105TH CONGRESS 1ST SESSION

S. 402

To approve a settlement agreement between the Bureau of Reclamation and the Oroville-Tonasket Irrigation District.

IN THE SENATE OF THE UNITED STATES

March 5, 1997

Mr. Gorton (for himself and Mrs. Murray) introduced the following bill; which was read twice and referred to the Committee on Energy and Natural Resources

A BILL

To approve a settlement agreement between the Bureau of Reclamation and the Oroville-Tonasket Irrigation District.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Oroville-Tonasket
- 5 Claim Settlement and Conveyance Act".
- 6 SEC. 2. PURPOSES.
- 7 The purposes of this Act are to authorize the Sec-
- 8 retary of the Interior to implement the provisions of the
- 9 negotiated Settlement Agreement including conveyance of

- 1 the Project Irrigation Works, identified as not having na-
- 2 tional importance, to the District, and for other purposes.

3 SEC. 3. DEFINITIONS.

- 4 As used in this Act:
- 5 (1) The term "Secretary" means the Secretary of the Interior.
- 7 (2) The term "Reclamation" means the United 8 States Bureau of Reclamation.
- 9 (3) The term "district" or "Oroville-Tonasket 10 Irrigation District" means the project beneficiary or-11 ganized and operating under the laws of the State 12 of Washington, which is the operating and repay-13 ment entity for the Project.
 - (4) The term "project" means the Oroville-Tonasket unit extension, Okanogan-Similkameen division, Chief Joseph Dam Project, Washington, constructed and rehabilitated by the United States under the Act of September 28, 1976 (Public Law 94–423, 90 Stat. 1324), previously authorized and constructed under the Act of October 9, 1962 (Public Law 87–762, 76 Stat. 761), under the Federal reclamation laws (including the Act of June 17, 1902 (ch. 1093, 32 Stat. 388), and Acts supplementary thereto or amendatory thereof).

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1	(5) The term "Project Irrigation Works"
2	means—
3	(A) those works actually in existence and
4	described in subarticle 3(a) of the Repayment
5	Contract, excluding Wildlife Mitigation Facili-
6	ties, and depicted on the maps held by the Dis-
7	trict and Reclamation, consisting of the realty
8	with improvements and real estate interests;
9	(B) all equipment, parts, inventories, and
10	tools associated with the Project Irrigation
11	Works realty and improvements and currently
12	in the District's possession; and
13	(C) all third party agreements.
14	(6) (A) The term "Basic Contract" means Re-
15	payment Contract No. 14-06-100-4442, dated De-
16	cember 26, 1964, as amended and supplemented, be-
17	tween the United States and the District;
18	(B) the term "Repayment Contract" means Re-
19	payment Contract No. 0-07-10-W0242, dated No-
20	vember 28, 1979, as amended and supplemented, be-
21	tween the United States and the District; and
22	(C) the term "third party agreements" means
23	existing contractual duties, obligations, and respon-
24	sibilities that exist because of all leases, licenses, and

- easement with third-parties related to the Project Irrigation Works, or the lands or rights-of-way for the Project Irrigation Works, but excepting power arrangements with the Bonneville Power Administration.

 (7) The term "Wildlife Mitigation Facilities"
 - (7) The term "Wildlife Mitigation Facilities" means—
 - (A) land, improvements, or easements, or any combination thereof, secured for access to such lands, acquired by the United States under the Fish and Wildlife Coordination Act (16 U.S.C. 661–667e); and
 - (B) all third party agreements associated with the land, improvements, or easements referred to in subparagraph (A).
 - (8) The term "Indian Trust Lands" means approximately 61 acres of lands identified on land classification maps on file with the District and Reclamation beneficially owned by the Confederated Tribes of the Colville Reservation (Colville Tribes) or by individual Indians, and held in trust by the United States for the benefit of the Colville Tribes in accordance with the Executive Order of April 9, 1872.
 - (9) The term "Settlement Agreement" means the Agreement made and entered on April 15, 1996,

