concerning water and reduce the burdens of litigation;
 - (7) after many years of negotiations, the United States, the Community, and its neighbors, many of whom are parties to the General Stream Adjudication of the Gila River and its Source, have entered into the Agreement to permanently resolve all water rights and damage claims between and among themselves, and to quantify the Community's and allottees' entitlement to water; and

1	(8) to advance the goals of Federal Indian pol-
2	icy and to act consistently with the trust responsi-
3	bility of the United States to the Community and to
4	allottees, it is appropriate that the United States
5	participate in the implementation of the Agreement
6	and contribute funds so as to enable the Community
7	and allottees to utilize their water entitlements rec-
8	ognized or provided for in the Agreement or this
9	title in developing a diverse and efficient economy.
10	(b) Purposes.—It is the purpose of this Act—
11	(1) to approve, ratify, and confirm the Agree-
12	ment;
13	(2) to authorize and direct the Secretary of the
14	Interior to execute and perform all obligations of the
15	Secretary under the Agreement; and
16	(3) to authorize the actions and appropriations
17	of amounts necessary for the United States to meet
18	its obligations as provided for in the Agreement and
19	this title.
20	SEC. 203. DEFINITIONS.
21	In this title:
22	(1) AFTER ACQUIRED TRUST LANDS.—The
23	term "after acquired trust lands" means lands with-
24	in the State of Arizona and outside the exterior

boundaries of the Gila River Indian Reservation that

- 1 are taken into trust by the United States for the 2 benefit of the Community after the effective date de-3 scribed in title V. After acquired trust lands shall not be considered lands within an Indian reservation 5 or lands owned or held by any Indian for the pur-6 poses of article 20, paragraph 5 of the Arizona Con-7 stitution, for the purpose of paying in lieu taxes pur-8 suant to section 211(d) and the Intergovernmental 9 Agreement between the Gila River Indian Commu-10 nity and the State of Arizona, Intergovernmental Trust Consultation as of the effective date of the 12 Settlement Agreement.
 - AGREEMENT.—The term "Agreement" means the Gila River Indian Community Water Rights Settlement Agreement, including all exhibits, dated , and executed by the parties.
 - (3) Allottees.—The term "allottees" means individuals who have an ownership interest in an Indian allotment located within the Gila River Indian Reservation, which interest is held in trust by the United States.
- 22 (4) ASARCO.—The term "Asarco" shall mean 23 Asarco Incorporated, a New Jersey corporation oper-24 ating mining operations in Arizona.

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- 1 (5) CENTRAL ARIZONA PROJECT.—The terms
 2 "Central Arizona Project" and "CAP" mean the
 3 reclamation project authorized and constructed by
 4 the United States pursuant to title III of the Colo5 rado River Basin Project Act (43 U.S.C. 1501 et
 6 seq.).
 - (6) CAP MASTER REPAYMENT CONTRACT.—The term "CAP Master Repayment Contract" means the Contract between the United States and the Central Arizona Water Conservation District for Delivery of Water and Repayment of Costs of the Central Arizona Project, dated December 1, 1988 (Contract No. 14–06–W–245, Amendment No. 1), and any amendment or revision thereof.
 - (7) CAP SYSTEM.—The term "CAP system" means the Mark Wilmer Pumping Plant, the Hayden-Rhodes Aqueduct, the Fannin-McFarland Aqueduct, the Tucson Aqueduct, the associated pumping plants and appurtenant works of the Central Arizona Project aqueduct system and any extensions, additions thereto, or replacement features thereof.
 - (8) COMMUNITY CAP WATER.—The term "Community CAP water" means water to which the Community is entitled pursuant to the Community's CAP Water Delivery Contract.

- 1 (9) COMMUNITY'S CAP WATER DELIVERY CON2 TRACT.—The term "Community's CAP water deliv3 ery contract" means Contract No. 3–07–30–W0284
 4 between the Community and the United States
 5 dated October 22, 1992, as amended.
 - (10) Community's master repayment contract.—The term "Community's master repayment contract" means Contract No. 6–07–03–W0345 between the United States and the Community dated May 4, 1998, providing for the construction of the water delivery facilities on the reservation.
 - (11) GENERAL STREAM ADJUDICATION OF THE GILA RIVER SYSTEM AND SOURCE.—The term "general stream adjudication of the Gila River system and source" means the action pending in the Superior Court of the State of Arizona in and for the County of Maricopa styled as "In Re the General Adjudication of All Rights To Use Water In The Gila River System and Source" (W-1 (Salt), W-2 (Verde), W-3 (Upper Gila), W-4 (San Pedro)).
 - (l2) GILA RIVER INDIAN COMMUNITY; COMMUNITY.—The terms "Gila River Indian Community" or "Community" mean the government, composed of members of the Pima Tribe and the Maricopa Tribe, which is organized under section 16 of the Act of

originally recognized by the Secretary as the Gila River Pima-Maricopa Indian Community of the Gila River Indian Reservation and has subsequently been

June 18, 1934 (25 U.S.C. 476), and which was

- 5 recognized by the Secretary as the Gila River Indian
- 6 Community of the Gila River Indian Reservation,
- 7 and its members.

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- 8 (13) GILA RIVER INDIAN RESERVATION; RES-9 ERVATION.—The terms "Gila River Indian reservation" or "reservation" mean those lands held in 10 11 trust by the United States for the benefit of the Gila 12 River Indian Community and its members located 13 within the exterior borders of the reservation, as cre-14 ated pursuant to the Act of February 28, 1859, and 15 modified by the Executive Orders of August 31, 16 1876, June 14, 1879, May 5, 1882, November 15, 17 1883, July 31, 1911, June 2, 1913, August 27, 18 1914, and July 19, 1915.
 - (14) GLOBE EQUITY DECREE.—The term "Globe equity decree" means the decree dated June 29, 1935, and entered in The United States of America v. Gila Valley Irrigation District, et al., Globe Equity No. 59, in the United States District Court in and for the District of Arizona, and all court orders and decisions supplemental thereto.

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- 1 (15) Injuries to water rights" means any interference
 2 "injuries to water rights" means any interference
 3 with, diminution of, or deprivation of water rights or
 4 water quality, under Federal, State or other law, in5 cluding changes in the underground water table and
 6 the effects of such changes. Such term does not in7 clude claims related to subsidence damage.
 - (16) IGA WITH RESPECT TO WATER RIGHTS.—
 The term "IGA with respect to water rights" means the Intergovernmental Agreement between the Gila River Indian Community and the State of Arizona for Water Rights and Management on After Acquired Trust Lands attached as exhibit to the Agreement.
 - (17) Intergovernmental trust consultation agreement.—The term "Intergovernmental Trust Consultation Agreement" means the Intergovernmental Agreement between the Gila River Indian Community and the State of Arizona for Intergovernmental Trust Consultation attached as Exhibit to the Agreement.
 - (18) ROOSEVELT WATER CONSERVATION DISTRICT.—The terms "Roosevelt Water Conservation District" and "RWCD" mean the entity of that name which is a political subdivision of the State of

- 1 Arizona and an irrigation district organized under 2 the laws of the State of Arizona.
- 19) SAN CARLOS IRRIGATION AND DRAINAGE
 DISTRICT.—The terms "San Carlos Irrigation and
 Drainage District" and "SCIDD" mean the non-Indian component of the entity of that name which is
 a political subdivision of the State of Arizona and an
 irrigation and drainage district organized under the
 laws of the State of Arizona.
 - (20) SCIP.—The term "SCIP" means the San Carlos Irrigation Project authorized pursuant to the Act of June 7, 1924 (43 Stat. 475) and expanded pursuant to the Act of March 7, 1928 (45 Stat. 200).
 - (21) Secretary.—The term "Secretary" means the Secretary of the Interior.
 - (22) Subsidence damage" means injury to land, water, or other property from the settling of geologic strata or from cracking in the earth's surface of any length or depth, which is caused by the withdrawal of ground water.
 - (23) TRUST LANDS.—The term "trust lands" means any lands outside the reservation that are held in trust by the United States for the benefit of

- 1 the Community and its members as of the effective
- 2 date of this title.
- 3 (24) Water rights.—The term "water rights"
- 4 means any and all rights in or to ground water, sur-
- 5 face water, or effluent under Federal, State or other
- 6 law.
- 7 SEC. 204. APPROVAL OF THE GILA RIVER INDIAN COMMU-
- 8 NITY WATER RIGHTS SETTLEMENT AGREE-
- 9 MENT.
- 10 (a) In General.—Except to the extent that the
- 11 Agreement conflicts with a provision of this title, such
- 12 Agreement is hereby approved, ratified and confirmed.
- 13 (b) Execution of Agreement.—The Secretary
- 14 shall execute the Agreement, including any amendments
- 15 necessary to make the Agreement consistent with this
- 16 title, after the Community has executed the Agreement
- 17 and such amendments.
- 18 (c) National Environmental Policy Act.—Exe-
- 19 cution of the Agreement by the Secretary under this sec-
- 20 tion shall not constitute a major Federal action under the
- 21 National Environmental Policy Act (42 U.S.C. 4321 et.
- 22 seq.). The Secretary shall carry out all necessary environ-
- 23 mental compliance activities during the implementation of
- 24 the Agreement, including activities under the National En-
- 25 vironmental Policy Act and the Endangered Species Act

- 1 (16 U.S.C. 1531 et. seq.). With respect to the Agreement,
- 2 the Bureau of Reclamation shall be designated as the lead
- 3 agency in regard to environmental compliance.
- 4 (d) Rehabilitation of Certain Water Works.—
- 5 (1) IN GENERAL.—The Secretary shall rehabili-
- 6 tate the SCIP water diversion and delivery works.
- 7 (2) Existing contracts.—The Pima Lateral
- 8 and those distribution canals receiving water there-
- 9 from shall be rehabilitated under paragraph (1)
- through contracts with the Community that are in
- effect on the date of enactment of this Act.
- 12 (3) Remainder.—The Secretary shall accom-
- plish the remainder of the rehabilitation required
- under paragraph (1) through the execution of a sup-
- plemental repayment contract with SCIDD in the
- form provided for in Exhibit 21 of the Agree-
- ment.
- 18 SEC. 205. RIGHTS TO WATER.
- 19 (a) RIGHTS HELD IN TRUST.—The Community's and
- 20 allottees' rights to water as described in the Agreement
- 21 shall be held in trust by the United States on their behalf.
- 22 (b) Reallocation.—In accordance with this title
- 23 and the Agreement the Secretary shall reallocate to the
- 24 Community—

(1) an annual entitlement to 18,600 acre-feet of CAP non-Indian agricultural priority water, held by the Secretary on the date of enactment of this Act for the benefit of the Community pursuant to an agreement among the Secretary, the Community, and the RWCD pursuant to which RWCD relinquished its entitlement to CAP non-Indian agricultural priority water under that agreement among the United States, CAWCD, and RWCD dated November 18, 1991 (No. 2–07–30–W0268), together with any entitlement to agricultural priority water reallocated to the RWCD under the Final Reallocation Decision published in the Federal Register (Volume 47, No. 24, on February 25, 1992, at page 4470 et seq.);

(2) an annual entitlement to 17,800 acre-feet of CAP Indian priority water which was previously allocated with a non-Indian agricultural priority to the Harquahala Valley Irrigation District (referred to in this title as "HVID"), and thereafter, permanently relinquished by HVID in accordance with Contract No. 3–07–W0290 among the Central Arizona Water Conservation District, HVID, and the United States, and converted to CAP Indian priority water pursuant to Public Law 101–468;

- 1 (3) an annual entitlement to 17,000 acre-feet of
- 2 CAP municipal and industrial priority water which
- 3 the Secretary previously allocated to Asarco in the
- 4 Notice of Final Allocation to Indian and Non-Indian
- 5 Water Users and Related Decisions, dated March
- 6 24, 1983 (48 Fed Reg 12466, et seq.) as provided
- 7 for in and subject to the terms of Exhibit 12.1 to
- 8 the Agreement; and
- 9 (4) an annual entitlement to 102,000 acre-feet
- of CAP non-Indian agricultural priority water made
- available pursuant to the agreement ratified in sec-
- 12 tion 107(a).
- 13 (c) Water Service Capital Charges.—The Com-
- 14 munity shall not be responsible for water service capital
- 15 charges, or any other charges or payments, for CAP
- 16 water, except for operation, maintenance and replacement
- 17 costs as provided for in section 206.
- 18 (d) Allocation and Repayment.—For the pur-
- 19 pose of determining the allocation and repayment of costs
- 20 of the CAP as provided for in article 9.3 of the CAP Mas-
- 21 ter Repayment Contract, the costs associated with the de-
- 22 livery of water under the Community CAP Water Delivery
- 23 Contract shall be non-reimbursable, and such costs shall
- 24 be excluded from the repayment obligation of the Central
- 25 Arizona Water Conservation District.

1	(e) Application of Provisions.—The water rights
2	recognized and confirmed to the Community by the Agree-
3	ment, and this title, shall be subject to section 7 of the
4	Act of February 8, 1887 (25 U.S.C. 381). The community
5	shall enact a water code, subject to any applicable provi-
6	sion of law, that—
7	(1) manages, regulates, and controls the water
8	resources on the reservation;
9	(2) governs all of the water rights which are
10	held in trust by the United States for the benefit of
11	the Community and allottees; and
12	(3) includes, subject to approval of the
13	Secretary—
14	(A) a process by which any allottee, or any
15	successor in interest to an allottee, may request
16	and be provided with a fair and equitable dis-
17	tribution of water for use on his or her allotted
18	lands; and
19	(B) a due process system for the consider-
20	ation and determination of any request by any
21	allottee, or any successor in interest to an allot-
22	tee, for distribution of water, including a proc-
23	ess for appeal and adjudication of denied or dis-
24	puted distributions of water and for resolution
25	of contested administrative decisions

1	SEC. 206. COMMUNITY WATER DELIVERY CONTRACT
2	AMENDMENTS.
3	(a) IN GENERAL.—The Secretary shall amend the
4	Community's CAP Water Delivery Contract as provided
5	for in the Agreement to—
6	(1) provide that the contract shall be for per-
7	manent service, as that term is used for purposes of
8	section 5 of the Boulder Canyon Project Act of 1928
9	(43 U.S.C. 617d) and without limit as to term;
10	(2) authorize the Community to lease or to
11	enter into an option or options to lease, as provided
12	for in the Agreement, and such other leases, or op-
13	tions to lease, providing for the delivery to or use by
14	others of any portion of the water to which the Com-
15	munity is entitled under the contract for terms not
16	exceeding 100 years, and to authorize the Commu-
17	nity to renegotiate any lease or enter into new leases
18	during the term of any existing leases so long as the
19	term of any new lease does not exceed 100 years;
20	(3) authorize the Community to use water to
21	which the Community is entitled under the contract
22	on lands owned by the Community or held in trust
23	for the benefit of the Community within Arizona;
24	(4) provide that all CAP water to which the
25	Community is entitled under the contract shall be
26	delivered through the CAP System; and

- 1 (5) provide that the costs allocable to the Com-
- 2 munity for the construction of the CAP System shall
- 3 be non-reimbursable, and such costs shall be ex-
- 4 cluded from any repayment obligation of the Com-
- 5 munity.
- 6 (b) Payment of Charges.—As authorized by sec-
- 7 tion 403(f) of the Colorado River Basin Project Act (as
- 8 amended by section 108(a)), the United States shall pay,
- 9 or provide for the payment of, CAP Fixed OM&R Charges
- 10 as provided for in paragraph 8 of the Agreement.
- 11 (c) Ratification of Leases.—The leases of Com-
- 12 munity CAP water by the Community to Asarco, Phelps
- 13 Dodge and to any or all of the cities of Chandler, Glendale,
- 14 Goodyear, Mesa, Peoria, Phoenix, and Scottsdale, Ari-
- 15 zona, attached as exhibits to the Agreement, are hereby
- 16 authorized, ratified and confirmed, and the Secretary shall
- 17 execute such leases. Neither the Community nor any re-
- 18 cipient of Community CAP water through lease or ex-
- 19 change, shall be obligated to pay water service capital
- 20 charges or any other charges, payments or fees for such
- 21 water, except as expressly provided for in the lease or ex-
- 22 change agreement.
- 23 (d) Reclaimed Water Exchange Agreement.—
- 24 The Reclaimed Water Exchange Agreement among Chan-
- 25 dler Arizona, Mesa Arizona, the Community, RWCD and

- 1 the United States, attached as Exhibit 19.1 to the Agree-
- 2 ment, is hereby approved, ratified and confirmed.
- 3 (e) Prohibitions.—
- 4 (1) Use outside of arizona.—None of the
- 5 Community's CAP water shall be leased, exchanged,
- 6 forborne or otherwise transferred in any way by the
- 7 Community for use directly or indirectly outside of
- 8 the State of Arizona.
- 9 (2) Use off of reservation.—Except as au-
- thorized by this section, no water made available to
- 11 the Community pursuant to the Agreement, the
- 12 Globe Equity Decree, or this title, may be sold,
- leased, transferred or in any way used off the res-
- ervation other than by exchange. Nothing in this Act
- or in the Agreement shall be construed as a limita-
- tion on the Community's ability to enter into any
- agreement with the Arizona Water Banking Author-
- ity, or its successor agency or entity, in accordance
- 19 with State law.
- 20 SEC. 207. CLAIMS EXTINGUISHMENT: WAIVERS AND RE-
- 21 LEASES.
- 22 (a) Satisfaction of Claims.—The benefits realized
- 23 by the Community, its members and allottees under this
- 24 title shall constitute full and complete satisfaction of all
- 25 members' and allottees' claims for water rights or injuries

