January 11, 2021

The Honorable Chuck Schumer The Honorable Nancy Pelosi The Honorable Mitch McConnell The Honorable Kevin McCarthy

Dear Speaker Pelosi, Leaders Schumer, McConnell, and McCarthy:

As you consider further economic stimulus measures during the 117th session of Congress to help our country recover from the negative impacts of COVID-19, we urge that you address the shortcomings of our aging Western agricultural and rural water infrastructure in any future infrastructure or recovery package. We represent thousands of Western farmers, ranchers, water providers, businesses and communities who provide the food our nation relies upon through use of millions of acres of productive land, as well as many of the local and regional public water agencies that supply water to over fifty million Western urban, suburban and rural residents. Our organizations collectively believe that federal investment in a diversified water management portfolio is essential. Such a portfolio MUST be included as essential infrastructure in the next infrastructure or recovery package.

The American West's farmers and ranchers have responded to COVID-19 by developing new ways to grow the nation's food supply while protecting workers on the frontlines, and keeping the nation fed. But the COVID-19 crisis, as with all industries, has revealed weaknesses in agriculture that must be addressed. Our nation clearly needs a stable domestic food supply that both nourishes Americans and safeguards national security. Food security is an issue everyone should be taking more seriously. We cannot wait until the supermarket shelves are empty to take action to protect our ability to feed ourselves and much of the world.

Our nation's water suppliers are also critical service providers. Agricultural and municipal water providers have worked tirelessly throughout the COVID-19 crisis to provide uninterrupted water service and wastewater treatment for irrigation, major cities, at risk communities, and businesses.

To ensure that food can continue to be safely and affordably produced in the West, and that communities, large and small, continue to have access to the water critical to their economies and their health, our organizations believe that critical water supply and wastewater treatment reliability improvements must be included as a necessary part of any federal infrastructure investment. Providing a stable water future for the West will also strengthen our rural communities who often struggle to address water quantity and quality challenges. Beyond longer-term impacts to the West, these infrastructure projects would also bring vital construction jobs which will greatly benefit rural communities impacted by COVID-19 in their efforts to recover. Nationwide, we believe American jobs will also benefit as equipment and materials for these water projects will be provided by American firms.

It has never been more critical that our country prioritize the initial and continual investment in Western water infrastructure necessary to meet current and future demands. Existing water and wastewater infrastructure in the West is aging, as most of the federal water infrastructure projects that benefit our Western communities, from the largest cities to the smallest farms, were built more than 50 years ago. Now, they are in desperate need of rehabilitation and improvement. In addition, as hydrological conditions in the West change and populations expand, the impacts from our failure to address aging water infrastructure has become increasingly acute, raising serious questions about the system's continued viability without immediate attention. By investing in improvements to water infrastructure and expanding useable supplies today, we believe the nation can prevent a breakdown in the water supply and irrigation systems across the landscape, which could avoid further shortening of supplies and the potential for increased conflict over water supplies.

Pressure is growing to 'solve' current urban and environmental water shortages by simply moving water away from Western irrigated agriculture. If this continues, we will see rising conflict between agricultural, rural, urban and environmental stakeholders, as well as a further decline in our national food security. A visionary bipartisan federal infrastructure package should seek to bolster our aging water infrastructure to keep water flowing to our nation's farms and ranches simultaneous to making improvements for cities and the environment.

Our organizations collectively believe that federal investment in <u>water conservation</u>, <u>water recycling</u>, <u>watershed management</u>, <u>conveyance</u>, <u>desalination</u>, <u>water transfers</u>, <u>groundwater storage</u>, <u>and surface</u> <u>storage is urgently needed for a diversified water management portfolio and that such a portfolio</u> <u>MUST be included as essential infrastructure in the next infrastructure or recovery package</u>. Specific recommended actions include:

- <u>Water conservation</u>, one of the most cost-effective actions that can positively affect water supply stability, needs to continue to be aggressively pursued in conjunction with new water storage and other actions.
- New funding will be needed to kick-start new <u>water recycling</u>, reuse and desalination projects currently being studied or that are ready for construction.
- Additional funding should support new reservoir facilities and operations at existing dams to address <u>climate change risks</u>.
- Programs that fund <u>water conservation and management improvements</u>, fish passage and <u>recovery</u>, and <u>habitat restoration</u> all in support of water project operations in the Reclamation states of the West, are in need of additional funding to accelerate construction of this "ready-to-go" infrastructure. Bipartisan legislation, including the *Drought Resiliency and Water Supply Infrastructure Act*, among others, lay out a comprehensive vision for how multiple objectives like this can be achieved.

