HB 2400-1 (LC 761) 3/2/15 (CDT/ps)

PROPOSED AMENDMENTS TO HOUSE BILL 2400

1 On <u>page 1</u> of the printed bill, line 8, delete "January 31," and insert 2 "March 10,".

3 On page 2, delete lines 39 through 45.

4 On page 3, delete lines 1 through 41 and insert:

5 "SECTION 7. ORS 541.689 is amended to read:

6 "541.689. (1) The Water Resources Department shall make a determination 7 as provided under subsection (2) of this section if an application for a loan 8 or grant from the Water Supply Development Account is for a project that 9 requires a [*new*] water storage or aquifer recharge permit or limited license 10 for the storage of water [*outside of the official irrigation season*] **during pe**-

11 riods when water is available for storage and:

12 "(a) Impounds surface water on a perennial stream;

"(b) Diverts water from a stream that supports state or federally listed
 sensitive, threatened or endangered fish species; or

¹⁵ "(c) Diverts more than 500 acre-feet of surface water annually.

"(2) The department shall review a completed application for a project described in subsection (1) of this section to determine whether the applicable seasonally varying flows have been established under this section for the stream of interest. If the department determines that the applicable seasonally varying flows have not **previously** been established, the department shall establish the seasonally varying flows before issuing a loan or grant from the account. The department may use account moneys to pay the cost of establishing a seasonally varying flow and to pay other costs directly related to project development.

"(3) The department shall establish any seasonally varying flows under subsection (2) of this section in consultation with the State Department of Fish and Wildlife and any affected Indian tribes. The department may rely upon existing scientific data and analysis or may fund new data and analysis. The department shall establish seasonally varying flows using a methodology established by Water Resources Commission rules. [If seasonally varying flows are established for a stream,]

"(4) If the department establishes applicable seasonally varying
 flows for a stream of interest, the department must make the sea sonally varying flows a condition of:

"(a) The new or existing water storage or aquifer recharge permit
 or limited license for the storage of water issued for any project de scribed in subsection (1) of this section that subsequently receives a
 loan or grant from the account; and

"(b) [A subsequent] The new or existing water storage or aquifer recharge permit or limited license for the storage of water [must be conditioned in accordance with the applicable seasonally varying flows if the license or permit] issued for any project that:

21 "[(*a*)] (**A**) [*Is for a project receiving*] **Subsequently receives** a loan or 22 grant from the account;

"[(b)] (B) Is for the storage of water [outside of the official irrigation
season] during periods when water is available for storage; and

²⁵ "[(c)] (C) Has a diversion point that is subject to seasonally varying ²⁶ flows.

"[(4)] (5) The applicant for or holder of a permit or license described in subsection [(3)] (4)(b) of this section may request that the applicable seasonally varying flows established under subsection (2) of this section for a stream of interest be altered based upon new information. There is, however, a rebuttable presumption that existing applicable seasonally varying flows protect and maintain the biological, ecological and physical functions of the stream to the extent required by commission rules.

"[(5)] (6) The department shall condition [the new] **a** water storage permit and resulting certificate, [new] aquifer recharge permit and resulting certificate or [new] limited license [associated with a project that receives a grant or loan from the account] for a project described in subsection (4) of this section to protect the seasonally varying flow in effect at the time the loan or grant is issued for the project.

"[(6)] (7) For purposes of any project [that receives a loan or grant from 10 the account and has the characteristics described in subsection (1) of this sec-11 tion, or any project] described in subsection [(3)] (4) of this section, the de-12partment shall use a seasonally varying flow methodology provided by 13 commission rules in lieu of any other methodologies for determining sea-14 sonally varying flows or any methodologies for determining peak and eco-15logical flows [outside of the official irrigation season] during periods when 16 water is available for storage. 17

"[(7)] (8) Subsections (1) to [(6)] (7) of this section do not eliminate or alter any applicable standard for department review of an application to determine whether water is available for purposes of reviewing an application for a new water storage or aquifer recharge permit or a limited license for the storage of water.".

23