- 1 to water rights under Federal, State, and other laws for
- 2 the Reservation and Trust Lands whether such claims
- 3 arise prior to or after the date of enactment of this Act.
- 4 Notwithstanding the preceding sentence, nothing in this
- 5 title shall be deemed to recognize or establish any right
- 6 of a member of the Community to water on the Reserva-
- 7 tion.
- 8 (b) Waiver or Release.—The community, on be-
- 9 half of itself and its members, and the Secretary, on behalf
- 10 of the United States and the allottees, are authorized, as
- 11 part of the performance of the obligations under the
- 12 Agreement, to execute a waiver and release, except as pro-
- 13 vided for in the Agreement, of any and all claims against
- 14 the State of Arizona, or any agency or political subdivision
- 15 thereof, or any other person, entity, corporation or munic-
- 16 ipal corporation under Federal, State or other law for any
- 17 and all—
- 18 (1) water rights or injuries to water rights,
- 19 whether such claims arise prior to or after the date
- of enactment of this Act;
- 21 (2) claims for water rights with respect to Res-
- ervation and Trust Lands that arise after the date
- of enactment of this Act;
- 24 (3) claims for injuries to water rights resulting
- 25 from the diversion or use of ground water, surface

- water, CAP water or effluent, whether such claims arise prior to or after the date of enactment of this Act, in a manner both consistent with the Agreement and not in violation of applicable State law;
 - (4) water rights and injuries to water rights based upon aboriginal occupancy of lands by the Community, its members, allottees, or their predecessors, whether such claims arise prior to or after the date of enactment of this Act;
 - (5) claims (including claims for damages or injunction resulting from injuries to land, water rights or property) against the Salt River Project or its officers, directors, employees, agents or shareholders arising from the discharge, transportation, seepage or other movement of water, whether such claims arise prior to or after the date of enactment of this Act, in or through drains, canals or other structures within the Salt River Reservoir District to lands within the reservation;
 - (6) subsidence damages, whether such claims arise prior to or after the date of enactment of this Act;
 - (7) claims for subsidence damages resulting from the diversion or use of underground water after the effective date of this title, in a manner both con-

- 1 sistent with the Agreement and not in violation of
- 2 applicable State law; and
- 3 (8) claims arising out of or related in any man-
- 4 ner to the negotiations or execution of the Agree-
- 5 ment, or for the negotiation or enactment of this
- 6 Act, or any specific terms or provisions thereof.
- 7 (c) Prohibition.—No allottee may assert any past,
- 8 present or future claims for water rights or claims for in-
- 9 juries to water rights against the United States, the State
- 10 of Arizona or any political subdivision thereof, or any
- 11 other person, entity, corporation or municipal corporation.
- 12 (d) Limitation on Claims by the United
- 13 States.—Except as provided in the Agreement, the
- 14 United States shall not assert any claim against the State
- 15 of Arizona or any political subdivision thereof, or any
- 16 other person, entity, corporation or municipal corporation,
- 17 under Federal, State or other laws in its own right or on
- 18 behalf of the Community, its members or allottees based
- 19 upon any of the claims described in paragraphs (1)
- 20 through (8) of subsection (b).
- 21 (e) Funding.—If, because of the operation of sec-
- 22 tions 501 and 502, the authority provided for in sub-
- 23 section (b) does not become effective, the Community and
- 24 the United States shall retain the right to assert past,

- 1 present and future water rights claims and claims for inju-
- 2 ries to water rights as to all reservation lands.

3 SEC. 208. COMMUNITY TRUST FUNDS.

- 4 (a) Establishment.—The Secretary shall establish
- 5 in the Treasury of the United States a trust fund to be
- 6 known as the "Gila River Indian Community Settlement
- 7 Development Trust Fund" (referred to in this section as
- 8 the "Fund").
- 9 (b) Deposits.—The Secretary shall deposit into the
- 10 Fund, \$200,000,000 of the amounts made available pur-
- 11 suant to section 403(f)(2)(B) of the Colorado River Basin
- 12 Project Act (as amended under section 108). Except as
- 13 otherwise provided for in this title, the principal of the
- 14 Fund, and any interest or income accruing thereon, shall
- 15 be managed in accordance with the American Indian
- 16 Trust Fund Management Reform Act of 1994 (25 U.S.C.
- 17 4001 et seq.).
- 18 (c) USE OF FUND.—The principal of the Fund, and
- 19 any interest or income accruing thereon, shall be used by
- 20 the Community for the development of irrigation works
- 21 above the 40 acre distribution or as otherwise provided
- 22 for in the Agreement.
- 23 (d) WITHDRAWAL.—The Community may withdraw
- 24 amounts from the fund and deposit such amounts in a
- 25 private financial institution selected by mutual agreement

of the Community and the Secretary. Such a withdrawal shall be made pursuant to the American Indian Trust 3 Fund Management Reform Act of 1994 (25 U.S.C. 4001) 4 et seq.). If the Community exercises its rights pursuant to this subsection to withdraw funds and make deposits in a private financial institution, neither the Secretary nor the Secretary of the Treasury, except as provided in the 8 withdrawal plan, shall retain any oversight over or liability for the accounting, disbursement, or investment of such 10 funds. 11 (e) Limitations.— 12 (1) No distribution to members.—No part 13 of the principal of the Fund, or the interest or in-14 come accruing thereon, shall be distributed to any 15 member of the Community on a per capita basis. 16 (2) Funds not available until enforce-17 ABILITY DATE.—Amounts deposited into the Fund 18 pursuant to subsection (b) shall not be available for 19 expenditure or withdrawal by the Community until 20 the enforceability date of the Agreement. 21 SEC. 209. COMMUNITY SUBSIDENCE RECOVERY TRUST AC-22 COUNT. 23 (a) Establishment of Account.— 24 (1) IN GENERAL.—The Secretary shall establish 25 in the Treasury of the United States an account to

1	be known as the "Community Subsidence Recovery
2	Trust Account" (referred to in this section as the
3	"Account").
4	(2) Deposits.—The Account shall consist of
5	amounts deposited into the Account pursuant to an
6	appropriation under section 210(c)(1) for claims as
7	of June 30, 2003, and any amounts appropriated
8	pursuant to section 210(c)(2) from time to time to
9	satisfy claims after June 30, 2003.
10	(b) Investments.—The Secretary of the Treasury
11	shall invest all amounts deposited into, accruing to, and
12	remaining in, the Account in accordance with the Act of
13	November 4, 1983 (25 U.S.C. 162a).
14	(c) DISTRIBUTION.—Amounts in the Account shall be
15	available for distribution to the Community subject to the
16	following terms and conditions:
17	(1) Funds may only be used by the Community
18	for the repair and remediation of subsidence damage
19	on the Reservation or trust lands.
20	(2) Funds shall be distributed by the Secretary
21	only after—
22	(A) a claim for subsidence damage is sub-
23	mitted by the Community to the Secretary de-
24	tailing the subsidence damage on the Reserva-
25	tion or trust lands and containing a profes-

1	sional estimate of the costs of the repair or re-
2	mediation;
3	(B) the Secretary has determined and vali-
4	dated through an independent survey or review
5	by a private sector engineering firm that the
6	subsidence damage described in the claim has
7	occurred and that the cost estimate is reason-
8	able and the community has been in compliance
9	with the water code described in section 205(e);
10	and
11	(C) the Community has agreed—
12	(i) that upon completion of each re-
13	pair or remediation for which it receives a
14	distribution of funds, the Community will
15	file with the Secretary a report detailing
16	the expenditures of the funds for such re-
17	pair or remediation; and
18	(ii) in the event that any portion of
19	the funds distributed are not expended by
20	the Community on the repair or remedi-
21	ation, the unexpended portion will be re-
22	turned to the Account.
23	(d) LIMITATION ON LIABILITY.—The United States
24	shall not be liable for any claim or cause of action arising

- 1 from the Community's use or expenditure of moneys dis-
- 2 tributed from the Account.
- 3 (e) Satisfaction of Claims.—Except as provided
- 4 in this subsection and in the Agreement, the Account shall
- 5 be in full satisfaction of all claims of the Community, its
- 6 members, and allottees of reservation land for subsidence
- 7 damage on the Reservation and trust lands. Any claim of
- 8 the Community, its members, and allottees, or of the
- 9 United States on behalf of the Community, its members,
- 10 and allottees, for subsidence damage on the Reservation
- 11 or trust lands shall be satisfied out of the monies deposited
- 12 into the Account and any increase thereof, as provided for
- 13 in section of the Agreement. No allottee of land with-
- 14 in the Reservation may assert any claims for subsidence
- 15 damage on the Reservation except as provided for in the
- 16 Agreement.

17 SEC. 210. AUTHORIZATION OF APPROPRIATIONS.

- 18 (a) Amounts for Rehabilitation of Irrigation
- 19 Works.—There is authorized to be appropriated for the
- 20 rehabilitation of the SCIDD irrigation works authorized
- 21 in section 204(d)(2), \$40,000,000 for fiscal year 2001,
- 22 and such sums as may be necessary for each subsequent
- 23 fiscal year taking into account ordinary fluctuations in
- 24 construction costs as indicated by engineering cost indices

- 1 applicable to the types of construction involved under such
- 2 section.
- 3 (b) REDUCTION OF IRRIGATABLE ACREAGE.—There
- 4 is authorized to be appropriated, not to exceed \$7,000,000
- 5 for fiscal year 2001, and such sums as may be necessary
- 6 for each fiscal year thereafter, to carry out section 212(b).
- 7 (c) Community Subsistence Recovery Trust
- 8 ACCOUNT.—There is authorized to be appropriated to the
- 9 Community Subsidence Recovery Trust Account under
- 10 section 209—
- 11 (1) \$4,000,000, and until such time as the en-
- tire amount is appropriated and deposited into the
- account, such amount shall include an adjustment
- representing the interest that would have been
- earned on such amount if such amount had been ap-
- propriated and deposited into the Account by of
- June 30, 2003, at rates determined by the Secretary
- of the Treasury, taking into consideration the aver-
- age market yield on outstanding Federal obligations
- of comparable maturity; and
- 21 (2) such sums as may be necessary to pay
- claims made on the Account after June 30, 2003.
- 23 (d) Environmental Compliance.—There is au-
- 24 thorized to be appropriated such sums as may be nec-
- 25 essary to carry out all necessary environmental compliance

- 1 activities associated with the Agreement and this title, in-
- 2 cluding any mitigation measures adopted by the Secretary.
- 3 SEC. 211. AFTER ACQUIRED TRUST LANDS.
- 4 (a) Limitation.—The United States shall not take
- 5 legal title to any lands within the State of Arizona that
- 6 is outside the exterior boundaries of the Reservation in
- 7 trust for the benefit of the Community until all of the fol-
- 8 lowing conditions have been satisfied:
- 9 (1) The Community and the State of Arizona
- 10 have executed the Intergovernmental Trust Con-
- 11 sultation Agreement and such agreement has become
- enforceable according to its terms.
- 13 (2) The Community has satisfied all of the re-
- quirements of the Intergovernmental Trust Con-
- sultation Agreement for each parcel of land to be
- taken into trust by the United States for the benefit
- of the Community.
- 18 (3) The Community and the State of Arizona
- have executed the Intergovernmental Agreement
- with Respect to Water Rights, and it has become en-
- 21 forceable according to its terms.
- 22 (4) The Community has adopted the Water
- 23 Program required by the Intergovernmental Agree-
- 24 ment with Respect to Water Rights.

- 1 (b) Certification.—After publication in the Fed-
- 2 eral Register of a written certification by the Secretary
- 3 to the Governor of the State of Arizona that all of the
- 4 conditions in subsection (a) have been fully satisfied for
- 5 each parcel of land to be taken into trust by the United
- 6 States for the benefit of the Community, the United
- 7 States may consider whether to take such parcels into
- 8 trust in accordance with Federal law.
- 9 (c) Final Agency Action.—Any written certifi-
- 10 cation by the Secretary under subsection (b) shall con-
- 11 stitute final agency action under the Administrative Proce-
- 12 dure Act and shall be reviewable as provided for in section
- 13 702 of title 5, United States Code.
- 14 (d) Payment in Lieu of Taxes.—For each parcel
- 15 of land taken into trust by the United States for the ben-
- 16 efit of the Community under this section, the Community
- 17 shall make payments in lieu of all current and future
- 18 State, county, and local ad valorem property taxes for
- 19 after acquired trust lands as provided for in the Intergov-
- 20 ernmental Trust Consultation Agreement.
- 21 (e) RIGHT TO SURFACE AND GROUND WATER.—
- 22 After acquired trust lands shall only have the rights to
- 23 surface water and ground water authorized in the IGA
- 24 with respect to water rights.

1	(f) Tribal Resource Attributes.—Upon acquisi-
2	tion of a parcel of land in trust by the United States for
3	the benefit of the Community under this section, the rights
4	to surface water and ground water authorized in the IGA
5	with respect to water rights shall become tribal resources
6	held in trust status by the United States for the benefit
7	of the Community and shall have the following attributes:
8	(1) The Community's rights to water for after
9	acquired trust lands shall not be subject to for-
10	feiture, relinquishment, or abandonment arising
11	from events occurring after the date the lands are
12	taken into trust.
13	(2) The Community's rights to water for after
14	acquired trust lands shall not be subject to con-
15	demnation by any State authority.
16	(3) The Community's rights to water for after
17	acquired trust lands shall not be subject to the regu-
18	latory jurisdiction of the State of Arizona, except
19	that if the water rights associated with after ac-
20	quired trust lands were—
21	(A) on the date on which the after ac-
22	quired trust lands were taken into trust status,
23	subject to adjudication and administration in
24	the court presiding over the Arizona general
25	stream adjudication; or

1 (B) subsequent to the date on which the
2 after acquired trust lands were taken into trust
3 status, determined by a court of competent ju4 risdiction to be subject to the Arizona general
5 stream adjudication;

then the water rights associated with the after acquired trust lands shall continue to be subject to the Arizona general stream adjudication to the extent that such rights were or subsequently are determined to be subject to such adjudication.

- (4) Subject to paragraph (3) and the intergovernmental agreements, the Community may divert or use the surface water and ground water rights associated with after acquired trust lands for community purposes at the discretion of the Community on such after acquired trust lands.
- 17 (g) No Reserved Rights.—After acquired trust 18 lands shall not have Federal reserved rights to surface 19 water or ground water.
- (h) Not Subject to State Jurisdiction.—Ex-21 cept as provided in subsection (f)(2), rights to ground 22 water for after acquired trust lands shall not be subject 23 to the State's regulatory jurisdiction, except that any 24 claim by the Community, the United States on behalf of 25 the Community, or any other person with respect to such

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- 1 rights to ground water shall be brought in the Superior
- 2 Court of the State of Arizona.
- 3 (i) AUTHORITY OF COMMUNITY.—For purposes of
- 4 complying with the provisions of this section, the Commu-
- 5 nity is authorized to enter into the Intergovernmental
- 6 Agreement between the Gila River Indian Community and
- 7 the State of Arizona, Water Management on After Ac-
- 8 quired Trust Lands, and the Intergovernmental Agree-
- 9 ment between the Gila River Indian Community and the
- 10 State of Arizona, Intergovernmental Trust Consultation.
- 11 The Community is authorized to waive its sovereign immu-
- 12 nity and consent to suit in the Superior Court of the State
- 13 of Arizona for the limited purposes required by those
- 14 agreements, and for any intergovernmental agreement re-
- 15 quired to be entered into by the Community under the
- 16 terms of those agreements.
- 17 (j) TERMS OF AGREEMENT.—The Secretary shall ac-
- 18 knowledge the terms of any intergovernmental agreement
- 19 entered into by the Community under this section and
- 20 shall not seek to abrogate those terms in any administra-
- 21 tive or judicial action. If a judicial action is commenced
- 22 during a dispute over any intergovernmental agreement
- 23 entered into under this section, and the United States is
- 24 allowed to intervene in such action, the United States shall
- 25 not remove such action to the Federal courts.

- 1 (k) Rule of Construction.—Notwithstanding any
- 2 other provision of this Act, nothing in this Act shall be
- 3 construed to alter the continued application of the Act of
- 4 May 25, 1918 (25 U.S.C. 211) within Arizona.

5 SEC. 212. MISCELLANEOUS PROVISIONS.

- 6 (a) Authority of Joinder of United States.—
- 7 If any party to the Agreement commences an action in
- 8 any Federal Court relating only and directly to the inter-
- 9 pretation or enforcement of this Act or the Agreement and
- 10 names the United States or the Community as a party,
- 11 the United States or the Community, or both, may be
- 12 joined in any such action, and any claim by the United
- 13 States or the Community to sovereign immunity from such
- 14 action is hereby waived.
- 15 (b) REDUCTION IN IRRIGABLE ACREAGE.—As pro-
- 16 vided for in paragraph of the Agreement, the Sec-
- 17 retary is authorized to expend amounts appropriated
- 18 under this Act for the purpose of reducing by 2,000 acres
- 19 the maximum number of acres that may be irrigated under
- 20 the Globe Equity Decree upstream from the San Carlos
- 21 Apache Indian Reservation.
- 22 (c) Rule of Construction.—Nothing in this Act
- 23 shall be construed to quantify or otherwise affect the
- 24 water rights, claims or entitlements to water of any Indian

- 1 tribe, band or community, other than the Gila River In-
- 2 dian Community.
- 3 (d) Limitation on Claims for Reimburse-
- 4 MENT.—The United States shall not make a claim for re-
- 5 imbursement of costs arising out of the implementation
- 6 of this title or the Agreement against any Indian-owned
- 7 land within the Reservation, and no assessment shall be
- 8 made in regard to such costs against such lands.
- 9 (e) No Affect on Future Allocations.—Water
- 10 received pursuant to a lease or exchange of community
- 11 CAP water under this Act shall not affect any future allo-
- 12 cation or reallocation of CAP water by the Secretary.
- 13 (f) Master Repayment Contract of Commu-
- 14 NITY.—The Secretary shall amend the Community's Mas-
- 15 ter Repayment Contract to provide that the costs under
- 16 such contract to the community shall be non-reimbursable.
- 17 Nothing in this Act or the Agreement shall expand the
- 18 Secretary's obligations under the Community's Master Re-
- 19 payment Contract.

