## <sup>109TH CONGRESS</sup> 2D SESSION H.R.4875

To amend the Healthy Forests Restoration Act of 2003 to help reduce the increased risk of severe wildfires to communities in forested areas affected by infestations of bark beetles and other insects, and for other purposes.

#### IN THE HOUSE OF REPRESENTATIVES

#### March 2, 2006

Mr. UDALL of Colorado (for himself and Mr. SALAZAR) introduced the following bill; which was referred to the Committee on Agriculture, and in addition to the Committees on Resources, Ways and Means, and Science, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

#### A BILL

- To amend the Healthy Forests Restoration Act of 2003 to help reduce the increased risk of severe wildfires to communities in forested areas affected by infestations of bark beetles and other insects, 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 AND TABLE OF CONTENTS.

4 (a) SHORT TITLE.—This Act may be cited as the
5 "Rocky Mountain Forest Insects Response Enhancement
6 and Support Act" or the "Rocky Mountain FIRES Act".

#### 1 (b) TABLE OF CONTENTS.—The table of contents for

#### 2 this Act is as follows:

- Sec. 1. Short title and table of contents.
- Sec. 2. Findings and purpose.
- Sec. 3. Response to widespread infestations of bark beetles and other insects on Federal land in Rocky Mountain region.
- Sec. 4. Community wildfire protection plan development assistance for at-risk communities in the Rocky Mountain region.
- Sec. 5. Additional assistance for preparation of community wildfire protection plans.
- Sec. 6. Biomass commercial utilization grant program and biomass collection.
- Sec. 7. Cooperation with certain private landowners.
- Sec. 8. Partial exclusion from gross income of payments received as compensation for silvicultural activities in response to insect-infestation emergencies.

#### 3 SEC. 2. FINDINGS AND PURPOSE.

- 4 (a) FINDINGS.—Congress finds the following:
- 5 (1) Fire, bark beetles, and other insects that
  6 feed on trees are natural parts of the Rocky Moun7 tain forest ecology that have some beneficial effects
  8 and help shape the forests by thinning dense tree
  9 stands and promoting cyclical re-growth.
- 10 (2) However, in various parts of the Rocky
  11 Mountain region, large-scale infestations of bark
  12 beetles and other insects, in combination with other
  13 factors, have increased the likelihood of unusually
  14 severe wildfires that pose a threat to lives and prop15 erty in nearby communities.
- 16 (3) This increased wildfire danger is the result17 of the following factors:
- 18 (A) A century-long policy of suppressing
  19 even small fires on Federal lands, which com-

bined with a more recent reduction in the quan-1 2 tity of timber harvesting on Federal lands, has 3 resulted in unusually dense vegetation that can provide fuel for unusually severe wildfires. 4 5 (B) A pronounced and prolonged drought 6 that has weakened trees and made them more 7 susceptible to both wildfire and insects. 8 (C) Population growth in mountain com-9 munities adjacent to Federal lands and the de-10 velopment of ski areas and other recreational 11 facilities on and in the vicinity of Federal lands, 12 with a resulting increase in the number of peo-13 ple, homes, and businesses at risk; 14 (4) The Healthy Forests Restoration Act of 15 2003 (Public Law 108–148; 16 U.S.C. 6501 et seq) 16 addressed the need to reduce the volume of fuel that 17 can feed the most severe fires that threaten commu-18 nities. 19 (5) However, provisions of the Healthy Forests 20 Restoration Act of 2003 and other laws need to be 21 modified to help further reduce the risks to commu-22 nities in the Rocky Mountain region associated with 23 current insect infestations. 24 (b) PURPOSE.—The purpose of this Act is to facili-25 tate a swifter response by the Secretary of Agriculture and