1 the United States of America acting between 2 through the Regional Director, Pacific Northwest 3 Region, Bureau of Reclamation, and the Oroville-Tonasket Irrigation District. (10) The term "operations and maintenance" 6 means normal and reasonable care, control, oper-7 ation, repair, replacement and maintenance. 8 SEC. 4. AGREEMENT AUTHORIZATION. 9 The Settlement Agreement is approved and the Sec-10 retary of Interior is authorized to conduct all necessary 11 and appropriate investigations, studies, and required Fed-12 eral actions to implement the Settlement Agreement. SEC. 5. CONSIDERATION AND SATISFACTION OF OUT-14 STANDING OBLIGATIONS. 15 (a) Consideration to United States.—Consideration by the district to the United States in accordance 16 17 with the Settlement Agreement approved by this Act shall 18 be— 19 (1) payment of \$350,000 by the district to the 20 United States; 21 (2) assumption by the district of full liability 22 and responsibility and release of the United States 23 of all further responsibility, obligations, and liability 24 for removing irrigation facilities constructed and re-

habilitated by the United States under the Act of

- 1 October 9, 1962 (Public Law 87–762, 76 Stat. 761),
- 2 or referenced in section 201 of the Act of September
- 3 28, 1976 (Public Law 94–423, 90 Stat. 1324), and
- 4 identified in Article 3(a)(8) of the Repayment Con-
- 5 tract;

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- 6 (3) assumption by the district of sole and abso-7 lute responsibility for the operations and mainte-8 nance of the Project Irrigation Works;
 - (4) release and discharge by the district as to the United States from all past and future claims, whether now known or unknown, arising from or in any way related to the Project, including any arising from the Project Irrigation Works constructed pursuant to the 1964 Basic Contract or the 1979 Repayment Contract;
 - (5) assumption by the District of full responsibility to indemnify and defend the United States against any third party claims associated with any aspect of the Project, except for that claim known as the Grillo Claim, government contractor construction claims accruing at any time, and any other suits or claims filed as of the date of the Settlement Agreement; and

1	(6) continued obligation by the district to de-
2	liver water to and provide for operation and mainte-
3	nance of the Wildlife Mitigation Facilities at its own
4	expense in accordance with the Settlement Agree-
5	ment.
6	(b) Responsibilities of the United States.—
7	In return the United States shall—
8	(1) release and discharge the district's obliga-
9	tion, including any delinquent or accrued payments,
10	or assessments of any nature under the 1979 Repay-
11	ment Contract, including the unpaid obligation of
12	the 1964 Basic Contract;
13	(2) transfer title of the Project Irrigation
14	Works to the district;
15	(3) assign to the District all third party agree-
16	ments associated with the Project Irrigation Works;
17	(4) continue power deliveries provided under
18	section 6 of this Act; and
19	(5) assume full responsibility to indemnify and
20	defend the district against any claim known as the
21	Grillo Claim, government contractor construction
22	claims accruing at any time, and any other suits or
23	claims filed against the United States as of the date

of the Settlement Agreement.

- 1 (c) Project Construction Costs.—The transfer
- 2 of title authorized by this Act shall not affect the timing
- 3 or amount of the obligation of the Bonneville Power Ad-
- 4 ministration for the repayment of construction costs in-
- 5 curred by the Federal Government under section 202 of
- 6 the Act of September 28, 1976 (90 Stat. 1325) that the
- 7 Secretary of the Interior has determined to be beyond the
- 8 ability of irrigators to pay. The obligation shall remain
- 9 charged to and be returned to the Reclamation Fund as
- 10 provided for in section 2 of the Act of June 14, 1966 (80
- 11 Stat. 200), as amended by section 6 of the Act of Septem-
- 12 ber 7, 1966 (80 Stat. 707).

13 **SEC. 6. POWER.**

- Nothing in this Act shall be construed as having any
- 15 affect on power arrangements under Public Law 94–423
- 16 (90 Stat. 1324). The United States shall continue to pro-
- 17 vide to the district power and energy for irrigation water
- 18 pumping for the project, including Dairy Point Pumping
- 19 Plant. However, the amount and term of reserved power
- 20 shall not exceed, respectively—
- 21 (1) 27,100,000 kilowatt hours per year; and
- 22 (2) 50 years commencing October 18, 1990.
- 23 The rate that the district shall pay the Secretary for such
- 24 reserved power shall continue to reflect full recovery of
- 25 Bonneville Power Administration transmission costs.