- 1 SEC. 213. ADDITIONAL UPPER GILA VALLEY ISSUES.
- 2 TITLE III—SOUTHERN ARIZONA
- 3 WATER RIGHTS SETTLEMENT
- 4 AMENDMENTS ACT OF 2000.
- 5 SEC. 301. AMENDMENT TO SOUTHERN ARIZONA WATER
- 6 RIGHTS SETTLEMENT ACT OF 1982.
- 7 Title III of Public Law 97–293 (the Southern Ari-
- 8 zona Water Rights Settlement Act of 1982 (96 Stat.
- 9 1261)) is amended to read as follows:

10 "TITLE III—SOUTHERN ARIZONA

- 11 WATER RIGHTS SETTLEMENT
- 12 AMENDMENTS ACT OF 2000
- 13 "SEC. 301. SHORT TITLE.
- 14 "This title may be cited as the 'Southern Arizona
- 15 Water Rights Settlement Amendments Act of 2000'.
- 16 "SEC. 302. CONGRESSIONAL FINDINGS.
- "Congress finds that—
- 18 "(1) water rights claims within the San Xavier
- 19 Indian Reservation and the eastern Schuk Toak Dis-
- trict of the Tohono O'odham Nation, the members
- of the Nation and allottees are the subject of law-
- suits pending against the United States, and numer-
- ous parties in southern Arizona, including major
- 24 mining companies, agricultural interests, and the
- 25 city of Tucson, on the date of enactment of the Ari-
- zona Water Settlement Act of 2000;

"(2) the lawsuits referred to in paragraph (1) are not only expensive and time consuming for all participants but also threaten to cause profound adverse impacts on the health and development of the Indian and non-Indian economies of southern Arizona;

"(3) the parties to the lawsuits referred to in paragraph (1) and other persons interested in the settlement of the water rights claims of the Nation and its members and allottees within the Tucson management area have diligently attempted to settle those lawsuits;

"(4) the requirements of paragraph (1) of section 307(a) (as in effect on the day before the date of enactment of the Arizona Water Settlement Act of 2000) were met within 1 year of the date of enactment of such paragraph in the following manner—

"(A) the city of Tucson, Arizona entered into an agreement dated October 11, 1983 with the United States to make available 28,200 acre-feet of reclaimed water to the Secretary to be disposed of as the Secretary sees fit and including a provision that permits the Secretary to provide terms and conditions under which

the Secretary may relinquish to the city of Tucson such quantities of water as are not needed to satisfy the Secretary's obligations under this title;

"(B) the city of Tucson, the State of Arizona, and others entered into an agreement dated October 11, 1983 with the United States to establish the Cooperative Fund, and contributions that were required to be made pursuant to section 313 (as in effect on the day before the date of enactment of the Arizona Water Settlement Act of 2000) were subsequently made;

"(C) the Nation entered into an agreement dated October 11, 1983 with the United States in compliance with subparagraph (C) of section 307(a)(1) (as in effect on the day before the date of enactment of the Arizona Water Settlement Act of 2000); and

"(D) in the agreement dated October 11, 1983 with the United States, the Nation executed a waiver and release in compliance with subparagraph (D) of section 307(a)(1) (as in effect on the day before the date of enactment of the Arizona Water Settlement Act of 2000);

1	"(5) by providing the assistance specified in
2	this title, the Federal Government will make possible
3	the implementation of a settlement of the lawsuits
4	referred to in paragraph (1);
5	"(6) it is in the long-term interest of the United
6	States, the State of Arizona and political subdivi-
7	sions of the State, the Tohono O'odham Nation, the
8	San Xavier and Schuk Toak Districts of the Tohono
9	O'odham Nation, and the non-Indian community of
10	southern Arizona, that the Federal Government as-
11	sist in the implementation of a fair and equitable
12	settlement of the water rights claims of the Tohono
13	O'odham Nation, and the members of the Nation
14	and allottees within the San Xavier Indian Reserva-
15	tion and the eastern Schuk Toak District of the
16	Tohono O'odham Nation; and
17	"(7) the settlement provided for by this title
18	will—
19	"(A)(i) provide flexibility in the manage-
20	ment of water resources; and
21	"(ii) encourage the allocation of such re-
22	sources in accordance with the highest and best
23	uses of the resources;
24	"(B) promote the conservation and man-
25	agement of water resources; and

"(C) carry out the trust responsibility of 1 2 the United States to the Nation and the owners of individual beneficial interests in allotted trust 3 4 lands within the San Xavier Indian Reserva-5 tion. 6 "SEC. 303. DEFINITIONS. 7 "In this title: 8 "(1) Adams v. united states.—The term 'Adams v. United States' means Adams et al. v. 9 United States et al. (Civ. No. 93–240 TUC-FRZ 10 11 (D. Ariz.)). 12 "(2) AGREEMENT OF DECEMBER 11, 1980.—The 13 term 'Agreement of December 11, 1980' means the 14 contract for the delivery of Central Arizona Project 15 water that the United States and the Nation entered 16 into on December 11, 1980. 17 "(3) AGREEMENT OF OCTOBER 11, 1983.—The 18 term 'Agreement of October 11, 1983' means the 19 contract to provide water and to settle claims to 20 water under this title (as in effect on the day before 21 the date of enactment of the Arizona Water Settle-22 ment Act of 2000) that the United States and the 23 Nation entered into on October 11, 1983. 24 "(4) Allottees.—The term 'allottees' means individuals who hold a beneficial real property inter-25

- 1 est in an Indian allotment within the San Xavier In-
- 2 dian Reservation that is held in trust by the United
- 3 States or is subject to a restriction against alien-
- 4 ation, pursuant to section 7 of the Act of February
- 5 8, 1887 (24 Stat. 390).
- 6 "(5) ALVAREZ V. TUCSON.—The term 'Alvarez
- 7 v. Tucson' means Alvarez et al. v. City of Tucson et
- 8 al. (Civ. No. 93–039 TUC–FRZ (D. Ariz.)).
- 9 "(6) CENTRAL ARIZONA PROJECT.—The term
- 10 'Central Arizona Project' means the Federal rec-
- lamation project authorized under title III of the
- 12 Colorado River Basin Project Act (43 U.S.C. 1521
- et seq.).
- 14 "(7) CENTRAL ARIZONA PROJECT LINK PIPE-
- 15 LINE.—The term 'Central Arizona Project Link
- Pipeline' means the pipeline from the San Xavier
- Turnout No. 2 of the Tucson Aqueduct of the Cen-
- tral Arizona Project to, and including, the flow con-
- trol structure at the southwest corner of field 155,
- or from such other turnout of the Tucson Aqueduct
- of the Central Arizona Project to such other point
- as provided for in the contract authorized in section
- 313 or, in the event that such contract is not exe-
- 24 cuted, as determined by the Secretary.

- 1 "(8) CENTRAL ARIZONA PROJECT MASTER RE2 PAYMENT CONTRACT.—The term 'Central Arizona
 3 Project Master Repayment Contract' means contract
 4 No. 14–06–W–245 entitled 'contract between the
 5 United States and the Central Arizona Water Con6 servation District for the delivery of water and re7 payment of costs of the Central Arizona Project'
 8 dated December 1, 1988.
 - "(9) CENTRAL ARIZONA PROJECT SERVICE

 AREA.—The term 'Central Arizona Project Service

 Area' means the geographical area in which the Central Arizona Water Conservation District delivers

 Central Arizona Project water, defined as the three-county area of Maricopa, Pinal and Pima Counties, as that area may be expanded.
 - "(10) CENTRAL ARIZONA WATER CONSERVATION DISTRICT.—The term 'Central Arizona Water
 Conservation District' means the Central Arizona
 Water Conservation District, organized under the
 laws of the State of Arizona, which is the contractor
 under a contract with the United States for the delivery of water and repayment of costs of the Central
 Arizona Project.
- 24 "(11) COOPERATIVE FARM.—The term 'Cooper-25 ative Farm' means the farm on lands in which

allottees hold an interest that is served by the existing irrigation system and the extension of the existing irrigation system provided for under paragraphs

(1) and (2) of section 304(c).

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- 5 "(12) COOPERATIVE FUND.—The term 'Cooper-6 ative Fund' means the Cooperative Fund referred to 7 in section 311.
 - "(13) Delivery and distribution system.—
 The term 'delivery and distribution system' means the Central Arizona Project aqueduct, the Central Arizona Project Link Pipeline, and the pipelines, canals, aqueducts, conduits, and other necessary facilities for water delivery, including pumping facilities, powerplants, and electric power transmission facilities external to the boundaries of a farm on which the water is distributed.
 - "(14) Eastern Schuk Toak District.—The term 'eastern Schuk Toak District' means the portion of the Schuk Toak District (1 of 11 political subdivisions of the Nation established under the constitution of the Nation) that lies within the Tucson management area.
- 23 "(15) EXEMPT WELL.—The term 'exempt well'
 24 means a water well—

1 "(A) with a maximum pumping capacity of 2 not more than 35 gallons per minute; and

"(B) the water from which is used for the supply, service, and activities of households and private residences, landscaping, livestock watering, and irrigation of not more than 2 acres of land for the production of plants and crops for sale or human consumption, or for feed for livestock or poultry.

"(16) FARM.—The term 'farm' means a unit of lands designated to be served by an irrigation system.

"(17) FEE OWNERS OF ALLOTTED LAND.—The term 'fee owners of allotted land' means persons who hold fee simple title in real property that was formerly held in trust as an Indian allotment within the San Xavier Indian Reservation.

"(18) IRRIGATION SYSTEM.—The term 'irrigation system' means canals, laterals, ditches, sprinklers, bubblers and other irrigation works to distribute water within the boundaries of a farm, and, with respect to the cooperative farm only, includes the rehabilitation of fields, the remediation of sink holes and stabilization of the banks of the Santa Cruz River.

- 1 "(19) NATION.—The term 'Nation' means the 2 Tohono O'odham Nation (formerly known as the 3 Papago Tribe) organized under a constitution ap-4 proved pursuant to section 16 of the Act of June 18, 5 1934 (25 U.S.C. 476).
- 6 "(20) NATION'S TERRITORIAL JURISDICTION.—
 7 The term 'Nation's territorial jurisdiction' means all
 8 lands within the geographical boundaries over which
 9 the sovereign powers, authority, and jurisdiction of
 10 the Nation extend.
 - "(21) Net irrigable acres' means only those acres of land within a farm that are suitable for growing crops.
 - "(22) SAN XAVIER ALLOTTEES ASSOCIATION.—
 The term 'San Xavier Allottees Association' means the organization incorporated as a nonprofit corporation under Arizona law for the purpose of representing and advocating the interests of individual Indian owners of beneficial interests in trust allotments on the San Xavier Indian Reservation.
 - "(23) SAN XAVIER COOPERATIVE ASSOCIA-TION.—The term 'San Xavier Cooperative Association' means the entity chartered under the laws of the Nation that is the lessee of lands within the cooperative farm and the authorized operator of the

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- 1 cooperative farm under leases entered into with 2 allottees whose lands are within the cooperative 3 farm, and the operator's successors in interest.
- 4 "(24) SAN XAVIER DISTRICT.—The term 'San 5 Xavier District' means 1 of 11 political subdivisions 6 of the Nation established under the constitution of 7 the Nation.
- 8 "(25) SAN XAVIER DISTRICT COUNCIL.—The
 9 term 'San Xavier District Council' means the gov10 erning body of the San Xavier District established
 11 pursuant to Article IX of the Constitution of the
 12 Nation.
 - "(26) SAN XAVIER INDIAN RESERVATION.—The term 'San Xavier Indian Reservation' means the Reservation established by the Executive Order of July 1, 1874, which is a part of the Tohono O'odham Nation and has boundaries coterminous with those of the San Xavier District.
 - "(27) Schuk toak farm.—The term 'Schuk Toak Farm' means a farm constructed in the eastern Schuk Toak District served by the irrigation system provided for under section 304(c)(3).
- "(28) SECRETARY.—The term 'Secretary'
 means the Secretary of the Interior.

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- "(29) Settlement agreement.—The term 'Settlement Agreement' means the agreement and all exhibits and attachments thereto settling and dis-missing with prejudice the claims of United States v. Tucson, Adams v. United States and Counts 1 through 4 of the consolidated claims of Alvarez v. Tucson as executed by the parties and filed with the court.
 - "(30) Shortage Year.—The term 'shortage year' means any calendar year for which the Secretary has declared a water shortage on the Colorado River pursuant to the agreement of December 11, 1980, and applicable Federal law.
 - "(31) Subjugate.—The term 'subjugate' means to prepare land for the growing of crops through irrigation.
 - "(32) Transaction date.—The term 'transaction date' means the date designated by the Nation on which the Nation intends to enter into a sale, assignment, exchange, lease, option to lease or other disposal of water pursuant to section 310(c).—
 - "(33) Tucson Management Area' means the area of land corresponding to the area initially designated as the Tucson Active Management Area pursuant to the

- Arizona Groundwater Management Act of 1980 (ses-sion laws of the State of Arizona, 1980, 34th legisla-ture, fourth special session, chapter 1) (subsequently divided into the Tucson Active Management Area and the Santa Cruz Active Management Area pursu-ant to Arizona Laws of 1994, Ch. 296) and that part of the Upper Santa Cruz Basin not within the area initially designated as the Tucson Active Man-agement Area.
 - "(34) Tucson interim Water Lease.—The term 'Tucson Interim Water Lease' means the lease between the city of Tucson, Arizona and the Nation, dated October 24, 1992, as amended and extended.
 - "(35) Tucson water lease.—The term 'Tucson Water Lease' means the lease between the city of Tucson, Arizona and the Nation referred to in section 310(j).
 - "(36) Turnout.—The term 'turnout' means, with respect to the Central Arizona Project, a point of water delivery on the Central Arizona Project aqueduct.
 - "(37) Underground storage' means direct storage, indirect storage and deferred storage as described in section 308.

1	"(38) United States v. Tucson.—The term
2	'United States v. Tucson' means United States et al.
3	v. the City of Tucson, et al. (Civ. No. 75–39 TUC
4	consol. with Civ. No. 75–51 TUC–FRZ (D. Ariz.)).
5	"(39) Value.—The term 'value' means the
6	value attributed to the water based on the antici-
7	pated or actual use of the water, or its fair market
8	value, whichever is greater.
9	"SEC. 304. WATER DELIVERY AND CONSTRUCTION OBLIGA-
10	TIONS.
11	"(a) Water Delivery.—With respect to the agree-
12	ment entered into by the Nation on October 11, 1983,
13	with the United States as required by section 306(a) (as
14	in effect on the day before the date of enactment of the
15	Arizona Water Settlement Act of 2000), the Secretary
16	shall deliver, on an annual basis, from the main project
17	works of the Central Arizona Project, a total of 37,800
18	acre-feet of water suitable for agricultural use, of which—
19	"(1) 27,000 acre-feet shall be deliverable for
20	use to the San Xavier Indian Reservation or shall
21	otherwise be used in accordance with section 310;
22	and
23	"(2) 10,800 acre-feet shall be deliverable for
24	use to the eastern Schuk Toak District or shall oth-
25	erwise be used in accordance with section 310.

- 1 "(b) Construction.—The Secretary shall, without
- 2 cost to the Nation, allottees, the San Xavier Cooperative
- 3 Association, or the San Xavier Allottees Association, as
- 4 part of the main project works of the Central Arizona
- 5 Project, design, construct, operate, maintain, and replace
- 6 the delivery and distribution systems appropriate to
- 7 deliver—
- 8 "(1) 27,000 acre-feet of water for irrigation use
- 9 to the San Xavier Indian Reservation; and
- 10 "(2) 10,800 acre-feet of water for irrigation use
- 11 to the eastern Schuk Toak District.
- 12 "(c) Duties of the Secretary.—
- 13 "(1) Completion of Delivery and Dis-
- 14 TRIBUTION SYSTEM AND IMPROVEMENT TO EXIST-
- 15 ING IRRIGATION SYSTEM.—Except as provided in
- subsection (d), not later than 2 years after the effec-
- tive date described in section 317, the Secretary
- shall complete the design and construction of the de-
- livery and distribution system and, not later than 8
- years after such effective date, the Secretary shall
- 21 complete improvements to the irrigation system that
- serves the Cooperative Farm on such effective date.
- Upon completion of such improvements, the irriga-
- 24 tion system shall serve not less than 900 and not
- 25 more than 1,000 net irrigable acres.

"(2) Extension of existing irrigation sys-TEM WITHIN THE SAN XAVIER INDIAN RESERVA-TION.—Except as provided in subsection (d), not later than 8 years after the effective date described in section 317, the Secretary shall complete the de-sign and construction of the extension of the irriga-tion system that serves the Cooperative Farm on such effective date. Upon completion of the exten-sion, the irrigation system shall serve 2,289 net irri-gable acres.