the Secretary of the Interior to reduce the increased risk 1 2 of severe wildfires to communities in the Rocky Mountain 3 region resulting from the effects of widespread infestations 4 of bark beetles and other insects. 5 SEC. 3. RESPONSE TO WIDESPREAD INFESTATIONS OF 6 BARK BEETLES AND OTHER INSECTS ON FED-7 ERAL LAND IN ROCKY MOUNTAIN REGION. 8 (a) DEFINITIONS.—Section 101 of the Healthy For-9 ests Restoration Act of 2003 (16 U.S.C. 6511) is amend-10 ed— 11 (1) by redesignating paragraphs (12) through 12 (16) as paragraphs (13), (14), (16), (17), and (18), 13 respectively; 14 (2) by inserting after paragraph (11) the fol-15 lowing new paragraph: "(12) INSECT-EMERGENCY AREA.—The term 16 'insect-emergency area' means Federal land in the 17 18 Rocky Mountain region that— 19 "(A) the Secretary determines is subject to 20 a widespread infestation of bark beetles or other insects; 21 22 "(B) is identified for hazardous fuel reduc-23 tion treatment in a community wildfire protec-24 tion plan; and

1	"(C) is characterized by insect-induced tree
2	mortality that the Secretary determines has, or
3	within one year will have, produced a condition
4	such that an immediate reduction in hazardous
5	fuels is required in order to reduce the risks to
6	human life and property or to a municipal
7	water supply from a severe wildfire."; and
8	(3) by inserting after paragraph $(14)$ , as redes-
9	ignated by paragraph (2), the following new para-
10	graph:
11	"(16) Rocky mountain region.—The term
12	'Rocky Mountain region' means the States of Ari-
13	zona, Colorado, Idaho, Montana, New Mexico, North
14	Dakota, South Dakota, Utah, and Wyoming.".
15	(b) Funding Allocation Prioritization for
16	Federal Lands in Rocky Mountain Region.—Sec-
17	tion $103(d)(1)$ of the Healthy Forests Restoration Act of
18	2003 (16 U.S.C. $6513(d)(1)(B)$ ) is amended by adding at
19	the end the following new subparagraph:
20	"(D) Special rule for rocky moun-
21	TAIN REGION.—The Secretary shall allocate not
22	less than 70 percent of the funds allocated for
23	authorized hazardous fuel reduction projects in
24	the Rocky Mountain region for—

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1	"(i) projects in the wildland-urban
2	interface; and
3	"(ii) lands that are in proximity to a
4	municipal water supply system or a stream
5	feeding such a system within a municipal
6	watershed and that have been identified for
7	such projects in community wildfire protec-
8	tion plans.".
9	(c) Alternative Analysis Process.—Section
10	104(d)(2) of the Healthy Forests Restoration Act of 2003
11	(16  U.S.C.  6514(d)(2)) is amended by inserting after "at-
12	risk community" the following: "or on any other lands
13	identified for such a project in a community wildfire pro-
14	tection plan for an at-risk community in or adjacent to
15	an insect-emergency area".
16	(d) INSECT EMERGENCIES.—Title I of the Healthy
17	Forests Restoration Act of 2003 is amended—
18	(1) by redesignating sections 107 and 108 as
19	sections 109 and 110, respectively; and
20	(2) by inserting after section 106 the following
21	new section:
22	"SEC. 107. ACTIONS RELATED TO INSECT-EMERGENCY
23	AREAS.
24	"(a) DESIGNATION.—

1	"(1) Designation Authority.—The Secretary
2	may designate insect-emergency areas. The designa-
3	tion shall be made on the basis of the best informa-
4	tion available, including observation of relevant in-
5	sect infestations.
6	"(2) INITIATION.—The designation of an in-
7	sect-emergency area may be made on the initiative
8	of the Secretary or in response to a request by any
9	State agency or any political subdivision of a State.
10	"(3) DEADLINE.—If a State agency or a polit-
11	ical subdivision of a State requests an area to be
12	designated as an insect-emergency area pursuant to
13	paragraph (2), the decision regarding such request
14	shall be made no later than 90 days after receipt of
15	the request.
16	"(4) LIMITATION ON DELEGATION.—In the
17	case of National Forest System lands, the authority
18	to make a designation under this subsection may be
19	delegated only to a Regional Forester.
20	"(b) Consultation and Public Comment.—Be-
21	fore making a determination to designate an insect-emer-
22	gency area, the Secretary shall—
23	"(1) consult with any Federal agency respon-
24	sible for management of lands within a relevant