- Environmentally and hydrologically sound investments in new <u>water storage</u> both surface water and groundwater in order to adapt to a changing hydrology and develop usable and sustainable supplies to meet growing demands for water. We believe that water storage projects should be geared to local circumstances and needs. In some cases, storage projects will be above ground, in others they will be below ground. Additionally, some will be traditional construction using American steel and concrete, while others will be 'green' natural infrastructure projects all dependent on the wide variety of local needs in place across the West.
- The federal government must remain an active financial partner and expand its involvement in finding 21st century solutions to these water problems in the West. It can do so, either through direct funding to help meet these needs or by <u>developing and expanding federal financing</u> <u>mechanisms</u> (such as the EPA's *Water Infrastructure Finance and Innovation Act*) that have a very low cost to the Treasury and to taxpayers. Future tax legislation should preserve tax-exempt financing and also restore the ability to issue tax-exempt advance refunding bonds.
- <u>Additional federal funding</u> for affordable long-term loans from the Bureau of Reclamation to <u>local districts operating and maintaining federally-owned irrigation projects</u>. These local entities are in need of affordable financing for immediate extraordinary repairs and rehabilitation on their federally-owned canals and water delivery structures as was highlighted in the bipartisan *Water Supply Infrastructure Rehabilitation and Utilization Act*. Most, if not all, of these major construction projects are ready to proceed if direct financing was made available. In short, water resource infrastructure investments should be made more attractive and affordable for the non-federal entities responsible for maintaining these critical facilities.
- Water quality challenges are also critical factors in many communities across the rural West. Many of these challenges can be positively impacted by the proposals above. As an example, an increase in water supply flowing to rural communities can help stabilize water needs. New supplies can be recharged into aquifers, which can help improve underlying water quality. This is especially important in rural areas where groundwater aquifers have been significantly depleted and water levels are critical. Often those communities are faced with the twin challenge of not having enough water for their needs and the water they have being of poor quality. Enhanced water supplies, environmental projects and new conveyance systems can help provide water as well as help recharge depleted aquifers, which in turn help <u>improve rural communities</u> 'water quantity and quality over time.
- Beyond monetary assistance, the federal government should also bring forward policy changes that help ensure that water projects are built in a timely fashion. Making funding available for projects is useless if projects take decades to be approved. In the past, Congress has, on a bipartisan basis, put forward significant efforts to <u>improve the efficiency of environmental regulation and permitting processes</u> for other types of infrastructure development. Water infrastructure should not be treated any differently and any infrastructure package should address this concern by streamlining the regulations and permitting processes for water

projects. Commonsense process improvements were included in the *American Recovery and Reinvestment Act of 2009* and can be used as a model for success, as well as others, to ensure timely construction of projects.

• Finally, in order to respond to current and future water shortages, Congress must also encourage federal agencies to implement a more cooperative approach toward achieving multiple goals <u>under existing environmental laws and regulations</u>. And, where such approaches are currently in law, Congress should encourage these agencies to use any and all flexibilities under the law to act with the urgency and promptness that this crisis demands.

As you are already aware, water infrastructure investments not only provide immediate short-term economic benefits and create jobs – vital to a nation facing massive job loss – they are the foundation that the economy will need for the foreseeable future.

If and when additional infrastructure funding is discussed as part of a larger economic stimulus package, we need your help to ensure that federal dollars flow and timely improvements are constructed to our nation's critical aging water infrastructure needs.

We look forward to working with you to address this critical need and national security interest.