"(3) IRRIGATION AND DELIVERY AND DISTRICT.—Except as provided in subsection (d), not later than 1 year after the effective date described in section 317, the Secretary shall complete the design and construction of an irrigation system and delivery and distribution system to serve a farm of not less than 2,200 and not more than 2,400 net irrigable acres in the eastern Schuk Toak District.

"(d) Extension of Deadlines.—

"(1) IN GENERAL.—The Secretary may extend a deadline under subsection (c) if the Secretary makes a finding that the deadline cannot be met by reason of—

1	"(A) a material breach by the contractor of
2	a contract that is relevant to carrying out a
3	project described in subsection (c) (referred to
4	in this subsection as a 'relevant contract');
5	"(B) the inability of a contractor, under a
6	relevant contract, to carry out the contract by
7	reason of force majeure, as defined by the Sec-
8	retary in the contract;
9	"(C) unavoidable delays in compliance with
10	applicable Federal and tribal laws (as deter-
11	mined by the Secretary), including the National
12	Environmental Policy Act and the Endangered
13	Species Act; or
14	"(D) stoppages in work resulting from the
15	imposition of confiscatory or discriminatory
16	taxes or fees.
17	"(2) Notice of finding.—If the Secretary ex-
18	tends a deadline under paragraph (1), the Secretary
19	shall issue a notice and shall—
20	"(A) include an estimate of the additional
21	period of time needed to complete the project
22	that is the subject of the extension; and
23	"(B) specify a deadline that provides for a
24	period not longer than the period described in
25	subparagraph (A).

1 "(e) Authority of the Secretary.—To carry out this title, after giving reasonable notice, the Secretary is 3 authorized to enter upon, construct works on, and take 4 such other actions as are related to the entry or construction on lands within the San Xavier District and the Schuk Toak District of the Nation, except that the Sec-6 retary shall comply with all otherwise applicable laws of 8 the Nation (including local laws of the San Xavier District and the Schuk Toak District) and the United States. 10 Nothing in this subsection shall be construed to prevent the United States or any Federal official, agent, employee 12 or contractor from conducting official Federal business or duties, including obligations under this title within the 14 eastern Schuk Toak District and the San Xavier District. 15 "(f) Payments to the San Xavier District.— 16 "(1)Construction of IRRIGATION Sys-17 TEM.—Pursuant to section 303(a)(1)(B) (as in ef-18 fect on the day before the date of enactment of the 19 Arizona Water Settlement Act of 2000), the Sec-20 retary shall provide for the design and construction, 21 within the San Xavier Indian Reservation, of an irri-22 gation system which includes additional canals, 23 laterals, farm ditches, and irrigation works as are 24 necessary for the efficient distribution for agricul-25 tural purposes of that portion of the 27,000 acrefeet of water not required for the irrigation system
described in paragraphs (1)(A) and (2)(A) of section
303(c) (as in effect on the day before the date of enactment of the Arizona Water Settlement Act of
2000).

"(2) Payment in lieu of obligation.—The Secretary of the Treasury shall, not later than 1 year after the end of the fiscal year that includes the effective date described in section 317, pay to the San Xavier District \$18,300,000 in lieu of the United States fulfilling its obligations to construct 'such additional canals, laterals, farm ditches and irrigation works as are necessary for the efficient distribution for agricultural purposes of the water referred to in subparagraph (A)' as required by section 303(a)(1)(B) (as in effect on the day before the date of enactment of the Arizona Water Settlement Act of 2000).

19 "(g) Use of Funds.—

"(1) IN GENERAL.—With respect to funds received under subsection (f), the San Xavier District—

"(A) shall hold such funds in trust and invest such funds in interest-bearing deposits and securities until expended;

1	"(B) may expend the principal of such
2	funds, and the interest and dividends accruing
3	thereon, only pursuant to a budget authorized
4	by the San Xavier District Council and ap-
5	proved by resolution of the Nation's Legislative
6	Council; and
7	"(C) expend such funds—
8	"(i) for the subjugation of land, devel-
9	opment of water resources, and the con-
10	struction, operation, maintenance, and re-
11	placement of the facilities within the Sar
12	Xavier Indian Reservation that are not the
13	obligation of the United States under this
14	title or under any other provision of law;
15	"(ii) to provide governmental services
16	including senior citizen programs, health
17	care, education, economic development
18	loans and assistance, and legal assistance
19	programs;
20	"(iii) to provide benefits to the
21	allottees;
22	"(iv) to fund activities of the San Xa-
23	vier Allottees Association; and
24	"(v) to pay any administrative costs
25	incurred by the Nation or the San Xavier

1	District in conjunction with any of the ac-
2	tivities described in clauses (i) through
3	(iv).
4	"(2) No liability of secretary; limita-
5	TION.—The Secretary shall not be responsible for
6	the review, approval or audit of the use and expendi-
7	ture of the funds referred to this subsection and
8	subsection (f), nor shall the Secretary be subject to
9	liability for any claim or cause of action arising from
10	the Nation's or the San Xavier District's use and ex-
11	penditure of such funds. No portion of such funds
12	shall be used for per capita payments to any mem-
13	bers of the Nation or allottees.
14	"SEC. 305. DELIVERIES UNDER EXISTING CONTRACT; AL-
15	TERNATIVE WATER SUPPLIES.
16	"(a) Amendment of Agreements.—The Secretary
17	and the Nation shall make such amendments to the agree-
18	ment of December 11, 1980, and the agreement of Octo-
19	ber 11, 1983, as are necessary to carry out this title.
20	"(b) Delivery of Water.—
21	"(1) In general.—The Secretary shall deliver
22	water from the main project works of the Central

Arizona Project, in such amounts, and according to

such terms and conditions, as are set forth in the

Agreement of December 11, 1980, and the Agree-

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1	ment of October 11, 1983 (including any amend-	
2	ments made to the agreements pursuant to sub-	
3	section (a)), to any or all of the following:	
4	"(A) The San Xavier Cooperative Farm.	
5	"(B) The eastern Schuk Toak District.	
6	"(C) Turnouts existing on the date of en-	
7	actment of the Arizona Water Settlement Act of	
8	2000, as specified in writing by the Nation.	
9	"(D) Any other point or points of delivery	
10	on the Central Arizona Project main aqueduct	
11	agreed to by the Secretary and the Nation.	
12	"(2) Delivery.—The Secretary shall deliver	
13	the water specified in section 304(a) and section	
14	306, or an equivalent quantity from the source iden-	
15	tified in subsection (c), notwithstanding—	
16	"(A) a declaration by the Secretary of a	
17	water shortage on the Colorado River; or	
18	"(B) any other occurrence affecting water	
19	delivery caused by an act or omission of the	
20	Secretary, the United States, or any of their	
21	employees, officials, contractors or agents.	
22	"(c) Acquisition of Land and Water.—	
23	"(1) In general.—If the Secretary, pursuant	
24	to the terms and conditions of the agreements re-	
25	ferred to in subsection (b)(1), is unable, during any	

year, to deliver from the main project works of the Central Arizona Project any portion of the full amount of water specified in paragraphs (1) and (2) of section 304(a) and section 306, the Secretary shall acquire and deliver an equivalent quantity of water from any source, except that the Secretary shall not acquire any water in a transaction which would cause depletion of ground water supplies or aquifers in the San Xavier District or the eastern Schuk Toak District. The Secretary may acquire private lands or interests therein having rights in surface or ground water recognized under State law, that are necessary for the acquisition and delivery of water under this subsection.

- "(2) Prohibition on taking.—The Secretary may not acquire any land, water, water rights, or contract rights under paragraph (1) without the consent of the owner.
- "(3) PREFERENCE.—In acquiring any private lands, the Secretary shall give preference to the acquisition of lands upon which water has been put to beneficial use during any 1-year period during the 5-year period preceding the date of acquisition of the water.

1 "(4) Deliveries from acquired lands.— 2 Deliveries of water from lands described in para-3 graph (1) shall be made only to the extent such water may be transported within the Tucson man-4 5 agement area pursuant to applicable law. 6 "(5) Delivery of effluent.—Except upon 7 the prior written consent of the Nation, the Sec-8 retary shall not directly deliver effluent to the Na-9 tion under this subsection. The Secretary shall not 10 construct a separate delivery system to deliver efflu-11 ent to the San Xavier Indian Reservation or the 12 eastern Schuk Toak District. Nothing in this para-13 graph shall be construed as imposing an obligation 14 on the United States to deliver effluent to the Na-15 tion. "(d) AGREEMENTS AND CONTRACTS.—To facilitate 16 the delivery of water to the San Xavier Indian Reservation 18 and the eastern Schuk Toak District under this title, the 19 Secretary may enter into a contract or agreement with the 20 State of Arizona or any political subdivision of the State, 21 an irrigation district or project, or an authority, corpora-22 tion, partnership, individual, or other legal entity— 23 "(1) for—

"(A) the exchange of water; or

1	"(B) the use of aqueducts, canals, con-
2	duits, and other facilities for water delivery, in-
3	cluding pumping plants; or
4	"(2) to use facilities constructed in whole or in
5	part with Federal funds.
6	"(e) Damages and Disbursements.—
7	"(1) Damages.—If the Secretary is unable to
8	acquire and deliver sufficient quantities of water
9	that are adequate to fulfill the obligations of the
10	Secretary under paragraphs (1) and (2) of section
11	304(a), this section, or section 306, the Secretary
12	shall pay damages in amounts equal to—
13	"(A)(i) the value of such quantities of
14	water as are not acquired and delivered where
15	the delivery and distribution system for, and
16	the improvements to, the existing irrigation sys-
17	tem for the cooperative farm have not been
18	completed by the deadline described in section
19	304(c)(1)(A); or
20	"(ii) the value of such quantities of water
21	ordered by the Nation for use by the coopera-
22	tive association in the existing irrigation system
23	and not delivered in any calendar year;
24	"(B)(i) the value of such quantities of
25	water as are not acquired and delivered where

1	the extension of the existing irrigation system is
2	not completed by the deadline described in sec-
3	tion $304(c)(2)(A)$; or
4	"(ii) the value of such quantities of water
5	ordered by the Nation for use by the coopera-
6	tive association in the extension to the existing
7	irrigation system and not delivered in any cal-
8	endar year; and
9	"(C)(i) the value of such quantities of
10	water as are not acquired and delivered where
11	the irrigation system is not completed by the
12	deadline described in section $304(c)(3)$; or
13	"(ii) except as provided in clause (i), the
14	value of such quantities of water ordered by the
15	Nation for use in such irrigation system or for
16	use by any person or entity, other than the co-
17	operative association, and not delivered in any
18	calendar year;
19	"(2) DISBURSEMENT.—The damages payable
20	pursuant to paragraph (1) shall be disbursed as fol-
21	lows:
22	"(A) With respect to damages payable
23	under subparagraphs (A) and (B) of such para-
24	graph, to the cooperative association.

"(B) With respect to damages payable
under subparagraph (C) of such paragraph, to
the Nation for retention by the Nation or disbursement to water users, pursuant to the provisions of the Nation's water code or other applicable laws of the Nation.

7 "(f) STATUTORY CONSTRUCTION.—Nothing in this 8 section shall be construed to authorize the Secretary to 9 acquire or disturb the water rights of any Indian tribe, 10 band, group, or community.

"(g) Authorization of Appropriations.—

- "(1) IN GENERAL.—There are authorized to be appropriated, in addition to any other amounts authorized to be appropriated under this title, an amount equal to the portion of the total costs of phase B of the Tucson Aqueduct of the Central Arizona Project that the Secretary determines to be properly allocable to the construction of facilities for the delivery of water to Indian lands under this title.
- "(2) AUTHORITY FOR CASH OUT PAYMENTS.— There is authorized to be appropriated, \$18,300,000 to make the payment required in section 304(f).
- 23 "(3) Additional authorization.—There is 24 authorized to be appropriated, not to exceed 25 \$3,500,000 to be used for those features of the irri-

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gation systems described in paragraphs (1) through
(3) of section 304(c) that are not authorized to be
constructed under any other provision of law. The
amount described in the preceding sentence may be
adjusted to account for ordinary fluctuations in the
costs of construction from October 12, 1982, as indicated by engineering cost indices applicable to the
type of construction involved.

9 "SEC. 306. ADDITIONAL WATER DELIVERY.

- 10 "(a) In General.—In addition to the delivery of
- 11 water described in section 304(a), the Secretary shall de-
- 12 liver, on an annual basis, from the main project works of
- 13 the Central Arizona Project, a total of 28,200 acre feet
- 14 of water suitable for agricultural use, of which—
- 15 "(1) 23,000 acre feet shall be deliverable for
- use to the San Xavier Indian Reservation or shall
- otherwise be used in accordance with section 310;
- 18 and
- "(2) 5,200 acre feet shall be deliverable for use
- to the eastern Schuk Toak District or shall other-
- wise be used in accordance with section 310.
- 22 "(b) Firming of Section 305 Water.—
- "(1) In general.—The source of water to
- meet the obligation described in subsection (a) shall
- 25 be Central Arizona Project Non-Indian Agricultural

1 (referred to in this section as 'NIA') priority water. 2 The Secretary is authorized and directed to firm 3 such NIA priority water against the potential of fu-4 ture shortages within the Central Arizona Project 5 system to a priority equal to Central Arizona Project 6 Municipal and Industrial priority water for a 100-7 year period. Reclaimed water available to the Sec-8 retary from the city of Tucson agreement of October 9 11, 1983, may be used for such firming obligation. 10 "(2) Definitions.—In this section: 11 "(A) M&I PRIORITY WATER.—The term 'M&I priority water' means Central Arizona 12 13 Project water having a municipal and industrial 14 delivery priority under the Central Arizona 15 Project Master Repayment Contract. "(B) NIA PRIORITY WATER.—The term 16 17 'NIA priority water' means Central Arizona 18 Project water having a non-Indian agricultural 19 delivery priority under the Central Arizona 20 Project Master Repayment Contract. "(c) State Contribution.—To assist the Secretary 21 22 in meeting the firming obligation under subsection (b), the 23 State of Arizona shall contribute not to exceed \$3,000,000, on a mutually acceptable schedule of funding or services through the Arizona Water Banking Authority,

1	for firming the NIA priority water to a priority equal to
2	Central Arizona Project M&I priority water for a 100 year
3	period.
4	"SEC. 307. CONDITIONS ON CONSTRUCTION, WATER DELIV-
5	ERY, REVENUE SHARING.
6	"(a) Conditions to Secretary's Actions.—The
7	Secretary shall carry out the obligations under paragraphs
8	(1), (2) and (3) of section 304(c), subsections (b), (c) and
9	(e) of section 305, and section 306 only if—
10	"(1) the Nation agrees—
11	"(A) except as provided in section 308, to
12	limit the quantity of ground water withdrawn
13	by nonexempt wells from beneath the San Xa-
14	vier Indian Reservation to not more than
15	10,000 acre-feet per year;
16	"(B) except as provided in section 308, to
17	limit the quantity of ground water withdrawn
18	by nonexempt wells from beneath the eastern
19	Schuk Toak District to not more than 3,200
20	acre-feet per year;
21	"(C) to comply with the Water Manage-
22	ment Plan established by the Secretary under
23	section 308;
24	"(D) to consent to the San Xavier District
25	being deemed a 'tribal organization' as defined

in section 900.6 of title 25, Code of Federal Regulations, (or any subsequent similar regulation) pursuant to section 900.8(d) of such title, and subject to compliance with other applicable provisions of part 900 of title 25, Code of Federal Regulations, (or any subsequent similar regulation) to consent to contracting by the San Xavier District under section 313(b), on the condition that—

"(i) the plaintiffs in United States v. Tucson, Alvarez v. Tucson and Adams v. United States have stipulated to the dismissal, with prejudice, of claims in such lawsuits (other than the claims in Alvarez v. Tucson that are preserved under section 315(d)) and those lawsuits have been finally dismissed with prejudice;

"(ii) the San Xavier Cooperative Association has agreed to assume responsibility, following the completion of each of the irrigation systems described in paragraphs (1) and (2) of section 303(c) and upon the delivery of water through such system, for the operation, maintenance and replacement of such system in accordance with

1	the first section of the Act of August 1,
2	1914 (25 U.S.C. 385); and
3	"(iii) with respect to the consent of
4	the Nation to such contracting—
5	"(I) such consent is limited solely
6	to contracts for—
7	"(aa) the design and con-
8	struction of the delivery and dis-
9	tribution system and the rehabili-
10	tation of the existing irrigation
11	system for the Cooperative Farm,
12	the extension of the irrigation
13	system for the Cooperative Farm,
14	and the subjugation of lands to
15	be served by such systems;
16	"(bb) the design and con-
17	struction of storage facilities sole-
18	ly for water deliverable for use
19	within the San Xavier Indian
20	Reservation; and
21	"(cc) the completion of a
22	water resources study of the San
23	Xavier Indian Reservation and
24	the preparation of a Water Man-
25	agement Plan under section 308:

1	"(II) the Nation shall reserves
2	the right to seek retrocession, or re-
3	assumption of any such contract and
4	recontracting with the Nation pursu-
5	ant to subpart P and other applicable
6	provisions of part 900 of title 25,
7	Code of Federal Regulations (or any
8	subsequent similar regulations);
9	"(III) the Nation, upon giving
10	such consent, shall be released from
11	any responsibility, liability, claim, or
12	cost from and after the date of such
13	consent, with respect to past action or
14	inaction by the Nation, and subse-
15	quent action or inaction by the San
16	Xavier District relating to the design
17	and construction of irrigation systems
18	for the Cooperative Farm or the Cen-
19	tral Arizona Project Link Pipeline;
20	and
21	"(IV) the Secretary shall, upon
22	the request of the Nation, execute a
23	waiver and release that conforms to
24	the requirements of subparagraph
25	$(\mathbf{E});$