1	community wildfire protection plan and appropriate
2	State and local officials; and
3	"(2) provide public notice and seek public com-
4	ments.
5	"(c) REVIEW OF DESIGNATION.—Any administrative
6	or judicial review of a designation made pursuant to sub-
7	section (a) shall be subject to regulations issued pursuant
8	to section 105 and to the provisions of section 106.
9	"(d) Effect of Determination.—
10	"(1) Authorized hazardous fuel reduc-
11	TION PROJECTS.—An authorized hazardous fuel re-
12	duction project involving lands within an area des-
13	ignated as an insect-emergency area may be cat-
14	egorically excluded from documentation in an envi-
15	ronmental impact statement and environmental as-
16	sessment under the National Environmental Policy
17	Act of 1969 (42 U.S.C. 4321 et seq.) if—
18	"(A) the project involves only lands that
19	are identified for hazardous-fuel reduction
20	treatment in a community wildfire protection
21	plan; and
22	"(B) the decision to categorically exclude
23	the project is made in accordance with applica-
24	ble extraordinary circumstances procedures es-

tablished pursuant to section 1508.4 of title 40, Code of Federal Regulations.

"(2) STEWARDSHIP PROJECTS.—A stewardship 3 4 contracting project under section 347 of the Depart-5 ment of the Interior and Related Agencies Appro-6 priations Act, 1999 (as contained in section 101(e) 7 of Public Law 105–277; 16 U.S.C. 2104 note) to 8 implement a hazardous fuel reduction project in an 9 insect-emergency area may exceed 10 years, but may 10 not exceed 15 years.

11 "(e) PERSONNEL AUTHORITY.—The Secretary of Ag-12 riculture may relocate or reassign personnel of the Forest 13 Service in order to provide additional personnel to prepare 14 and carry out applied silvicultural assessments under sec-15 tion 404 in response to an insect emergency or to prepare 16 and implement other appropriate actions involving Federal 17 lands subject to an insect emergency.".

(e) RELATION TO APPEALS REFORM ACT.—Section
105 of the Healthy Forests Restoration Act of 2003 (16
20 U.S.C. 6515) is amended by adding at the end the fol21 lowing new subsection:

"(d) RELATION TO APPEALS REFORM ACT.—Nothing in section 322 of the Department of the Interior and
Related Agencies Appropriations Act, 1999 (Public Law
102–381; 16 U.S.C. 1612 note) shall be construed to re-

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quire administrative review procedures different from, or
 in addition to, the procedures established by regulations
 issued pursuant to this section for administrative review
 of an authorized hazardous fuel reduction project con ducted pursuant to section 102 or the designation of an
 insect-emergency area pursuant to section 107.".

## 7 SEC. 4. COMMUNITY WILDFIRE PROTECTION PLAN DEVEL8 OPMENT ASSISTANCE FOR AT-RISK COMMU9 NITIES IN THE ROCKY MOUNTAIN REGION.

(a) AVAILABILITY OF ASSISTANCE.—Section 103 of
the Healthy Forests Restoration Act of 2003 (16 U.S.C.
6513) is amended by adding at the end the following new
subsection:

14 "(e) Planning Assistance for at-Risk Commu-15 NITIES.—Using amounts made available to the Secretary of Agriculture under section 35(c) of the Mineral Leasing 16 Act (30 U.S.C. 191(c)), the Secretary of Agriculture shall 17 make grants to at-risk communities in the Rocky Moun-18 19 tain region to assist the at-risk communities to prepare 20 or revise a community wildfire protection plan. The Sec-21 retary of Agriculture shall make such grants in consulta-22 tion with appropriate State agencies.".

