S. 422

IN THE HOUSE OF REPRESENTATIVES

APRIL 12, 1999
Referred to the Committee on Commerce

AN ACT

To provide for Alaska state jurisdiction over small hydroelectric projects.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

1	SECTION 1. ALASKA STATE JURISDICTION OVER SMALL HY-
2	DROELECTRIC PROJECTS.
3	Part I of the Federal Power Act (16 U.S.C. 792 et
4	seq.) is amended by adding at the end the following:
5	"SEC. 32. ALASKA STATE JURISDICTION OVER SMALL HY-
6	DROELECTRIC PROJECTS.
7	"(a) Discontinuance of Regulation by the
8	Commission.—Notwithstanding sections 4(e) and 23(b),
9	the Commission shall discontinue exercising licensing and
0	regulatory authority under this Part over qualifying
1	project works in the State of Alaska, effective on the date
2	on which the Commission certifies that the State of Alaska
3	has in place a regulatory program for water-power devel-
4	opment that—
5	"(1) protects the public interest, the purposes
6	listed in paragraph (2), and the environment to the
7	same extent provided by licensing and regulation by
8	the Commission under this Part and other applicable
9	Federal laws, including the Endangered Species Act
20	(16 U.S.C. 1531 et seq.) and the Fish and Wildlife
21	Coordination Act (16 U.S.C. 661 et seq.);
22	"(2) gives equal consideration to the purposes
23	of—
24	"(A) energy conservation;

1	"(B) the protection, mitigation of damage
2	to, and enhancement of, fish and wildlife (in-
3	cluding related spawning grounds and habitat);
4	"(C) the protection of recreational oppor-
5	tunities,
6	"(D) the preservation of other aspects of
7	environmental quality,
8	"(E) the interests of Alaska Natives, and
9	"(F) other beneficial public uses, including
10	irrigation, flood control, water supply, and navi-
11	gation; and
12	"(3) requires, as a condition of a license for any
13	project works—
14	"(A) the construction, maintenance, and
15	operation by a licensee at its own expense of
16	such lights and signals as may be directed by
17	the Secretary of the Department in which the
18	Coast Guard is operating, and such fishways as
19	may be prescribed by the Secretary of the Inte-
19 20	may be prescribed by the Secretary of the Interior or the Secretary of Commerce, as appro-
20	rior or the Secretary of Commerce, as appro-
20 21	rior or the Secretary of Commerce, as appropriate;

1	sonable rules and regulations as may be made
2	by the Secretary of the Army; and
3	"(C) conditions for the protection, mitiga-
4	tion, and enhancement of fish and wildlife
5	based on recommendations received pursuant to
6	the Fish and Wildlife Coordination Act (16
7	U.S.C. 661 et seq.) from the National Marine
8	Fisheries Service, the United States Fish and
9	Wildlife Service, and State fish and wildlife
10	agencies.
11	"(b) Definition of 'Qualifying Project
12	Works'.—For purposes of this section, the term 'quali-
13	fying project works' means project works—
14	"(1) that are not part of a project licensed
15	under this Part or exempted from licensing under
16	this Part or section 405 of the Public Utility Regu-
17	latory Policies Act of 1978 prior to the date of en-
18	actment of this section;
19	"(2) for which a preliminary permit, a license
20	application, or an application for an exemption from
21	licensing has not been accepted for filing by the
22	Commission prior to the date of enactment of sub-
23	section (c) (unless such application is withdrawn at
24	the election of the applicant);

- 1 "(3) that are part of a project that has a power 2 production capacity of 5,000 kilowatts or less;
- 3 "(4) that are located entirely within the bound-4 aries of the State of Alaska; and
- "(5) that are not located in whole or in part on 5 6 any Indian reservation, a conservation system unit 7 (as defined in section 102(4) of the Alaska National 8 Interest Lands Conservation Act (16)U.S.C. 9 3102(4))), or segment of a river designated for study for addition to the Wild and Scenic Rivers 10
- 12 "(c) ELECTION OF STATE LICENSING.—In the case
 13 of nonqualifying project works that would be a qualifying
 14 project works but for the fact that the project has been
 15 licensed (or exempted from licensing) by the Commission
 16 prior to the enactment of this section, the licensee of such
 17 project may in its discretion elect to make the project sub18 ject to licensing and regulation by the State of Alaska
 19 under this section.
- "(d) Project Works on Federal Lands.—With respect to projects located in whole or in part on a reservation, a conservation system unit, or the public lands, a
- 23 State license or exemption from licensing shall be subject
- 24 to—

- 1 "(1) the approval of the Secretary having juris-
- 2 diction over such lands; and
- 3 "(2) such conditions as the Secretary may pre-
- 4 scribe.
- 5 "(e) Consultation With Affected Agencies.—
- 6 The Commission shall consult with the Secretary of the
- 7 Interior, the Secretary of Agriculture, and the Secretary
- 8 of Commerce before certifying the State of Alaska's regu-
- 9 latory program.
- 10 "(f) Application of Federal Laws.—Nothing in
- 11 this section shall preempt the application of Federal envi-
- 12 ronmental, natural resources, or cultural resources protec-
- 13 tion laws according to their terms.
- 14 "(g) Oversight by the Commission.—The State
- 15 of Alaska shall notify the Commission not later than 30
- 16 days after making any significant modification to its regu-
- 17 latory program. The Commission shall periodically review
- 18 the State's program to ensure compliance with the provi-
- 19 sions of this section.
- 20 "(h) Resumption of Commission Authority.—
- 21 Notwithstanding subsection (a), the Commission shall re-
- 22 assert its licensing and regulatory authority under this
- 23 Part if the Commission finds that the State of Alaska has
- 24 not complied with one or more of the requirements of this
- 25 section.

1	"(i) Determination by the Commission.—
2	"(1) Upon application by the Governor of the
3	State of Alaska, the Commission shall within 30
4	days commence a review of the State of Alaska's
5	regulatory program for water-power development to
6	determine whether it complies with the requirements
7	of subsection (a).
8	"(2) The Commission's review required by
9	paragraph (1) shall be completed within one year of
10	initiation, and the Commission shall within 30 days
11	thereafter issue a final order determining whether or
12	not the State of Alaska's regulatory program for
13	water-power development complies with the require-
14	ments of subsection (a).
15	"(3) If the Commission fails to issue a final
16	order in accordance with paragraph (2), the State of
17	Alaska's regulatory program for water-power devel-
18	opment shall be deemed to be in compliance with
19	subsection (a).".
	Passed the Senate March 25, 1999.
	Attest: GARY SISCO,
	Secretary.