1 "(E) to subjugate, at no cost to the United 2 States, the lands for which the irrigation sys-3 tems under paragraphs (2) and (3) of section 4 303(c) will be planned, designed, and con-5 structed by the Secretary, on the condition 6 that—

"(i) the obligation of the Nation to subjugate the lands in the Cooperative Farm that are to be served by the extension of the existing irrigation system pursuant to section 303(c)(2) shall be determined by the Secretary, in consultation with the Nation and the San Xavier Cooperative Association; and

"(ii) subject to approval by the Secretary of a contract with the San Xavier District pursuant to section 313(b) to perform such subjugation, a determination by the Secretary of the subjugation costs pursuant to clause (i) and notice by the San Xavier District to the Nation not less than 180 days prior to the date the District Council certifies by resolution that the subjugation is scheduled to commence, the Nation shall pay to the San Xavier District

1	from the section 311 trust fund, or from
2	other sources of funds held by the Nation,
3	the amount determined by the Secretary
4	pursuant to clause (i), not less than 90
5	days prior to the date the subjugation is
6	scheduled to commence; and
7	"(F) subject to pre-existing rights and sec-
8	tion 7 of the Act of February 8, 1887 (25
9	U.S.C. 381), this title, other applicable laws of
10	the United States, the Water Management Plan
11	developed under section 308, the Nation's water
12	code and other applicable laws of the Nation,
13	that the Nation—
14	"(i) shall—
15	"(I) allocate as a first right of
16	beneficial consumptive use by
17	allottees, the San Xavier District and
18	other persons within the San Xavier
19	Indian Reservation—
20	"(aa) 35,000 acre-feet of the
21	50,000 acre-feet of water deliver-
22	able under sections $304(a)(1)$
23	and 306(a)(1), including the use
24	of such allocation to fulfill the
25	obligations prescribed in the

1	Asarco Agreement referred to in
2	section 310(l)(2) and for ground
3	water storage, maintenance of
4	instream flows and maintenance
5	of riparian vegetation and habi-
6	tat;
7	"(bb) the 10,000 acre-feet of
8	ground water identified in section
9	307(a)(1)(A);
10	"(cc) the ground water with-
11	drawn from exempt wells;
12	"(dd) the deferred pumping
13	storage credits identified in sec-
14	tion 308(e); and
15	"(ee) the direct and indirect
16	storage credits respectively iden-
17	tified in subsections (d) and (g)
18	of section 308 which cannot be
19	lawfully transferred or otherwise
20	disposed of to persons for recov-
21	ery outside the territorial juris-
22	diction of the Nation; and
23	"(II) have the right to—
24	"(aa) use, or authorize other
25	persons or entities to use, any

1	portion of the allocation of
2	35,000 acre-feet of water deliver-
3	able under sections 304(a)(1)
4	and 306(a)(1) outside the San
5	Xavier Indian Reservation for the
6	period or periods during which
7	there is no identified actual use
8	of the water within such Reserva-
9	tion;
10	"(bb) as a first right of use,
11	use the remaining 15,000 acre-
12	feet of water deliverable under
13	section 304(a)(1) and 306(a)(1)
14	for any purpose and duration
15	within or outside the territorial
16	jurisdiction of the Nation author-
17	ized by this title; and
18	"(cc) subject to the limita-
19	tions in subsections $(c)(2)(F)$ and
20	(d)(4) of section 308, as an ex-
21	clusive right, transfer or other-
22	wise dispose of the direct and in-
23	direct storage credits which may
24	be lawfully transferred or other-
25	wise disposed of to persons for

1	recovery outside the territorial
2	jurisdiction of the Nation;
3	"(ii) shall issue permits to persons or
4	entities for use of the water resources re-
5	ferred to in clause (i);
6	"(iii) shall, upon timely receipt of
7	water orders by a permittee under a permit
8	for Central Arizona Project water referred
9	to in clause (i), transmit such orders to the
10	United States or operating agency for the
11	Central Arizona Project;
12	"(iv) shall issue permits for water de-
13	liverable under sections $304(a)(2)$ and
14	306(a)(2), including quantities of water
15	reasonably necessary for the irrigation sys-
16	tem referred to in section 304(c)(3);
17	"(v) shall issue permits for ground
18	water withdrawable from non-exempt wells
19	in the eastern Schuk Toak District; and
20	"(vi) shall, upon timely receipt of
21	water orders by a permittee under a permit
22	for water referred to in clause (iv), trans-
23	mit such orders to the United States or op-
24	erating agency for the Central Arizona
25	Project; and

- 1 "(2) the plaintiffs in United States v. Tucson,
- 2 Alvarez v. Tucson and Adams v. United States have
- 3 stipulated to the dismissal, with prejudice, of claims
- 4 in such lawsuits (other than the claims in Alvarez v.
- 5 Tucson preserved under section 315(d)) and those
- 6 lawsuits have been dismissed with prejudice.
- 7 "(b) Responsibilities Upon Completion.—Upon
- 8 completion of an irrigation system described in paragraphs
- 9 (1) or (2) of section 303(c), the United States and the
- 10 Nation shall not be responsible for the operation, mainte-
- 11 nance, or replacement of the system.
- 12 "SEC. 308. WATER CODE; WATER MANAGEMENT PLAN;
- 13 STORAGE PROJECTS; STORAGE ACCOUNTS;
- 14 GROUND WATER.
- 15 "(a) In General.—Certain water rights recognized
- 16 as owned by the Nation under this title shall be subject
- 17 to the provisions of section 7 of the Act of February 8,
- 18 1887 (25 U.S.C. 381) relating to allottee water rights.
- 19 Such water rights are the rights described in section
- 20 307(a)(1)(F)(i), excluding the rights of the Nation identi-
- 21 fied in section 307(a)(1)(F)(i)(II).
- 22 "(b) Water Code.—Subject to the provisions of this
- 23 title and any other applicable law, the Nation shall—

1	"(1) manage, regulate, and control the water
2	resources of the Nation including the water re-
3	sources granted to the Nation under this title;
4	"(2) establish permit requirements, regulations,
5	conditions, and limitations on the storage, recovery,
6	and use of surface water and ground water; and
7	"(3) enact and maintain—
8	"(A) not later than 3 years after the effec-
9	tive date described in section 317, a comprehen-
10	sive water code pertaining to those water re-
11	sources which the Nation or the United States
12	owns or holds for the benefit of the lands within
13	the territorial jurisdiction of the Nation, the In-
14	dians residing thereon with respect to those
15	lands, the members of the Nation, or any allot-
16	tee; and
17	"(B) an Interim Allottee Water Rights
18	Code that—
19	"(i) designates, pursuant to sub-
20	section (a), those water rights recognized
21	as owned by the Nation under this title
22	and subject to section 7 of the Act of Feb-
23	ruary 8, 1887 (25 U.S.C. 381);
24	"(ii) prescribes the other rights of
25	allottees identified in paragraph (4): and

1	"(iii) provides that such code shall be
2	incorporated in the comprehensive water
3	code referred to in subparagraph (A) and
4	in a form substantially the same as that
5	attached to the settlement agreement;
6	"(4) include in the water code—
7	"(A) an acknowledgement of the rights set
8	forth in subsection (a);
9	"(B) a process by which a just and equi-
10	table distribution of the water resources re-
11	ferred to in subsection (a) and damages pursu-
12	ant to section 305(e) shall be provided to
13	allottees;
14	"(C) a process by which an allottee may
15	request and receive a permit for use of the
16	water resources referred to in subsection (a)
17	which are subject to a first right of beneficial
18	consumptive use or are otherwise available
19	under section $307(a)(1)(F)(i)(II)(bb)$, subject to
20	the Nation's first right of use;
21	"(D) due process protection of members of
22	the Nation and allottees, that include—
23	"(i) a fair procedure for the consider-
24	ation and determination of any request
25	by—

1	"(I) a member of the Nation for
2	a permit for use of available water re-
3	sources granted or confirmed by this
4	title; and
5	"(II) an allottee for a permit for
6	use of the water resources identified
7	in section 307(a)(1)(F)(i) and subject
8	to a first right of beneficial consump-
9	tive use or for a permit for use of
10	available water resources identified in
11	section $307(a)(1)(F)(i)(II)(bb)$, sub-
12	ject to the Nation's first right of use;
13	"(ii) an appeal and adjudication of de-
14	nied or disputed permits and for resolution
15	of contested administrative decisions; and
16	"(iii) a waiver by the Nation of its im-
17	munity only as to proceedings described in
18	clause (ii) for claims of declaratory and in-
19	junctive relief; and
20	"(E) a process for satisfying any entitle-
21	ment to the water resources referred to in sub-
22	paragraph (C) for which a fee owner of allotted
23	land has received a final determination under
24	applicable law; and

- 1 "(5) submit the water code to the Secretary 2 solely for ratification and approval of the provisions 3 of the water code which implement, as to the 4 allottees, the standards described in paragraph (4). 5 The Secretary shall issue a written ratification and approval of the water code or provide a written notification to the Nation identifying each instance in which the water 8 code does not satisfactorily conform to the standards described in paragraph (4) and setting forth specific correc-10 tive language for each asserted deficiency. In the event that the Secretary provides written notification of the need to correct the water code to comply with the standards 12 described in paragraph (4), the Nation shall amend the water code consistent with the Secretary's recommenda-14 tions. Until such time as the Nation amends the water 15 code consistent with the Secretary's recommendations and 16 17 the Secretary, thereafter, ratifies and approves the water code, the Secretary shall have the right to exercise any 18 lawful authority conferred in section 7 of the Act of Feb-19 ruary 8, 1887 (25 U.S.C. 381). Except as provided in this 20 21 subsection, nothing in this title shall be construed as re-22 quiring the approval by the Secretary of the Nation's 23 water code or any amendment thereto. 24 "(c) Water Management Plans.—The Secretary
- 25 shall establish water management plans for the San Xa-

1	vier Indian Reservation and the eastern Schuk Toak Dis-
2	trict (referred to in this section as the 'Plans'). The Plans
3	shall—
4	"(1) be developed under contracts for the San
5	Xavier Indian Reservation in an amount not to ex-
6	ceed \$891,200 and the eastern Schuk Toak District
7	in an amount not to exceed \$237,200 that the Sec-
8	retary shall enter into with the Nation pursuant to
9	subsection 313(a);
10	"(2) at a minimum, provide in the Plans—
11	"(A) for the measurement of all ground
12	water withdrawals, including withdrawals from
13	each well that is not an exempt well under
14	paragraph 303(14);
15	"(B) for reasonable recordkeeping of water
16	use, including the quantities of water stored un-
17	derground and recovered each calendar year
18	and a system for the reporting of withdrawals
19	from each well that is not an exempt well;
20	"(C) for the direct storage, indirect storage
21	and deferred storage of water, including the im-
22	plementation of underground storage and recov-
23	ery projects, as provided for under this section
24	"(D) for the annual exchange of informa-
25	tion collected nursuant to subparagraphs (A)

1	through (C) with the Arizona Department of
2	Water Resources and the city of Tucson, Ari-
3	zona;
4	"(E) for the efficient use of water and the
5	prevention of waste;
6	"(F) except upon the approval of the Dis-
7	trict Council for the District in which a direct
8	storage project is established under subsection
9	(d), that no direct storage credits earned in
10	such project be recovered at locations where the
11	recovery will adversely affect surface or ground
12	water supplies or lower the water table any-
13	where within such District; and
14	"(G) for amendments to the Plans con-
15	sistent with this title; and
16	"(3) be implemented and maintained by the
17	Nation, and for which the Secretary shall have no
18	continuing obligation.
19	"(d) Underground Storage and Recovery
20	Projects.—
21	"(1) Establishment.—The Plans shall au-
22	thorize the establishment and maintenance of one or
23	more underground storage and recovery projects
24	within the San Xavier Indian Reservation and the
25	eastern Schuk Toak District.

1	"(2) DIRECT STORAGE ACCOUNT.—For each
2	underground storage or recovery project which is es-
3	tablished under paragraph (1), a direct storage ac-
4	count shall be maintained to credit the quantities of
5	water stored underground and to debit the water re-
6	covered pursuant to the storage credits.
7	"(3) Crediting and debiting account.—
8	The Nation, at the end of each calendar year, begin-
9	ning with the first full calendar year after the effec-
10	tive date described in section 317, shall—
11	"(A) for each storage project under para-
12	graph (1), credit the quantity of water stored
13	underground within the San Xavier Indian Res-
14	ervation and within the eastern Schuk Toak
15	District during the year; and
16	"(B) for each recovery project under para-
17	graph (1), debit the quantity of water recovered
18	from direct storage during the year.
19	"(4) Limitation.—Direct storage credits in di-
20	rect storage accounts established for an underground
21	storage and recovery project in the San Xavier In-
22	dian Reservation shall be recovered under this sub-
23	section only within the San Xavier Indian Reserva-
24	tion pursuant to the Water Management Plan devel-

oped for such Reservation pursuant to subsection

1	(c), except that credits which may be lawfully recov-
2	ered or transferred outside the San Xavier Indian
3	Reservation shall be held by the Nation and subject
4	to recovery or transfer pursuant to the Water Man-
5	agement Plan developed for the Reservation or any
6	agreement for the establishment and operation of
7	the underground storage and recovery project from
8	which the credits were earned.
9	"(e) San Xavier Deferred Pumping Storage
10	ACCOUNT.—A deferred pumping storage account shall be
11	established to credit the quantities of water stored under-
12	ground in lieu of pumping within the San Xavier Indian
13	Reservation and debit the water recovered pursuant to the
14	deferred pumping storage credits. Such account shall be
15	maintained as follows—
16	"(1) to initiate the account, the Nation shall
17	credit an initial 50,000 acre-feet of water to the ac-
18	$\operatorname{count};$
19	"(2) beginning with the first full calendar year
20	after the effective date described in section 317, the
21	Nation shall—
22	"(A) if the quantity of ground water with-
23	drawn from all non-exempt wells on the San
24	Xavier Indian Reservation is less than 10,000
25	acre-feet, credit to the account the difference

1	between 10,000 acre-feet and the quantity of
2	ground water withdrawn that year by all non-
3	exempt wells; or
4	"(B) if the quantity of ground water with-
5	drawn from all non-exempt wells on the San
6	Xavier Indian Reservation is more than 10,000
7	acre-feet, debit to the account the difference be-
8	tween the ground water withdrawn from all
9	non-exempt wells and 10,000 acre-feet.
10	"(f) Eastern Schuk Toak Deferred Pumping
11	STORAGE ACCOUNT.—A deferred pumping storage ac-
12	count shall be established to credit the quantities of water
13	stored underground in lieu of pumping within the eastern
14	Schuk Toak District and debit the water recovered pursu-
15	ant to the deferred pumping storage credits. Such account
16	shall be maintained as follows—
17	"(1) to initiate the account, the Nation shall
18	credit an initial 16,000 acre-feet of water to the ac-
19	$\operatorname{count};$
20	"(2) beginning with the first full calendar year
21	after the effective date described in section 317, the
22	Nation shall—
23	"(A) if the quantity of ground water with-
24	drawn from all non-exempt wells within the
25	eastern Schuk Toak District is less than 3.200

1	acre-feet, credit to the account the difference
2	between 3,200 acre-feet and the quantity of
3	ground water withdrawn that year by all non-
4	exempt wells; or
5	"(B) if the quantity of ground water with-
6	drawn from all non-exempt wells within the
7	eastern Schuk Toak District is more than 3,200
8	acre-feet, debit to the account the difference be-
9	tween the ground water withdrawn from all
10	non-exempt wells and 3,200 acre-feet.
11	"(g) San Xavier Indirect Storage Account.—
12	An indirect storage account shall be established to credit
13	the quantities of effluent and Central Arizona Project
14	water delivered to a person or entity within the San Xavier
15	Indian Reservation in substitution for an equivalent reduc-
16	tion in the quantity of ground water withdrawn by such
17	person or entity and to debit the water recovered pursuant
18	to the indirect storage credits.
19	"(h) Schuk Toak Indirect Storage Account.—
20	An indirect storage account shall be established to credit
21	the quantities of effluent and Central Arizona Project
22	water delivered to a person or entity within the eastern
23	Schuk Toak District in substitution for an equivalent re-

24 duction in the quantity of ground water withdrawn by

1 such person or entity and to debit the water recovered pur-

2 suant to the indirect storage credits.

"(i) Additional Ground Water.—

"(1) San Xavier indian reservation.—In addition to the 10,000 acre-feet of ground water that may be pumped annually within the San Xavier Indian Reservation in accordance with the agreement that the Nation has entered into with the Secretary pursuant to subsection 307(a), the Nation may recover annually within the San Xavier Indian Reservation, all or part of the stored water credits pursuant to subsection (d), deferred pumping storage credits pursuant to subsection (e), and indirect storage credits pursuant to subsection (g), except that the quantity of deferred pumping storage credits recovered under this paragraph shall not exceed 50,000 acre-feet for any 10 year period or 10,000 acre-feet in any year.

