## House Bill 3382

Sponsored by Representatives WHISNANT, BUEHLER

## SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced.** 

Provides that projects that make water artificially available for ground water users from implementation of ground water recharge projects may be authorized as mitigation projects compliant with requirements related to Deschutes Scenic Waterway.

## A BILL FOR AN ACT

2 Relating to the Deschutes Basin ground water study area; amending ORS 537.746 and section 2,
3 chapter 669, Oregon Laws 2005.

4 Be It Enacted by the People of the State of Oregon:

**SECTION 1.** ORS 537.746 is amended to read:

6 537.746. (1) The Water Resources Commission may by rule establish a system of credits that may

be used to offset the potential interference with hydraulically connected surface waters caused by ground water withdrawals within the Deschutes River Basin to account for projects performed in the basin that make water available for mitigation.

10 (2) A person proposing a project that makes water available for mitigation may apply to the 11 Water Resources Department for approval of the project and a preliminary finding as to the amount 12 of mitigation credits available, based on the amount of water made available by the project.

(3)(a) Projects approved by the department shall comply with all other applicable provisions of
 law, including relevant portions of ORS 390.835, and may not result in injury to existing water
 rights.

(b) The department may approve a project that makes water available for mitigation in
a manner that promotes the maintenance of the free-flowing character of the Deschutes
Scenic Waterway, as required by ORS 390.835, if the project results in:

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(A) Water that is legally protected for in-stream use, calculated in acre-feet; or

(B) Water that is artificially made available for use as ground water for the purpose of
 recharging ground water under ORS 537.135, calculated in acre-feet, as long as the applicable
 aquifer recharge permit or limited license is for the storage of water outside of the official
 irrigation season.

[(3)(a)] (4)(a) The amount of mitigation credits awarded for a completed project, or any completed phase of the project, shall be equal to the amount of water made available by the project as determined and approved by the department.

(b) A final award of mitigation credits by the department shall be made upon completion of the
approved project by the applicant and verification by the department that the project is complete.
The department may provide for a partial award of mitigation credits to correspond with completion
of approved phases of project implementation.

31 (c) Mitigation credits shall remain valid until exercised by the holder.

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1 [(4)] (5) The commission may by rule provide for the recognition or establishment of mitigation 2 banks to facilitate transactions among the holders of mitigation credits and persons who desire to 3 acquire mitigation credits. The mitigation credits may be assigned by the person creating the project 4 to another person or a mitigation bank.

5 [(5)] (6) The Water Resources Department shall prepare an annual report on the implementation 6 and management of the system of mitigation credits established by subsections [(1) to (4)] (1) to (5) 7 of this section.

8 **SECTION 2.** Section 2, chapter 669, Oregon Laws 2005, is amended to read:

Sec. 2. The Legislative Assembly declares that rules adopted by the Water Resources Commission for the Deschutes Basin ground water study area and certified effective by the Secretary of
State on September 27, 2002, satisfy the requirements relating to mitigation under ORS 390.805 to
390.925, 537.332 to 537.360 and 537.505 to 537.795, as those statutes were in effect on July 29,
2005.

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