LC 544 2023 Regular Session 69000-001 10/28/22 (AG/ps)

# DRAFT

#### SUMMARY

Establishes Place-Based Water Planning Fund in State Treasury, separate and distinct from General Fund. Continuously appropriates moneys in Place-Based Water Planning Fund to Water Resources Department for pur-poses related to water planning.

Directs Water Resources Director to use moneys in fund for certain purposes related to place-based integrated water resources plans and associated activities.

Declares emergency, effective on passage.

## 1 A BILL FOR AN ACT

2 Relating to a water planning fund; and declaring an emergency.

**3** Be It Enacted by the People of the State of Oregon:

4 <u>SECTION 1.</u> The Place-Based Water Planning Fund is established

5 in the State Treasury, separate and distinct from the General Fund.

6 Interest earned by the Place-Based Water Planning Fund shall be

7 credited to the fund. The fund consists of moneys appropriated to the

8 fund by the Legislative Assembly and public or private moneys desig-

9 nated for deposit in the fund. Moneys in the fund are continuously

10 appropriated to the Water Resources Department for the purpose of

11 carrying out the provisions of section 2 of this 2023 Act.

12 <u>SECTION 2.</u> (1) As used in this section:

13 (a) "Eligible implementation coordination costs":

14 (A) Means costs associated with actions taken to coordinate imple-

15 mentation of a state-recognized place-based integrated water resources

16 plan, including:

NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.

Commented [HB\*W1]: Recommendation V

(i) Costs of facilitation services related to meetings.
 (ii) The provision of stipends to encourage ongoing participation in

3 meetings.

4 (iii) Costs of coordination-related actions that occur after state re-5 cognition of a place-based integrated water resources plan.

6 (B) Does not include the costs of implementing a project.

7 (b) "Environmental justice community" has the meaning given that8 term in ORS 182.535.

9 (c) "Indian tribe" means a federally recognized Indian tribe in
10 Oregon that has members residing on a reservation or tribal trust
11 lands in Oregon.

12 (d) "Person" has the meaning given that term in ORS 536.007.

13 (e) "Place-based integrated water resources plan" means a plan14 that:

(A) Is developed in collaboration with a balanced representation ofinterests;

17 (B) <u>Balances Addresses</u> current and future in-stream and out-ofstream needs;

18 (C) Includes the development of actions that are consistent with the

19 state water resources policy, as defined in ORS 536.007, and other state

20 laws concerning the water resources of this state;

21 (D) Facilitates local water resources solutions;

(E) Is developed using an open, equitable and transparent processthat fosters public participation;

(F) Is developed in consultation with the Water Resources Depart-ment and other relevant state agencies;

26 (G) Strives to integrate solutions to cost-effectively achieve multi-27 ple benefits;

(H) Is consistent with the guiding principles of the integrated statewater resources strategy;

30 (I) Complies with rules of the Water Resources Commission re-

31 garding development of place-based integrated water resources plans;

1	(J) Is reviewed by, and recognized by a resolution of, the Water	
2	Resources Commission; and	
3	(K) Is for an area associated with waters from sources within a	
4	hydrologic boundary.	
5	(f) "Situational assessment" includes evaluation of:	
6	(A) An area's readiness, needs and capacity for developing a place-	
7	based integrated water resources plan within a hydrologic boundary.	
8	(B) Potential gaps in state and local capacity and data related to	
9	development of a place-based integrated water resources plan.	
10	(C) Actions that may ensure timely completion of a place-based in-	
11	tegrated water resources plan.	
12	(D) Potential critical water issues that may be the focus when de-	
13	veloping a place-based integrated water resources plan.	
14	(g) "State-recognized place-based integrated water resources plan"	Commented [HB*W2]: Recommendation F
15	means a place-based integrated water resources plan that has been	
16	reviewed by the Water Resources Commission and recognized by a	
17	commission resolution stating that the completed place-based inte-	
18	grated water resources plan adheres to applicable requirements.	
19	(2) The Water Resources Director shall disburse moneys in the	
20	Place-Based Water Planning Fund established in section 1 of this 2023	
21	Act as grants <u>. Applications must demonstrate in-kind and cash cost</u> match of not less than 25 percent of the amount of the to fund up to <del>75 percent of the grant funds requested</del> for <del>of</del> actions sup-	
22	porting <del>the development of a p</del> lace-based integrated water resources	
23	plan <u>ning</u> , including costs of:	Commented [HB*W3]: Recommendations M, O, P
24	(a) Filling gaps in state <u>, tribal</u> and local capacity, knowledge and skill sets.	
25	(b) Developing data and associated analyses tailored to the area of	
26	a place-based integrated water resources plan.	
27	(c) Building relationships among state agencies and people who live	
28	in, or are interested in, the area of a place-based integrated water re-	
29	sources plan.	
30	(d) Assisting with building the capacity of a community to develop $[3]$	

31 a place-based integrated water resources plan.