"(2) SCHUK TOAK DISTRICT.—In addition to the 3,200 acre-feet of ground water that the Nation may pump annually within the eastern Schuk Toak District in accordance with the agreement that the Nation has entered into with the Secretary pursuant to subsection 307(a), the Nation may recover annually within the eastern Schuk Toak District, all or

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part of the stored water credits pursuant to subsection (d), deferred pumping credits pursuant to subsection (f), and indirect storage credits pursuant to subsection (h), except that the quantity of deferred pumping storage credits recovered shall not exceed 16,000 acre-feet for any 10 year period or 3,200 acre-feet in any year.

"(3) INABILITY TO RECOVER GROUND WATER.—The authorization to recover additional ground water pursuant to paragraphs (1) and (2) and the ability of the Nation to withdraw ground water from beneath the eastern Schuk Toak District lying within the Tucson Management Area in excess of the quantities being withdrawn as of January 1, 1981, does not warrant or guaranty that such ground water physically exists or can be recovered. The inability to pump or recover such ground water may not be the basis for any claim by the United States or the Nation against any person or entity withdrawing or using water from any common supply, and the United States and the Nation shall be barred from asserting any and all claims for reserved water rights with respect to any such water.

"(4) RULE OF CONSTRUCTION.—Nothing in this subsection shall be construed to establish wheth-

- 1 er or not there is a reserved right to ground water
- 2 or whether or not any of the other rights to with-
- draw and use ground water under this subsection
- 4 are Federal reserved water rights. Nothing in this
- 5 section shall be construed to limit the rights that the
- 6 United States or the Nation would otherwise have
- 7 under State law.
- 8 "(j) Exempt Wells.—Exempt wells may be drilled
- 9 within the San Xavier Indian Reservation and within the
- 10 eastern Schuk Toak District and ground water withdrawn
- 11 from such exempt wells shall not be subject to the pump-
- 12 ing limitations prescribed in this title.
- 13 "(k) Inability To Acquire and Deliver Water
- 14 During Shortage Year.—If, during any shortage year,
- 15 the Secretary is unable, by reason of an interruption in
- 16 delivery or any other reason, to acquire and deliver the
- 17 quantities of water required to fulfill the obligations of the
- 18 Secretary under sections 304(a) and 306(a), and the Na-
- 19 tion has no remaining credits in either the indirect storage
- 20 accounts under subsections (f) or (g) or deferred pumping
- 21 storage accounts established under subsections (d) or (e),
- 22 the Nation may, during the shortage year pump an addi-
- 23 tional quantity of ground water equal to—
- 24 "(1) with respect to water from the San Xavier
- 25 Indian Reservation—

1	"(A) the quantity of acre-feet of water de-
2	livered by the Secretary to the San Xavier In-
3	dian Reservation in the most recent year that
4	is not a shortage year; less
5	"(B) the quantity of acre-feet of water de-
6	livered in the shortage year; and
7	"(2) with respect to water from the eastern
8	Schuk Toak District—
9	"(A) the quantity of acre-feet of water de-
10	livered by the Secretary to the eastern Schuk
11	Toak District in the most recent year that is
12	not a shortage year; less
13	"(B) the quantity of acre-feet of water de-
14	livered in the shortage year.
15	"(l) Inability To Acquire and Deliver Water
16	DURING NONSHORTAGE YEAR.—If, during a year other
17	than a shortage year, the delivery of water by the Sec-
18	retary to the San Xavier Indian Reservation or the eastern
19	Schuk Toak District is interrupted, and the Nation has
20	no remaining credits in either the direct account of an un-
21	derground storage and recovery project established under
22	subsection (c) or a deferred pumping storage account es-
23	tablished under subsections (d) or (e), the Nation may,
24	during the period of such interruption, pump an additional
25	quantity of ground water equivalent to the quantity of

1	water delivered by the Secretary to the San Xavier Indian
2	Reservation or the eastern Schuk Toak District, respec-
3	tively, during the same period of time during the most re-
4	cent preceding nonshortage year.
5	"(m) STATUTORY CONSTRUCTION.—
6	"(1) Payment of damages.—Nothing in sub-
7	section (k) or (l) shall be construed to affect, or re-
8	lieve the Secretary from, any obligation to pay dam-
9	ages as provided for in subsection 305(e).
10	"(2) Federal reserved rights.—Nothing in
11	this title shall be construed to establish the applica-
12	bility or inapplicability of any doctrine of Federal re-
13	served rights to ground water.
14	"SEC. 309. STATUS OF LANDS ACQUIRED IN EXCHANGE FOR
15	LANDS WITHIN THE GILA BEND INDIAN RES-
16	ERVATION.
17	"(a) In General.—Lands acquired to replace lands
18	within the Gila Bend Indian Reservation that are rendered
19	unsuitable for agriculture by reason of the operation of
20	the Painted Rock Dam and lands taken into trust pursu-
21	ant to section 308(c) (as in effect on the day before the
22	date of enactment of the Arizona Water Settlement Act
23	of 2000) shall be deemed to have been reserved as of the

24 date of the reservation of the lands which they replace.

"(b) Part of Reservation.—The lands exchanged 1 under this title shall be held in trust for the Nation and 3 shall be part of the Gila Bend Reservation for all pur-4 poses. Such lands shall be deemed to have been reserved 5 as of the date of the reservation of the lands for which they are exchanged. 6 7 "SEC. 310. USES OF WATER. "(a) Permissible Uses.— 8 9 "(1) IN GENERAL.—Any use of water referred 10 to in this section or other provisions of this title 11 shall be subject to the limitations imposed herein or 12 by other applicable law. 13 "(2) Specific uses.—The Nation shall have 14 the right to devote all water supplies granted or con-15 firmed to the Nation under this title, whether deliv-16 ered by the Secretary or pumped by the Nation, to 17 any use, including any agricultural, municipal, do-18 mestic, industrial, commercial, mining, underground 19 storage, instream flows, maintenance of riparian 20 habitat or recreational use. 21 "(b) Use Area.— 22 "(1) Use within reservation.—Subject only 23 to the limitations contained in subsection (d), the 24 Nation may use the water supplies acquired pursu-

ant to sections 304(a) and 306(a), ground water

1	supplies, and direct, indirect and deferred pumping
2	storage credits acquired under sections 307 and 308
3	anywhere within the Nation's territorial jurisdiction.
4	"(2) Use outside reservation.—
5	"(A) IN GENERAL.—Water received by the
6	Nation pursuant to this title may only be sold,
7	leased, transferred, or used outside of the Na-
8	tion's territorial jurisdiction, as authorized by
9	this title.
10	"(B) USE WITHIN CERTAIN AREA.—Sub-
11	ject only to the limitations contained in sub-
12	section (c), the Nation may use the water sup-
13	plies acquired pursuant to sections 304(a) and
14	306(a) within the Central Arizona Project Serv-
15	ice Area.
16	"(C) COMPLIANCE WITH LAWS.—The Na-
17	tion may use the ground water supplies and di-
18	rect storage credits and the indirect storage
19	credits acquired under section 308 anywhere
20	outside of the Nation's territorial jurisdiction
21	and within the State of Arizona, subject to
22	compliance with applicable State laws.
23	"(D) Limitation.—None of the water
24	supplies acquired pursuant to sections 304(a)
25	and 306(a) shall be leased, exchanged, forborne

1	or otherwise transferred in any way by the Na-
2	tion for use directly or indirectly outside of the
3	State of Arizona. Nothing in this title shall be
4	construed as a limitation on the Nation's ability
5	to enter into any agreement with the Arizona
6	Water Banking Authority, or its successor
7	agency or entity, in accordance with State law.
8	"(c) Exchanges and Leases; Conditions on Ex-
9	CHANGES AND LEASES; RIGHT OF FIRST REFUSAL.—
10	"(1) In general.—The Nation may, for a
11	term of not to exceed 100 years, assign, exchange,
12	lease, provide an option to lease, or temporarily dis-
13	pose of water to which the Nation is entitled to
14	under sections 304(a) and 306(a) and direct and in-
15	direct storage credits acquired under sections 307
16	and 308 to users outside the Nation's territorial ju-
17	risdiction if such assignment, exchange, lease, op-
18	tion, or disposal is in accordance with this sub-
19	section.
20	"(2) Limitation on Alienation.—The Nation
21	may not permanently alienate any water rights
22	under paragraph (1).
23	"(3) AUTHORIZED USES.—The water described
24	in paragraph (1) shall be delivered within the Cen-

tral Arizona Project Service Area for any use authorized under applicable laws governing the user.

"(4) Contract.—The transaction with respect to water described in paragraph (1) shall be made pursuant to a contract that the Nation has accepted and ratified pursuant to a resolution of the Nation's Legislative Council, and shall be approved by the Secretary as trustee of the Nation.

"(5) ACTIONS.—The contract referred to in paragraph (4) shall specifically provide that an action may be maintained by the contracting party against the United States and the Secretary for a breach of the contract by the United States or Secretary.

"(6) Terms exceeding 25 years.—

"(A) Offers.—In the event that the Nation offers a contract under paragraph (4) with a term of more than 25 years, the Nation shall agree to initially make such offer to users within the Tucson Management Area.

"(B) Arbitration.—In the event that a party proposes to enter into a contract described in subparagraph (A) for use of the water within the Tucson Management Area, but the Nation and the proposing party cannot

agree on the consideration to be paid by the proposing party for such contract, the issue of consideration may be submitted by the Nation or the proposing party to the American Arbitration Association for arbitration by a panel of 3 arbitrators, with any such arbitration proceeding to be conducted in accordance with the Commercial Arbitration Rules of the Association and pursuant to the following:

"(i) In resolving the controversy over consideration, the arbitrators shall take into account the consideration given and accepted in other contracts for the sale, assignment, lease or option to lease of water of comparable reliability for comparable terms and with comparable contract provisions in the State of Arizona.

"(ii) The final decision or award resulting from such arbitration shall be advisory, and shall not be binding or enforceable against either party. Except with respect to the United States, the arbitrators' assessment of costs against the parties shall be binding and enforceable.

"(7) Use outside tucson management area.—In the event that the Nation receives no proposal for the use of the water within the Tucson Management Area under paragraph (6), or the Nation and a proposing party are unable to reach agreement after advisory arbitration under such paragraph, the Nation's offer may be extended for use of the water outside the Tucson Management Area, subject to the provisions of paragraph (8).

"(8) Right of first refusal.—

"(A) Submission of information.—On or before the 180th day prior to the Transaction Date on which the Nation desires to enter into a transaction under paragraph (4) with an entity intending to use the water acquired pursuant to sections 304(a) and 306(a) and direct and indirect storage credits acquired under sections 307 and 308 outside of the Nation's territorial jurisdiction and the Tucson Management Area, the Nation shall submit to the Secretary, the President of the Central Arizona Water Conservation District, and the Director of the Arizona Department of Water Resources, the proposed transaction and all related exhibits and agreements.

"(B) Notice.—On or before the 150th day prior to the Transaction Date, the Nation, or the Director under agreement with the Nation, shall provide notice of the proposed transaction involved by mail to all current Central Arizona Project contractors and subcontractors in the Tucson Management Area, municipal providers that have member service areas in the Central Arizona Groundwater Replenishment District within the Tucson Management Area, and by publication in a newspaper of general circulation in the city of Tucson, Arizona, once a week for two consecutive weeks.

"(C) Counteroffers.—

"(i) IN GENERAL.—On or before the 90th day prior to the Transaction Date, any qualified entity may submit a counteroffer to the Nation with a copy to the Director. If the Nation does not receive any counteroffers from a qualified entity, it may submit the original transaction offer for approval under paragraph (4).

"(ii) DEFINITION.—In clause (i), the term 'qualified entity' means any current Central Arizona Project contractor or sub-

contractor within the Tucson Management Area, any municipal provider that has a member service area in the Central Arizona Groundwater Replenishment District within the Tucson Management Area, the Arizona Water Banking Authority so long as it agrees to store the water within the Tucson Management Area, or any other entity that agrees to use the water within the Tucson Management Area and demonstrates the financial and physical ability to utilize the water.

"(9) Counteroffers.—

"(A) SELECTION.—If the Nation has received one or more counteroffers from qualified entities, the Nation shall select one or more of such counteroffers that match or are superior to the original transaction offer. A counteroffer matches or is superior to the original transaction offer if it matches the price and other substantive terms of the original transaction offer.

"(B) NO MATCHING OFFER.—If no counteroffer from a qualified entity matches or

- 1 is superior to the original transaction offer, the 2 Nation may select the original offer.
- 3 "(C) Notice.—The Nation shall notify all 4 parties who submitted an offer or counteroffer 5 of its selection and shall submit the selected 6 offer or counteroffer for approval under para-7 graph (4).
- 8 "(d) Limitations on Use, Exchanges and 9 Leases.—The rights of the Nation to use water supplies 10 pursuant to subsection (a), and to exchange, lease, provide 11 options to lease, or temporarily dispose of the water sup-12 plies pursuant to subsection (c), shall be exercised on con-
- 14 ject to the first right of beneficial consumptive use in sec-

ditions which assure the availability of water supplies sub-

- 15 tion 307(a)(1)(F)(i) and water supplies subject to the pro-
- 16 visions of federal law identified in section 308(a).
- 17 "(e) Requirements for Leases.—In any trans-
- 18 action entered into by the Nation under subsection (c)
- 19 with respect to the Nation's Central Arizona Project
- 20 water, the other party shall not be obligated to pay to the
- 21 United States or the Central Arizona Water Conservation
- 22 District water service capital charges or any other charges
- 23 or payments (other than charges and payments for fixed
- 24 and variable operation, maintenance and replacement) for
- 25 such Central Arizona Project water.

- 1 "(f) Water Rights Unaffected by Use or Non-2 Use.—The lack of use of water by the Nation or the use 3 or lack of use of water by any person or entity with whom 4 the Nation enters into a contract for an exchange, lease, option for the lease or disposition of water pursuant to 6 subsection (c) shall not diminish, reduce or impair. "(1) the water rights of the Nation, as estab-7 8 lished under this title or any other applicable law; or 9 "(2) any use rights recognized under this title, including the first right of beneficial consumptive 10 11 use referred to in section 307(a)(1)(F)(i) or the al-12 lottee use rights referred to in section 308(a). 13 "(g) Use of Proceeds.—The Nation shall use the proceeds from any exchange, lease, option to lease, or dis-14 15 position of water made pursuant to this section for social or economic programs or for any other governmental pur-16 pose that benefits the Nation. 17 18 "(h) AGREEMENT TO AMEND THE AGREEMENT OF 19
- DECEMBER 11, 1980.—Pursuant to section 305(a), the
- 20 Secretary shall enter into an agreement with the Nation
- 21 to amend the Agreement of December 11, 1980, to—
- 22 "(1) provide that it shall be permanent service,
- 23 as that term is used in section 5 of the Boulder
- 24 Canyon Project Act of 1928 (43 U.S.C. 617d), and
- 25 shall be without term;

1	"(2) as set forth in subsection (b)(2), authorize
2	the Nation to exchange, lease, enter into an option
3	to lease or temporarily dispose of water to which the
4	Nation is entitled under sections 304(a) and 306(a);
5	and
6	"(3) otherwise conform the Agreement of De-
7	cember 11, 1980 to this title.
8	"(i) Approval and Confirmation by Congress
9	OF AGREEMENTS.—Notwithstanding any other provision
10	of law, any agreement made pursuant to subsection (h)
11	shall be deemed to be approved by Congress.
12	"(j) Approval by Congress of Water Leases.—
13	The following leases are hereby ratified and approved by
14	Congress, effective on the effective date described in sec-
15	tion 317:
16	"(1) THE TUCSON WATER LEASE.—The Sec-
17	retary is authorized to approve and execute the Tuc-
18	son Water Lease in a form substantially the same as
19	that attached to the Settlement Agreement.
20	"(2) The Asarco water lease.—The Sec-
21	retary is authorized to approve and execute the
22	Asarco Water Lease in a form substantially the

same as that attached to the Settlement Agreement.