(b) FUNDING SOURCE.—Section 35 of the Mineral
Leasing Act (30 U.S.C. 191) is amended by adding at the
end the following new subsection:

"(c) Notwithstanding subsection (a), \$5,000,000 of
 the monies paid into the Treasury under such subsection
 for each of the fiscal years 2006 through 2010 shall be
 made available to the Secretary of Agriculture, without
 further appropriation and until expended, for obligation
 and expenditure pursuant to section 103(e) of the Healthy
 Forests Restoration Act of 2003 (16 U.S.C. 6513).".

#### 8 SEC. 5. ADDITIONAL ASSISTANCE FOR PREPARATION OF 9 COMMUNITY WILDFIRE PROTECTION PLANS.

Subparagraph (L) of section 33(b)(3) of the Federal
Fire Prevention and Control Act of 1974 (15 U.S.C.
2229(b)(3)) is amended to read as follows:

"(L) To fund fire prevention programs, including the development of community wildfire
protection plans (as defined in section 101 of
the Healthy Forests Restoration Act of 2003
(16 U.S.C. 6511)).".

18 SEC. 6. BIOMASS COMMERCIAL UTILIZATION GRANT PRO-

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#### GRAM AND BIOMASS COLLECTION.

20 (a) GRANT PROGRAM.—Section 203 of the Healthy
21 Forests Restoration Act of 2003 (16 U.S.C. 6531) is
22 amended to read as follows:

## 1 "SEC. 203. BIOMASS COMMERCIAL UTILIZATION GRANT2PROGRAM.

3 "(a) PROGRAM AUTHORIZED.—The Secretary of Ag4 riculture may make grants to the owners or operators of
5 facilities that use biomass—

6 "(1) as a raw material to produce electricity,
7 sensible heat, transportation fuel, or substitutes for
8 petroleum-based products;

9 "(2) for wood-based products; or

10 "(3) for other commercial purposes.

11 "(b) PRIORITY.—In making grants under this sec-12 tion, the Secretary shall give priority to applications sub-13 mitted by persons who purchase biomass removed from 14 lands in insect-emergency areas through an authorized 15 hazardous fuel reduction project carried out pursuant to 16 section 102.

17 "(c) USE OF GRANT FUNDS.—Grants made pursuant
18 to this section may be used to offset the costs of pur19 chasing biomass.

"(d) RELATION TO OTHER AUTHORITIES.—The authority provided by this section is in addition to any other
authority of the Secretary to make grants related to biomass.

24 "(e) AUTHORIZATION OF APPROPRIATIONS.—There 25 are authorized to be appropriated to the Secretary 1 \$10,000,000 for each of fiscal years 2007 through 20102 to make grants under this section.".

3 (b) CENTRAL COLLECTION POINTS.—Title II of the
4 Healthy Forests Restoration Act of 2003 is amended by
5 adding at the end the following new section:

#### 6 "SEC. 204. ESTABLISHMENT OF CENTRAL COLLECTION 7 POINTS.

"(a) ESTABLISHMENT.—To the maximum extent 8 9 practicable and consistent with relevant land management 10 plans, the Secretary shall establish one or more collection point for the placement of vegetative material removed 11 from Federal or other lands as part of hazardous fuel re-12 13 duction projects under title I. No collection point shall be established on any lands not owned by the United States 14 15 without the consent of the owner of such lands.

16 "(b) USE.—Vegetative material placed at a collection
17 point established under this section may be sold, donated,
18 or otherwise made available to any party who will remove
19 the material from the collection point.

