# § 2903. Authorization of transfers of title to eligible facilities

#### (a) Authorization

#### (1) In general

Subject to the requirements of this chapter, the Secretary, without further authorization from Congress, may, on application of a qualifying entity, convey to a qualifying entity all right, title, and interest of the United States in and to any eligible facility, if—

- (A) not later than 90 days before the date on which the Secretary makes the conveyance, the Secretary submits to Congress—
  - (i) a written notice of the proposed conveyance; and
  - (ii) a description of the reasons for the conveyance; and
- (B) a joint resolution disapproving the conveyance is not enacted before the date on which the Secretary makes the conveyance.

#### (2) Consultation

A conveyance under paragraph (1) shall be made by written agreement between the Secretary and the qualifying entity, developed in consultation with any existing water and power customers affected by the conveyance of the eligible facility.

#### (b) Reservation of easement

The Secretary may reserve an easement over a conveyed property if—

- (1) the Secretary determines that the easement is necessary for the management of any interests retained by the Federal Government under this chapter:
- (2) the Reclamation project or a portion of the Reclamation project remains under Federal ownership; and
- (3) the Secretary enters into an agreement regarding the easement with the applicable qualifying entity.

## (c) Interests in water

No interests in water shall be conveyed under this chapter unless the conveyance is provided for in a separate, quantified agreement between the Secretary and the qualifying entity, subject to applicable State law and public process requirements.

(Pub. L. 116-9, title VIII, §8003, Mar. 12, 2019, 133 Stat. 806.)

## § 2904. Eligibility criteria

## (a) Establishment

The Secretary shall establish criteria for determining whether a facility is eligible for conveyance under this chapter.

### (b) Minimum requirements

## (1) Agreement of qualifying entity

The criteria established under subsection (a) shall include a requirement that a qualifying entity shall agree—

- (A) to accept title to the eligible facility;
- (B) to use the eligible facility for substantially the same purposes for which the eligible facility is being used at the time the Secretary evaluates the potential transfer; and

(C) to provide, as consideration for the assets to be conveyed, compensation to the reclamation fund established by section 391 of this title, in an amount that is the equivalent of the net present value of any repayment obligation to the United States or other income stream that the United States derives from the eligible facility to be transferred, as of the date of the transfer.

## (2) Determinations of Secretary

The criteria established under subsection (a) shall include a requirement that the Secretary shall—

- (A) be able to enter into an agreement with the qualifying entity with respect to the legal, institutional, and financial arrangements relating to the conveyance;
  - (B) determine that the proposed transfer—
- (i) would not have an unmitigated significant effect on the environment;
- (ii) is consistent with the responsibilities of the Secretary—
  - (I) in the role as trustee for federally recognized Indian Tribes; and
  - (II) to ensure compliance with any applicable international and Tribal treaties and agreements and interstate compacts and agreements;
- (iii) is in the financial interest of the United States;
- (iv) protects the public aspects of the eligible facility, including water rights managed for public purposes, such as flood control or fish and wildlife;
- (v) complies with all applicable Federal and State law; and
- (vi) will not result in an adverse impact on fulfillment of existing water delivery obligations consistent with historical operations and applicable contracts; and
- (C) if the eligible facility proposed to be transferred is a dam or diversion works (not including canals or other project features that receive or convey water from the diverting works) diverting water from a water body containing a species listed as a threatened species or an endangered species or critical habitat under the Endangered Species Act of 1973 (16 U.S.C. 1531 et seq.), determine that—
  - (i) the eligible facility continues to comply with the Endangered Species Act of 1973 (16 U.S.C. 1531 et seq.) in a manner that provides no less protection to the listed species as existed under Federal ownership; and
- (ii) the eligible facility is not part of the Central Valley Project in the State of California.

### (3) Status of reclamation land

The criteria established under subsection (a) shall require that any land to be conveyed out of Federal ownership under this chapter is—

- (A) land acquired by the Secretary; or
- (B) land withdrawn by the Secretary, only if—
- (i) the Secretary determines in writing that the withdrawn land is encumbered by facilities to the extent that the withdrawn