1	"(k) DISBURSEMENTS FROM TUCSON INTERIM
2	WATER LEASE, TUCSON WATER LEASE AND ASARCO
3	Water Lease.—The Secretary shall—
4	"(1) disburse to the Nation, without condition
5	all proceeds from the Tucson Interim Water Lease
6	"(2) disburse to the Nation without condition
7	all proceeds from the Tucson Water Lease; and
8	"(3) disburse all proceeds from the Asarco
9	Water Lease to the entities and for the purposes
10	prescribed in such Asarco Lease and the Asarco
11	Agreement.
12	"(l) Approval by Congress of Agreements and
13	INTERIM ALLOTTEE WATER RIGHTS CODE.—The fol-
14	lowing agreements and interim allottee water rights code
15	are hereby ratified and approved by the Congress, effective
16	on the effective date described in section 317:
17	"(1) The Tucson Agreement.—The Sec-
18	retary is authorized to approve and execute the Tuc-
19	son Agreement in a form substantially the same as
20	that attached to the Settlement Agreement.
21	"(2) The Asarco agreement.—The Secretary
22	is authorized to approve and execute the Asarco
23	Agreement in a form substantially the same as that
24	attached to the Settlement Agreement

1	"(3) The fico agreement.—The Secretary is
2	authorized to approve and execute the FICO Agree-
3	ment in a form substantially the same as that at-
4	tached to the Settlement Agreement.
5	"(4) The interim allottee water rights
6	CODE.—The Secretary is authorized to approve the
7	Interim Allottee Water Rights Code in the form sub-
8	stantially the same as that attached to the Settle-
9	ment Agreement.
10	"(m) Statutory Construction.—Pursuant to sec-
11	tion 306(d) (as in effect on the day before the date of
12	enactment of the Arizona Water Settlement Act of 2000),
13	nothing in this section shall be construed to establish
14	whether or not reserved water may be put to use, or sold
15	for use, off of any reservation to which reserved water
16	rights attach.
17	"SEC. 311. EXPENDITURES FROM THE TRUST FUND OF THE
18	NATION.
19	"(a) In General.—Subject to the limitations con-
20	tained in subsection (b), the principal and all accrued in-
21	terest and dividends in the trust fund established under
22	section 309 (as in effect on the day before the date of
23	enactment of the Arizona Water Settlement Act of 2000),
24	may be—

1	"(1) expended by the Nation for any govern-
2	mental purpose; and
3	"(2) invested by the Nation in accordance with
4	such policies as the Nation may adopt.
5	The Secretary shall not be responsible for the review, ap-
6	proval or audit of the use and expenditure of the moneys
7	from such trust fund, nor shall the Secretary be subject
8	to liability for any claim or cause of action arising from
9	the Nation's use and expenditure of such funds.
10	"(b) Conditions of Trust.—
11	"(1) Reserve for the cost of subjuga-
12	TION.—In order to secure the obligation of the Na-
13	tion to pay the cost of subjugation of the lands to
14	be served by the extension to the existing irrigation
15	system referred to in section $304(c)(2)$, the Nation
16	shall reserve in the trust fund the principal amount
17	of \$3,000,000, plus interest thereon from the effec-
18	tive date described in section 317 until—
19	"(A) the date on which full payment of
20	such costs has been made; or
21	"(B) the date that is 10 years after such
22	effective date.
23	"(2) Payment.—The subjugation costs de-
24	scribed in paragraph (1) shall be paid in the amount

- 1 and on the terms as prescribed in sections 306(a)(1)(E).
- "(3) Limitation on restrictions.—Upon the occurrence of either of the events described in sub-paragraphs (A) and (B) of paragraph (1), the restrictions imposed on such funds under such paragraph shall cease, and any remaining funds previously reserved shall be subject to use by the Nation pursuant to subsection (a).

10 "SEC. 312. COOPERATIVE FUND; EXPENDITURES.

11 "(a) IN GENERAL.—Notwithstanding any applicable 12 date specified in any other provision of law, and except 13 as provided in this section, the Secretary of the Treasury shall not terminate the Cooperative Fund established prior 14 15 to the effective date described in section 317 to carry out the duties of the Secretary under sections 304, 305, 306 16 17 and 308, including payment of the costs related to delivery 18 of water pursuant to contracts entered into under section 310. The Cooperative Fund shall be used for carrying out 19 the obligations of the Secretary under this title, including 20 21 "(1) to pay the fixed and variable operation, 22 maintenance, and replacement costs related to the 23 delivery of water under sections 304 and 306;

"(2) to pay the costs of acquisition and delivery

of water from alternative sources under section 305;

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1	"(3) to pay any capital or other charges related
2	to the acquisition or delivery of water under sections
3	304, 305 and 306; and
4	"(4) to pay any damages payable by the Sec-
5	retary under section 305(e).
6	"(b) Amounts in Cooperative Fund.—
7	"(1) In General.—The Cooperative Fund
8	shall consist of—
9	"(A)(i) \$5,250,000, which was appro-
10	priated to the Fund pursuant to this title (as
11	in effect on the day before the date of enact-
12	ment of the Arizona Water Settlement Act of
13	2000);
14	"(ii) such sums, not to exceed \$16,000,000
15	(adjusted as provided for in paragraph (2)),
16	that the Secretary determines by notice to Con-
17	gress, are necessary to meet the obligations
18	under this title; and
19	"(iii) any additional Federal funds depos-
20	ited into the Fund pursuant to Federal law;
21	"(B) \$5,250,000, which was contributed to
22	the Fund pursuant to this title (as in effect on
23	the day before the date of enactment of the Ari-
24	zona Water Settlement Act of 2000), of
25	which—

1	"(i) \$2,750,000 was contributed by
2	the State of Arizona;
3	"(ii) \$1,500,000 was contributed by
4	the city of Tucson, Arizona;
5	"(iii) \$1,000,000 was contributed by
6	the Anamax Mining Company, the Cyprus-
7	Pima Mining Company, the American
8	Smelting and Refining Company, the
9	Duval Corporation, and the Farmers In-
10	vestment Company; and
11	"(iv) all interest accrued on all con-
12	tributions and appropriations to the Coop-
13	erative Fund during the period beginning
14	October 12, 1982 and ending on the effec-
15	tive date described in section 317 and all
16	interest accrued on all contributions and
17	appropriations to the Cooperative Fund
18	after such date, less any interest expended
19	pursuant to subsection (e); and
20	"(C) all revenues received from the sale or
21	lease of the effluent received by the Secretary
22	under the Contract between the United States
23	and the City of Tucson to Provide for Delivery
24	of Reclaimed Water to the Secretary dated Oc-
25	tober 11, 1983, or from the sale or lease of

1 storage credits derived from the storage of such 2 effluent, the entire amount of which shall be in-3 come to the Cooperative Fund and be available 4 for expenditure in accordance with subsection

(c).

- 6 "(2) Interest.—Until funds are appropriated and made available to the Cooperative Fund from 7 8 the sums referred to in subsection (b)(1)(A)(ii), the 9 amount authorized to be appropriated under such 10 subsection shall include an adjustment representing the interest that the Cooperative Fund would have 12 earned on such amount if such amount had been ap-13 propriated to the Fund as of October 12, 1983.
- 14 EXPENDITURES FROM THE COOPERATIVE Fund.—Only interest accruing and income to the Cooperative Fund after the effective date described in section 317 16 17 shall be expended. Interest accruing and income to the Co-18 operative Fund shall be available for expenditure by the Secretary pursuant to this section without further appro-19 20 priation.
- 21 "(d) Investments by the Secretary of the 22 TREASURY.—The Secretary of the Treasury shall serve as 23 the trustee of the Cooperative Fund, and shall invest such portion of the Cooperative Fund as is not, in the judgment of the Secretary and in consultation with the Secretary

- 1 of the Treasury, required to be withdrawn to meet the Sec-
- 2 retary's obligations under this title. Such investments
- 3 shall be in public debt securities with maturities suitable
- 4 for the needs of such Cooperative Fund and that bear in-
- 5 terest at rates determined by the Secretary of the Treas-
- 6 ury, taking into consideration current market yields on
- 7 outstanding marketable obligations of the United States
- 8 or comparable maturities.
- 9 "(e) Termination of Cooperative Fund.—If the
- 10 final judgment in United States v. Tucson does not dis-
- 11 miss, with prejudice, all claims against the defendants
- 12 named therein, and a final judgment in Alvarez v. United
- 13 States does not dismiss with prejudice, all claims against
- 14 the defendants named therein, other than the claims pre-
- 15 served under section 315(c), the Cooperative Fund shall
- 16 be terminated and the Secretary of the Treasury shall re-
- 17 turn all amounts contributed to the Cooperative Fund, to-
- 18 gether with a ratable share of the remaining accrued inter-
- 19 est, to the respective contributors.
- 20 "(f) Share of Cooperative Fund Contributed
- 21 BY THE UNITED STATES.—If the final judgment in
- 22 United States v. Tucson does not dismiss, with prejudice,
- 23 all claims against the defendants named therein, and a
- 24 final judgment in Alvarez v. United States does not dis-
- 25 miss, with prejudice, all claims against the defendants

1	named therein, other than the claims preserved under sec-
2	tion 315(c), the share of the Cooperative Fund contributed
3	by the United States shall be deposited in the General
4	Fund of the Treasury of the United States.
5	"SEC. 313. CONTRACTING AUTHORITY; ENVIRONMENTAL
6	COMPLIANCE; WATER QUALITY; STUDIES;
7	ARID LANDS ASSISTANCE.
8	"(a) Functions of Secretary.—The functions of
9	the Secretary, and the Bureau of Reclamation acting on
10	behalf of the Secretary, under this title shall be subject
11	to the Indian Self-Determination and Education Assist-
12	ance Act (25 U.S.C. 450 et seq.) to the same extent as
13	if the functions were performed by the Bureau of Indian
14	Affairs.
15	"(b) San Xavier District as a Contractor.—
16	"(1) In general.—Subject to the consent of
17	the Nation pursuant to section 307(a)(4) and the
18	conditions and limitations described in subpara-
19	graphs (A) through (F) of section 306(a)(1), the
20	San Xavier District shall be considered an eligible
21	contractor for purposes of this section.
22	"(2) Technical assistance.—The Secretary
23	shall make available to the San Xavier District tech-
24	nical assistance in satisfying the contracting require-

1 ments of the Indian Self-Determination and Edu-2 cation Assistance Act (25 U.S.C. 450 et seq.)

"(c) Ground Water Monitoring Programs.—

"(1) San Xavier Indian Reservation pro-Gram.—Not later than 180 days after the effective date described in section 317, the Secretary shall design and carry out a comprehensive ground water monitoring program, including drilling of wells and other appropriate actions, to test, assess, and provide for the long-term monitoring of the quality of ground water withdrawn from exempt wells and other wells within the San Xavier Indian Reservation. In carrying out this paragraph, the Secretary shall not expend in excess of \$215,000.

"(2) Eastern schuk toak district pro-Gram.—Not later than 180 days after the effective date described in section 317, the Secretary shall design and carry out a comprehensive ground water monitoring program, including drilling of wells and other appropriate actions, to test, assess, and provide for the long-term monitoring of the quality of ground water withdrawn from exempt wells and other wells within the eastern Schuk Toak District. In carrying out this paragraph, the Secretary shall not expend in excess of \$175,000

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1 "(3) Duties of Secretary.—In designing 2 and carrying out a program under paragraph (1) or 3 (2), the Secretary shall consult with the Nation, the San Xavier and Schuk Toak Districts, and appro-5 priate State and local entities. The Secretary shall 6 have no continuing obligation beyond the obligations 7 described in such paragraphs with respect to ground 8 water monitoring programs. 9 "(d) Water Resources Study.—Pursuant to this 10 Act, the Secretary shall complete a study to determine the 11 availability and suitability of water resources within the 12 Nation, but outside the Tucson Management Area, to assist the Nation with the development of sources of water. 13 14 "(e) Arid Land Renewable Resources.—Pursu-15 ant to this Act, if a Federal entity is established to provide financial assistance to undertake arid land renewable re-16 17 sources projects and to encourage and ensure investment in the development of domestic sources of arid land renew-18 19 able resources, such entity shall give first priority to the 20 needs of the Nation in providing such assistance. Such en-21 tity shall make available to the Nation, the San Xavier 22 and Schuk Toak Districts, and the San Xavier Coopera-23 tive Association, price guarantees, loans, loan guarantees, purchase agreements, and joint venture projects at a level to adequately cultivate a minimum number of acres as de-

- 1 termined by such entity to be necessary to the economi-
- 2 cally successful cultivation of arid land crops and a level
- 3 to contribute significantly to the economy of the Nation.
- 4 "(f) ASARCO LAND EXCHANGE STUDY.—The Sec-
- 5 retary shall, not later than 5 years after the date of enact-
- 6 ment of the Arizona Water Settlement Act of 2000, con-
- 7 duct a study, and report to Congress, concerning the feasi-
- 8 bility of a land exchange or land exchanges with Asarco
- 9 to—
- 10 "(1) provide lands for future use by the bene-
- ficial landowners of the Mission Complex Mining
- Leases of September 18, 1959; and
- "(2) provide lands for future use by the bene-
- 14 ficial landowners of the Mission Complex Business
- 15 Leases of May 12, 1959.
- 16 The study shall examine how land exchanges could be ac-
- 17 complished in a manner to maintain a contiguous land
- 18 base for the San Xavier Indian Reservation, and what
- 19 legal status exchanged lands should have in order to main-
- 20 tain the political integrity of the San Xavier Indian Res-
- 21 ervation.
- 22 "SEC. 314. AUTHORIZATION OF APPROPRIATIONS.
- 23 "In addition to the amounts otherwise authorized to be
- 24 appropriated under this title, there are authorized to be
- 25 appropriated to the Secretary—

1	"(1) such sums as may be necessary to carry
2	out the ground water monitoring programs under
3	section 313(e); and
4	"(2) such sums as may be necessary to carry
5	out subsections (d) and (e) of section 313.
6	"SEC. 315. SETTLEMENT OF CLAIMS.
7	"(a) Settlement of Litigation by United
8	STATES.—
9	"(1) Approval of settlement agreement,
10	LEASES AND OTHER AGREEMENTS.—The United
11	States hereby approves, ratifies and confirms the
12	Settlement Agreement. Notwithstanding the effective
13	date provided for in section 317, the Secretary shall,
14	upon the enactment of the Arizona Water Settle-
15	ment Act of 2000, execute the Settlement Agree-
16	ment and enter into those agreements with the set-
17	tling parties necessary to effectuate the Settlement
18	Agreement, including the leases described in section
19	310(j) and the agreements described in section
20	310(l).
21	"(2) Relation to other law.—The execu-
22	tion of the Settlement Agreement, the leases de-
23	scribed in section 310(j) and the agreements de-

scribed in 310(l) shall not constitute major Federal

1	action under the National Environmental Policy Act
2	(42 U.S.C. 4321 et seq.).
3	"(3) Appropriation of authorization.—
4	There is authorized to be appropriated such sums as
5	may be necessary to carry out all necessary environ-
6	mental compliance activities associated with the Set-
7	tlement Agreement, the leases described in section
8	310(j) and the agreements described in section
9	310(1), including mitigation measures adopted by
10	the Secretary.
11	"(b) Waiver and Release of Claims.—
12	"(1) Definitions.—In this section:
13	"(A) ALLOTTEE CLASSES.—The term 'al-
14	lottee classes' means the plaintiff class certified
15	in United States v. Tucson and the plaintiff
16	class certified for causes of action 1 through 3
17	of Alvarez v. Tucson.
18	"(B) Injuries to water rights.—The
19	term 'injuries to water rights' means the loss,
20	deprivation or diminution of the use of water
21	rights until the effective date described in sec-
22	tion 317.
23	"(C) Permitted diversions.—The term
24	'permitted diversions' means diversions or with-
25	drawals of—

1	"(i) ground water by the United
2	States, the State of Arizona and any agen-
3	cy or political subdivision thereof, any mu-
4	nicipal corporation, any entity, or any per-
5	son which do not exceed the largest annual
6	diversion or withdrawal by that entity or
7	person in the 5 years immediately pre-
8	ceding the effective date described in sec-
9	tion 317; and
10	"(ii) stored water as defined, on the
11	effective date described in section 317, in
12	section 45–802.01 of the Arizona Revised
13	Statutes, and which water is recognized
14	under the laws of Arizona and recovered in
15	the area of hydrologic impact of the facility
16	in which such water is stored.
17	"(D) Water rights.—The term water
18	rights' means water rights in ground water,
19	surface water and effluent within the Tucson
20	Management Area under Federal, State and
21	other law.
22	"(2) Waiver of claims by the nation.—The
23	Settlement Agreement referred to in subsection (a)
24	shall provide that the Nation, on behalf of itself and
25	its members, waives and releases—

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1	"(A) any and all claims for water rights,
2	and claims for injuries to water rights, for
3	lands within the Tucson Management Area,
4	against the State of Arizona or any agency or
5	political subdivision thereof, or any person, enti-
6	ty, corporation or municipal corporation;
7	"(B) any and all claims for water rights,
8	for lands within the Tucson Management Area,
9	against the United States and its agencies, offi-
10	cials and employees;
11	"(C) any and all claims for injuries to
12	water rights or for failure to protect, acquire or
13	develop water rights for lands within the San
14	Xavier Indian Reservation and the eastern
15	Schuk Toak District from time immemorial to
16	the effective date described in section 317
17	against the United States and its agencies, offi-
18	cials and employees; and
19	"(D) any and all claims arising out of or
20	related in any manner to the negotiation or
21	adoption of the Settlement Agreement, exhibits
22	to the Settlement Agreement, or this title, or
23	any specific terms and provisions thereof,

against the United States and its agencies, offi-

cials and employees.

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1	"(3) Waiver of claims by the allottee
2	CLASSES.—The Settlement Agreement referred to in
3	subsection (a) shall provide that each allottee class
4	waives and releases—
5	"(A) any and all claims for water rights
6	claims for injuries to water rights, and claims
7	for future injuries to water rights from per-
8	mitted diversions for lands within the Tucson
9	Management Area, against the State of Arizona
10	or any agency or political subdivision thereof, or
11	any person, entity, corporation or municipal
12	corporation;
13	"(B) any and all claims for water rights
14	for lands within the Tucson Management Area
15	against the United States and its agencies, offi-
16	cials and employees;
17	"(C) any and all claims for injuries to
18	water rights or for failure to protect, acquire or
19	develop water rights for lands within the San
20	Xavier Indian Reservation against the United
21	States and its agencies, officials and employees
22	"(D) any and all claims arising out of or
23	related in any manner to the negotiation or
24	adoption of the Settlement Agreement, exhibits

to the Settlement Agreement, or this title, or

1	any specific terms and provisions thereof,
2	against the United States and its agencies, offi-
3	cials and employees; and
4	"(E) any and all claims for water rights
5	and claims for injuries to water rights against
6	the Nation, except that pursuant to section
7	307(a)(1)(G), section 308(a), section 308(b),
8	and subsection (h)(1)(A)(ii) the allottees and
9	fee owners of allotted land shall retain any
10	rights they may have to share in the water re-
11	sources granted or confirmed in this title and
12	the Settlement Agreement with respect to uses
13	within the San Xavier Indian Reservation.
14	"(4) Waiver of claims by the united
15	STATES.—The Settlement Agreement referred to in
16	subsection (a) shall provide that the United States
17	waives and releases—
18	"(A) any and all claims for water rights
19	and claims for injuries to water rights within
20	the Tucson Management Area, on behalf of the
21	Nation, its members, or the allottees against
22	the Nation, the State of Arizona or any agency
23	or political subdivision thereof, or any person,

entity, corporation or municipal corporation;

"(B) any and all claims for future injuries to water rights from permitted diversions on behalf of the allottees against the Nation, the State of Arizona or any agency or political subdivision thereof, or any person, entity, corporation or municipal corporation;

"(C) any and all claims for injuries to water rights against the Nation from and after the effective date described in section 317, on behalf of the allottees, except that pursuant to section 307(a)(1)(G), section 308(a), section 308(b), and subsection (h)(1)(A)(ii) the allottees shall retain any rights they may have to share in the water resources granted or confirmed in this title and the Settlement Agreement with respect to uses within the San Xavier Indian Reservation; and

"(D) contingent upon the effectiveness of a waiver of such claims as provided for in the Asarco Agreement, any and all claims for ground water contamination against Asarco on behalf of the Alvarez v. Tucson Count 4 Plaintiff Class as defined in the Settlement Agreement.