1 (e) Facilitating associated public participation, including partic-

2 ipation by members of environmental justice communities, through

3 education, outreach, financial support and other activities.

4 (f) Assessing critical issues related to a place-based integrated wa-

5 ter resources plan.

6 (g) Designing and managing the development of a place-based inte-

7 grated water resources plan.

8 (h) That are <u>E</u>eligible implementation coordination costs of a state-

9 recognized place-based integrated water resources plan.

10 (i) Supporting development of a place-based integrated water re-

<u>11</u>\_sources plan.

- 12 (j) Assisting groups to prepare and assess readiness to engage in development of a place-based integrated plan.
- 1113 (k) Updating a state-recognized place-based integrated water resources plan

<u>1214</u> (3) The grants may be awarded to persons, Indian tribes and <u>1315</u> nonprofit organizations.

14<u>16</u> (4) The grants may be awarded as cost sharing with other programs 15<u>17</u>that support water resources planning.

16<u>18</u> (5) In addition to disbursing moneys in the fund as grants described 17<u>19</u> in subsection (2) of this section, the Water Resources Director may 18<u>20</u> use moneys in the fund to contract for situational assessments, data 19<u>21</u> development, technical assistance and other actions in support of a 20<u>22</u> place-based integrated water resources plan.

(6) Before issuing funding under subsections (2) or (5) of this sec-2224 tion, the Water Resources Director shall consult with the Department 2825 of Environmental Quality, Oregon Health Authority, State Depart-2426 ment of Agriculture and State Department of Fish and Wildlife to 2527 understand agency capacity to participate in developing a place-based 2628 integrated water resources plan.

2729 (7) The Department of Environmental Quality, Oregon Health Au-

Commented [HB\*W4]: Recommendation D

Commented [HB\*W5]: Recommendation M

Commented [HB\*W6]: Recommendation  ${\rm P}$ 

**Commented [HB\*W7]:** Recommendation D

2830 thority, State Department of Agriculture, State Department of Fish			
2931 and Wildlife and Water Resources Department may provide technical			
30 <u>32</u> information and assistance to, and enter into contracts or agreements			
81 <u>33</u> with, a person, Indian tribe or nonprofit organization to facilitate im-			
1 plementation of this section.	Commented [HB*W8]: Recommendation D		
2 (8) The Water Resources Commission shall consider state-			
3 <b>recognized place-based integrated water resources plans when updating</b>			
4 the integrated state water resources strategy.	Commented [HB*W9]: Recommendation G		
5 (9) The commission may adopt rules to implement this section, in-			
6 cluding rules that:			
7 (a) Further clarify the expenditures that may be funded by the			
8 grants.			
9 (b) <u>In consultation with other state agencies</u> , <u>Pp</u> rioritize the issuance of funding for purposes described in this			
10 section.	Commented [HB*W10]: Recommendation H: Other		
11 (c) Establish requirements for engaging environmental justice	agencies called out in HB 5006 report should be consulted		
12 communities pursuant to this section.			
13 (d) In consultation with other state agencies, <u>E</u> establish	Commented [HB*W11]: Recommendation H: Other		
criteria and a process for state recognition of a	agencies called out in HB 5006 report should be consulted		
14 place-based integrated water resources plan.			
15 (e) Describe how the commission will consider state-recognized	Commented [HB*W12]: Recommendation G		
16 place-based integrated water resources plans when updating the inte-			
<u>17</u> grated state water resources strategy.			
18 (f) Establish reporting and other requirements necessary to maintain	Commented [HB*W13]: Recommendation F		
<u>the status of a state-recognized place-based integrated water resources</u> <u>plan including:</u>			
<u>19</u> i) progress on plan implementation,			
<u>20</u> ii) how plan strategies and actions continue to represent a balance of instream and out of stream water interests, and			
1721 iii) the planning groups plans related to collaboration and place-based planning principles."			
1822 SECTION 3. This 2023 Act being necessary for the immediate pres-			
1923 ervation of the public peace, health and safety, an emergency is de-			