20 "(c) DEFINITION.—In this section, the term "Sec-21 retary" means—

22 "(1) the Secretary of Agriculture with respect23 to lands managed by the Forest Service; and

"(2) the Secretary of the Interior with respect
 to lands managed by any agency of the Department
 of the Interior.".

#### 4 SEC. 7. COOPERATION WITH CERTAIN PRIVATE LAND-5 OWNERS.

6 Title I of the Healthy Forests Restoration Act of
7 2003 is amended by inserting after section 107, as added
8 by section 3(d), the following new section:

#### 9 "SEC. 108. COOPERATION WITH CERTAIN PRIVATE LAND-10 OWNERS.

"(a) USE OF PRIVATE LANDOWNERS.—The Sec-11 12 retary may award stewardship contracts to or enter into 13 agreements with owners of lands contiguous to Federal lands managed by the Secretary under which the land-14 15 owners may carry out a fuel-reduction project or other activities on the contiguous Federal lands in order to reduce 16 the extent to which the Federal lands or other lands could 17 be affected by wildfires. The agreement shall include such 18 terms and conditions as the Secretary considers appro-19 20 priate with regard to activities to be performed on the 21 Federal lands.

"(b) REIMBURSEMENT.—A stewardship contract or
other agreement under this section may provide for reimbursement by the Secretary for costs incurred by the landowner related to the fuel-reduction project or other activi-

ties on the Federal lands. If reimbursement is not pro vided, the cost incurred by the landowner shall be treated
 as a donation to the United States for purposes of the
 Internal Revenue Code of 1986.".

# 5 SEC. 8. PARTIAL EXCLUSION FROM GROSS INCOME OF PAYMENTS RECEIVED AS COMPENSATION FOR 7 SILVICULTURAL ACTIVITIES IN RESPONSE TO 8 INSECT-INFESTATION EMERGENCIES.

9 (a) IN GENERAL.—Part III of subchapter B of chap10 ter 1 of the Internal Revenue Code of 1986 (relating to
11 items specifically excluded from gross income) is amended
12 by inserting after section 139A the following new section:
13 "SEC. 139B. COMPENSATION FOR SILVICULTURAL ACTIVI14 TIES IN RESPONSE TO INSECT-INFESTATION

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### EMERGENCIES.

16 "(a) GENERAL RULE.—Gross income shall not in-17 clude any qualified silvicultural payments.

18 "(b) DOLLAR LIMITATION.—The aggregate of the
19 payments which may be taken into account under sub20 section (a) with respect to a taxpayer for a taxable year
21 shall not exceed \$10,000 (\$20,000 in the case of a joint
22 return).

23 "(c) QUALIFIED SILVICULTURAL PAYMENTS.—For
24 purposes of this section—

1	"(1) IN GENERAL.—The term 'qualified silvicul-
2	tural payment' means any amount received by the
3	taxpayer during the taxable year as compensation
4	for work performed in the Rocky Mountain region as
5	part of—
6	"(A) an authorized hazardous fuels reduc-
7	tion project conducted pursuant to section $102$
8	of the Healthy Forests Restoration Act of 2003
9	(16 U.S.C. 6512) in an insect-emergency area,
10	or
11	"(B) a silvicultural assessment or other
12	treatment conducted under section 404 of such
13	Act (16 U.S.C. 6554) in an insect-emergency
14	area.
15	"(2) DEFINITIONS.—The terms 'authorized
16	hazardous fuels reduction project', 'insect-emergency
17	area', and 'Rocky Mountain region' have the mean-
18	ings given those terms in section 101 of the Healthy
19	Forests Restoration Act of 2003 (16 U.S.C.
20	6511).".
21	(b) Clerical Amendment.—The table of sections
22	for part III of subchapter B of chapter 1 of such Code
23	is amended by inserting after the item relating to section
24	139A the following new item:
	"See 120D Companyation for citrical activities in regrange to heatly amon

<sup>&</sup>quot;Sec. 139B. Compensation for silvicultural activities in response to beetle emergencies.".