1	"(5) Supplemental waivers of claims.—
2	Any party to the Settlement Agreement may waive
3	and release, prohibit the assertion of or agree not to
4	assert any claims in addition to claims for water
5	rights, claims for injuries to water rights and claims
6	for injuries to water rights from permitted diversions
7	on such terms and conditions as may be agreed to
8	by the parties.
9	"(c) Rights of Allottees; Prohibition of
10	CLAIMS.—
11	"(1) IN GENERAL.—As of the effective date de-
12	scribed in section 317—
13	"(A) the water rights and other benefits
14	granted or confirmed by this title and the Set-
15	tlement Agreement shall be in full satisfaction
16	of all claims for water rights and claims for in-
17	juries to water rights of the Nation and its
18	members, and all claims for water rights, claims
19	for injuries to water rights and claims for inju-
20	ries to water rights from permitted diversions of
21	the allottees and fee owners of allotted land
22	within the San Xavier Indian Reservation;
23	"(B) any entitlement to water within the
24	Tucson Management Area of the Nation and its
25	individual members, any allottee or fee owner of

allotted land within the San Xavier Indian Reservation shall be satisfied out of the water resources granted or confirmed by this title; and

"(C) any rights that the allottees or fee owners of allotted land within the San Xavier Indian Reservation may have to ground water, surface water or effluent shall be limited to the water rights granted or confirmed by this title and the Settlement Agreement.

"(2) Limitation of Certain Claims.—No allottee or fee owner of allotted land within the San Xavier Indian Reservation may assert any claims for water rights, claims for injuries to water rights, or claims for future injuries to water rights from permitted diversions against the United States, the State of Arizona or any agency or political subdivision thereof, or any person, entity, corporation or municipal corporation, nor may any allottee or fee owner of allotted land continue to assert against the United States, the State of Arizona or any agency or political subdivision thereof, or any person, entity, corporation or municipal corporation, any claims for water rights, claims for injuries to water rights, or claims for future injuries to water rights from per-

1 mitted diversions that have been asserted prior to 2 the effective date of this title.

- "(3) LIMITATION OF CLAIMS AGAINST SETTLING PARTIES.—No allottee or fee owner of allotted land within the San Xavier Indian Reservation may assert any claim against any settling party to the extent that—
 - "(A) such claim has been waived and released in the Settlement Agreement by the allottee classes; and
 - "(B) the allottees or fee owners of allotted land within the San Xavier Indian Reservation receive the benefit afforded to members of the allottee classes.

"(4) Limitation of claims against the Nation.—No allottee or fee owner of allotted land within the San Xavier Indian Reservation may assert against the Nation any claims for water rights, claims for injuries to water rights, or, beginning on the effective date of this title, claims for injuries to water rights, except that pursuant to section 307(a)(1)(G), section 308(a), section 308(b), and subsection (h)(1)(A)(ii) the allottees and fee owners of allotted land within the San Xavier Indian Reservation shall retain any rights they may have to

- 1 share in the water resources granted or confirmed in
- 2 this title and the Settlement Agreement with respect
- 3 to uses in the San Xavier Indian Reservation.
- 4 "(d) Acquisition of Additional Water
- 5 Rights.—Nothing in this title shall be construed to pro-
- 6 hibit the Nation, or its members, the allottees or fee own-
- 7 ers of allotted land in the San Xavier Indian Reservation
- 8 from lawfully acquiring water rights for use in the Tucson
- 9 Management Area in addition to the water rights granted
- 10 or confirmed by this title and the Settlement Agreement.
- 11 "(e) No Abrogation of Rights.—This title shall
- 12 not be construed to abrogate any rights or remedies exist-
- 13 ing under section 1346 or 1491 of title 28, United States
- 14 Code.
- 15 "(f) Consent.—Congress hereby grants consent to
- 16 each obligee under section 305(e) to maintain actions
- 17 against the United States in the courts of the United
- 18 States pursuant to sections 1346 or 1491 of title 28,
- 19 United States Code, respectively, to recover damages, if
- 20 any, for the breach of any of the Secretarial obligations
- 21 under this section. The lack of sufficient funds in the Co-
- 22 operative Fund to fulfill the Secretarial obligations may
- 23 not be raised by the United States as a defense to the
- 24 breach. The exclusive remedy for an action maintained
- 25 under this subsection shall be monetary damages. Nothing

1	in the subsection shall be deemed to create any claims
2	against the United States. The court shall offset against
3	any award for any such claim the amount of funds made
4	available by appropriations Acts by Congress and paid to
5	the obligee by the Secretary in partial or complete satisfac-
6	tion of the claim.
7	"(g) Jurisdiction; Waiver of Immunity; Par-
8	TIES.—
9	"(1) Jurisdiction.—
10	"(A) In general.—Except as provided in
11	subsection (h), the courts of the United States
12	shall have original and exclusive jurisdiction
13	over—
14	"(i) actions for the interpretation and
15	enforcement of this title and the Settle-
16	ment Agreement; and
17	"(ii) actions by or against the
18	allottees or fee owners of allotted land for
19	the interpretation of, or legal or equitable
20	remedies with respect to, claims of water
21	rights of the allottees or fee owners of al-
22	lotted land which are not claims for water
23	rights, claims for permitted diversions or
24	claims waived and released in the Settle-
25	ment Agreement.

1	"(B) Limitation.—Neither the courts of
2	the State of Arizona nor the courts of the Na-
3	tion shall have jurisdiction over actions de-
4	scribed in subparagraph (A).
5	"(2) Waiver.—
6	"(A) In General.—The immunity from
7	suit of the United States and the Nation is
8	hereby waived solely for—
9	"(i) declaratory judgment or injunc-
10	tive relief in any action arising under this
11	title; and
12	"(ii) such claims and remedies as may
13	be prescribed in any agreement authorized
14	by this title.
15	"(B) Limitation on standing.—A gov-
16	ernmental entity not described in subparagraph
17	(A) that asserts immunity from suit shall not
18	have standing to initiate or assert any claim or
19	seek any remedy against the United States or
20	the Nation in any action, and the waivers of im-
21	munity of the United States and the Nation re-
22	ferred to in subparagraph (A) shall have no ef-
23	fect therein, if the action—

1	"(i) arises under this title, unless such
2	entity waives immunity for declaratory
3	judgment or injunctive relief; or
4	"(ii) arises under any agreement au-
5	thorized by this title, unless such entity
6	waives immunity for the claims and rem-
7	edies prescribed in the agreement.
8	"(C) Rule of construction.—A waiver
9	of immunity under this paragraph shall not be
10	construed to extend to any claims for damages,
11	costs, attorneys' fees or other monetary relief.
12	"(3) NATION AS A PARTY.—An allottee or fee
13	owner of allotted land who intends to file an action
14	under paragraph (1)(A)(ii) shall give the Nation a
15	notice of intent to file such action, accompanied by
16	a request for consultation, not less than 60 days
17	prior to the date the action is commenced. If the
18	Nation is not a party in an action as originally com-
19	menced under paragraph (1)(A)(ii), the Nation shall
20	be joined as a party.
21	"(h) REGULATION OF WATER RESOURCES AND AC-
22	TIONS WITHIN THE EXCLUSIVE JURISDICTION OF THE
23	Nation.—
24	"(1) REGULATION AND DISPUTE RESOLU-
25	TION.—

1	"(A) REGULATION.—The Nation shall
2	have jurisdiction to manage, control, permit,
3	administer and otherwise regulate the water re-
4	sources granted or confirmed in this title and
5	the Settlement Agreement pursuant to section
6	308—
7	"(i) with respect to the use of such re-
8	sources by the Nation, individual members
9	of the Nation, districts of the Nation, and
10	allottees; and
11	"(ii) with respect to any entitlement
12	to such resources for which a fee owner of
13	allotted land has received a final deter-
14	mination under applicable law.
15	"(B) DISPUTE RESOLUTION.—Jurisdiction
16	over any disputes related to the matters de-
17	scribed in subparagraph (A) shall be vested in
18	the courts of the Nation, subject to first ex-
19	hausting any administrative or other remedies
20	prescribed under the laws of the Nation.
21	"(C) APPLICABLE LAW.—The regulatory
22	and remedial procedures referred to in subpara-
23	graphs (A) and (B) shall be governed by and
24	construed in accordance with the laws of the

1	Nation and the laws of the United States which
2	are expressly applicable thereto.
3	"(2) Reservation of Powers.—Nothing in
4	this title shall be construed to prohibit—
5	"(A) the United States, in its own behalf
6	or as trustee, from exercising such rights as
7	may be expressly applicable to any issues which
8	may arise under section 308(i); or
9	"(B) except as expressly prohibited by this
10	title or the Settlement Agreement, the Nation
11	from exercising regulatory or judicial authority
12	over other persons or entities regarding the
13	water resources referred to herein or otherwise
14	held by the Nation.
15	"(i) Statutory construction.—
16	Nothing in this title shall be construed to
17	diminish or abrogate any obligations of the
18	Secretary or the Nation under the Agree-
19	ments of December 11, 1980 and October
20	11, 1983, as amended pursuant to sections
21	305(a) and 310(h).
22	"SEC. 316. NONREIMBURSABLE COSTS.
23	"(a) Central Arizona Water Conservation Dis-
24	TRICT.—For the purpose of determining the allocation
25	and repayment of costs of the Central Arizona Project as

- 1 provided for in article 9.3 of contract numbered 14–06–
- 2 W-245 between the United States and the Central Ari-
- 3 zona Water Conservation District, dated December 1,
- 4 1988, and any amendment or revision thereof, the costs
- 5 associated with the construction of facilities and with the
- 6 delivery of Central Arizona Project water for any use au-
- 7 thorized under this title shall be non-reimbursable, and
- 8 such costs shall be excluded from the repayment obligation
- 9 of the Central Arizona Water Conservation District.
- 10 "(b) United States.—The United States shall—
- 11 "(1) make no claims against the Nation or the
- allottees for reimbursement or repayment of the
- 13 costs associated with the construction of facilities
- under the Colorado River Basin Project Act (Public
- 15 Law 90–537; 82 Stat. 885) (referred to in this sub-
- section as "CRBPA"), the delivery of Central Ari-
- zona Project water for any use authorized by this
- title, or any other costs arising out of the implemen-
- tation of this title;
- 20 "(2) make no claims against the Nation for re-
- imbursement or repayment of the costs associated
- 22 with the construction of facilities under CRBA for
- 23 the benefit of lands known as the San Lucy Farm,
- acquired by the Nation under the Gila Bend Indian
- Reservation Lands Replacement Act (Public Law

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99–503; 100 Stat. 1798), or the delivery of Central

2	Arizona Project water for use on such lands; and
3	"(3) impose no assessment with regard to the
4	costs referred to in paragraphs (1) and (2) against
5	trust or allotted lands within the territorial jurisdic-
6	tion of the Nation or against the lands of the San
7	Lucy Farm.
8	"SEC. 317. EFFECTIVE DATE.
9	This title shall be effective upon the final dismissal
10	with prejudice of United States v. Tucson, Adams v.
11	United States, and the consolidated claims of Alvarez v.
12	Tueson."
13	TITLE IV—SAN CARLOS APACHE
14	TRIBE WATER RIGHTS SET-
	TRIBE WATER RIGHTS SET- TLEMENT ACT OF 2000
15	
15 16	TLEMENT ACT OF 2000
15 16 17	TLEMENT ACT OF 2000 SEC. 401. SHORT TITLE.
15 16 17 18	TLEMENT ACT OF 2000 SEC. 401. SHORT TITLE. This title may be cited as the "San Carlos Apache
15 16 17 18	TLEMENT ACT OF 2000 SEC. 401. SHORT TITLE. This title may be cited as the "San Carlos Apache Tribe Water Rights Settlement Act of 2000".
115 116 117 118 119 220	TLEMENT ACT OF 2000 SEC. 401. SHORT TITLE. This title may be cited as the "San Carlos Apache Tribe Water Rights Settlement Act of 2000". TITLE V—ENFORCEMENT AND
115 116 117 118 119 220 221	TLEMENT ACT OF 2000 SEC. 401. SHORT TITLE. This title may be cited as the "San Carlos Apache Tribe Water Rights Settlement Act of 2000". TITLE V—ENFORCEMENT AND EFFECTIVE DATE
14 15 16 17 18 19 20 21 22 23	TLEMENT ACT OF 2000 SEC. 401. SHORT TITLE. This title may be cited as the "San Carlos Apache Tribe Water Rights Settlement Act of 2000". TITLE V—ENFORCEMENT AND EFFECTIVE DATE SEC. 501. EFFECTIVE DATE OF AUTHORIZATION OF APPRO-
15 16 17 18 19 20 21	TLEMENT ACT OF 2000 SEC. 401. SHORT TITLE. This title may be cited as the "San Carlos Apache Tribe Water Rights Settlement Act of 2000". TITLE V—ENFORCEMENT AND EFFECTIVE DATE SEC. 501. EFFECTIVE DATE OF AUTHORIZATION OF APPROPRIATIONS.

1	the Secretary of the Interior causes to be published in the
2	Federal Register a statement of findings that—
3	(1) the Gila River Indian Community Water
4	Settlement Agreement (as defined in section 203(b))
5	has been amended to the extent that such agreement
6	conflicts with title I, and has been executed by the
7	Secretary;
8	(2) the Secretary has fulfilled the requirements
9	of subsections (a), (b), and (e) of section 105, and
10	sections 107, 205, and 206;
11	(3) at least \$40,000,000 of the funds made
12	available pursuant to section 108(a) has been depos-
13	ited into the Fund as provided for in section 108(b);
14	(4) the funds authorized to be appropriated by
15	section 106 and subsections (a), (b), and (c)(1) of
16	section 210 have been appropriated and are available
17	for the purposes authorized by such sections;
18	(5) the State of Arizona has appropriated and
19	paid to the Gila River Indian Community the
20	\$ required to be paid under paragraph
21	of the Gila River Indian Community (referred
22	to in this title as "GRIC") Agreement;
23	(6) the Salt River Project has paid to the Gila
24	River Indian Community \$500,000 pursuant to Sub-
25	paragraph 17.9 of the GRIC Agreement;

1	(7) the stipulations attached to the GRIC
2	Agreement as Exhibits 27.8.1 Gila River General
3	Stream Adjudication, 27.8.2 Modified Globe Equity,
4	and 30.5.1.3 dismissal of other lawsuits, have been
5	approved by the respective courts;
6	(8) legislation has been adopted by the State of
7	Arizona to implement the Southside M&I Ground-
8	water Protection Program described in Paragraph
9	5.3 of the GRIC Agreement;
10	(9) the final dismissals with prejudice of United
11	States v. Tucson, (Civ. No. 75–39 TUC consol. with
12	Civ. No. 75–51 TUC–FRZ (D. Ariz.)), Adams v.
13	United States (Civ. No. 93–240 TUC–FRZ (D.
14	Ariz.)), and the consolidated claims of Alvarez v.
15	Tucson (Civ. No. 93–039 TUC–FRZ (D. Ariz.)),
16	have been entered by the United States District
17	Court for the District of Arizona; and
18	(10) a final judgment in Central Arizona Water
19	Conservation District v. United States (No. CIV 95–
20	625–TUC–WDB (EHC), No. CIV 95–1720 PHX–
21	EHC) (Consolidated Action) consistent with the
22	Order entered in that action by the Honorable Earl
23	H. Carroll on May 9, 2000, has been entered by the
24	United States District Court for the District of Ari-

zona.

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SEC. 502. EXPIRATION OF EFFECTIVE DATE.

2 If the Secretarial statement of findings described in

3 section 501 has not been published by December 31,

4 2005—

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5 (1) titles I, II, III and IV of this Act, and sec-6 tion 501, together with any contracts entered into 7 pursuant to any provision of such titles, shall not be 8 effective; and

(2) any funds appropriated pursuant to sections 106(c) and 210, and any funds made available pursuant to section 108(a) and deposited in the fund established in section 208(b), together with any interest thereon, shall immediately revert to the Treasury, as general revenues, and any funds appropriated by the State of Arizona pursuant to the GRIC Agreement, together with any interest there-

and any funds paid by the Salt River Project shall

on, shall immediately revert to the State of Arizona,

immediately be returned to such Project.

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