1 SEC. 7. CONVEYANCE.

- 2 (a) Conveyance of Interests of United
- 3 STATES.—Subject to valid existing rights, the Secretary
- 4 is authorized to convey all right, title, and interest, with-
- 5 out warranties, of the United States in and to all Project
- 6 Irrigation Works to the district. In the event a significant
- 7 cultural resource or hazardous waste site is identified, the
- 8 Secretary is authorized to defer or delay transfer of title
- 9 to any parcel until required Federal action is completed.
- 10 (b) RETENTION OF TITLE TO WILDLIFE MITIGATION
- 11 Facilities.—The Secretary will retain title to the Wild-
- 12 life Mitigation Facilities. The District shall remain obli-
- 13 gated to deliver water to and provide for the operations
- 14 and maintenance of the Wildlife Mitigation Facilities at
- 15 its own expense in accordance with the Settlement Agree-
- 16 ment.
- 17 (c) RESERVATION.—The transfer of rights and inter-
- 18 ests pursuant to subsection (a) shall reserve to the United
- 19 States all oil, gas, and other mineral deposits and a per-
- 20 petual right to existing public access open to public fish-
- 21 ing, hunting and other outdoor recreation purposes, and
- 22 such other existing public uses.

23 SEC. 8. REPAYMENT CONTRACT.

- 24 Upon conveyance of title to the Project Irrigation
- 25 Works notwithstanding any parcels delayed in accordance
- 26 with section 7(a), the 1964 Basic Contract, and the 1979

- 1 Repayment Contract between the District and Reclama-
- 2 tion, shall be terminated and of no further force or effect.

3 SEC. 9. INDIAN TRUST RESPONSIBILITIES.

- 4 The district shall remain obligated to deliver water
- 5 under appropriate water service contracts to Indian Trust
- 6 Lands upon request from the owners or lessees of such
- 7 land.

8 SEC. 10. LIABILITY.

- 9 Upon completion of the conveyance of Project Irriga-
- 10 tion Works under this Act, the District shall—
- 11 (1) be liable for all acts or omissions relating to
- the operation and use of the Project Irrigation
- Works that occur before or after the conveyance ex-
- cept for the Grillo Claim, government contractor
- 15 construction claims accruing at any time, and any
- other suits or claims filed as of the date of the Set-
- 17 tlement Agreement;
- 18 (2) absolve the United States and its officers
- and agents of responsibility and liability for the de-
- sign and construction including latent defects associ-
- 21 ated with the project; and
- 22 (3) assume responsibility to indemnify and de-
- fend the United States against all claims whether
- now known or unknown and including those of third
- 25 party claims associated with, arising from, or in any

- 1 way related to, the project except for the Grillo
- 2 Claim, government contractor construction claims
- accruing at any time, and any other suits or claims
- 4 filed as of the date of the Settlement Agreement.

5 SEC. 11. CERTAIN ACTS NOT APPLICABLE AND TERMI-

- 6 NATION OF MANDATES.
- 7 (a) Reclamation Laws.—All mandates imposed by
- 8 the Reclamation Act of 1902, and all Acts supplementary
- 9 thereto or amendatory thereof, including the Reclamation
- 10 Reform Act of 1982, upon the Project Irrigation Works
- 11 shall be terminated upon the completion of the transfers
- 12 as provided by this Act and the Settlement Agreement.
- 13 (b) Relationship to Other Laws.—The transfer
- 14 of title authorized by this Act shall not—
- 15 (1) be subject to the provisions of chapter 5 of
- title 5, United States Code (commonly known as the
- 17 "Administrative Procedures Act"); or
- 18 (2) be considered a disposal of surplus property
- 19 under the Federal Property and Administrative
- 20 Services Act of 1949 (40 U.S.C. 471 et seq.) And
- the Surplus Property Act of 1944 (50 U.S.C. App.
- 22 1601 et seq.).
- (c) Deauthorization.—Effective upon the transfer
- 24 of title to the district under this section, that portion of
- 25 the Oroville-Tonasket Unit Extension, Okanogan-

- 1 Similkameen Division, Chief Joseph Dam Project, Wash-
- 2 ington referred to in section 7(a) as the Project Irrigation
- 3 Works is hereby deauthorized. After transfer of title, the
- 4 district shall not be entitled to receive any further Rec-
- 5 lamation benefits pursuant to the Reclamation Act of
- 6 June 17, 1902, and Acts supplementary thereto or amend-

7 atory thereof.

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