Sincerely,

A&B Irrigation District (ID) Agribusiness & Water Council of Arizona Almond Alliance of California American AgCredit American Agri-Women American Farm Bureau Federation American Farmland Trust Arnold Irrigation District (OR) Arizona Cattle Feeders Association Arizona Cotton Growers Association Arizona Farm and Ranch Group Arizona Farm Bureau Association of California Water Agencies Biggs-West Gridley Water District (CA) Black Canyon Irrigation District (ID) Boise-Kuna Irrigation District (ID) Browns Valley Irrigation District (CA) Butte Water District (CA) California Agricultural Irrigation Association California Alfalfa & Forage Association California Apple Commission California Association of Wheat Growers California Avocado Commission

California Bean Shippers Association California Blueberry Association California Blueberry Commission California Cattlemen's Association California Citrus Mutual California Cotton Alliance California Cotton Ginners & Growers Assoc. California Farm Bureau California Farm Water Alliance California Fresh Fruit Association California Grain & Feed Association California Seed Association California State Beekeepers Association California State Floral Association California Walnut Commission California Warehouse Association California Water Alliance California Water Service California Women for Agriculture Carlsbad Irrigation District (NM) Central California Irrigation District Central Arizona Irrigation and Drainage District

Central Oregon Irrigation District Central Nebraska Public Power and Irrigation District Central Utah Water Conservancy District Central Valley Project Water Association (CA) Charleston Drainage District (CA) City of Shasta Lake (CA) CoBank Colorado Farm Bureau Colorado Fruit & Vegetable Growers Association Colorado Potato Administrative Committee **Colorado** River **Energy Distributors Association** Colorado River District (CO) Colorado Water Congress Columbia Basin Development League (WA) Columbia Canal Company (CA) Del Puerto Water District (CA) Deschutes Basin Board of Control (OR) Dolores Water Conservancy District (CO) Dunnigan Water District (CA) Eagle Field Water District (CA) East Columbia Basin Irrigation District (WA) Eastern Municipal Water District (CA) Electrical District #3 of Pinal County (AZ) Elephant Butte Irrigation District (NM) Elsinore Valley Municipal Water District (CA) Family Farm Alliance Family Water Alliance (CA) Farm Credit Council Farmers Conservation Alliance (OR) Farwell Irrigation District (NE) Far West Equipment Dealers Association Fremont-Madison Irrigation District (ID) Fresno Madera Farm Credit, ACA (CA) Friant Water Authority (CA) Garrison Diversion Conservancy District (ND) Glenn-Colusa Irrigation District (CA) Groundwater Management Districts Assoc. Grower-Shipper Association of Santa Barbara and San Luis Obispo Counties (CA) Hawaii Farm Bureau Idaho Dairymen's Association Idaho Farm Bureau

San Luis & Delta-Mendota Water Authority (CA) Idaho Potato Commission Idaho Water Resources Research Institute Idaho Water Users Association Imperial Irrigation District (CA) Imperial Valley Vegetable Growers Association (CA) Irrigation & Electrical Districts Association of Arizona Kansas Bostwick Irrigation District Kansas Water Congress King Hill Irrigation District (ID) Kings River Conservation District (CA) Kittitas County Farm Bureau (WA) Kittitas Reclamation District. (WA) Kittitas County Timothy Hay Growers & Suppliers (WA) Klamath Irrigation District (OR) Klamath Water Users Association (OR) Lindsay-Strathmore Irrigation District (CA) Little Snake River Conservation District (WY) Little Snake River Water Conservancy District (WY) Maricopa-Stanfield Irrigation & Drainage District (AZ) McKinleyville Community Services District (CA) Mercy Springs Water District (CA) Meridian Farms Water Company (CA) Modesto Irrigation District (CA) Montana Farm Bureau Montana Water Resources Association Monterey One Water (CA) Monterey Peninsula Water Management District (CA) National Cattlemen's Beef Association Nampa & Meridian Irrigation District (ID) National Onion Association National Pecan Federation National Water Resources Association Natomas Mutual Water Company (CA) Nebraska Farm Bureau Nevada Farm Bureau Federation Nevada Irrigation District (CA)

New Magma Irrigation and Drainage District (AZ) New Mexico Chile Association New Mexico Farm and Livestock Bureau Niobrara Conservation District (WY) North Dakota Water Users Association Northern California Water Association Northern Water (CO) North Side Canal Company (ID) North Unit Irrigation District (OR) Ochoco Irrigation District (OR) Olive Growers Council of California Orange Cove Irrigation District (CA) Oregon Association of Nurseries Oregon Farm Bureau **Oregon Potato Commission Oregon Water Resources Congress** Orland Unit Water Users Association (CA) Pacific Egg and Poultry Association Panoche Drainage District (CA) Panoche Water District (CA) Patterson Irrigation District (CA) Pioneer Irrigation District (ID) Portneuf Irrigating Company (ID) Pot Hook Water Conservancy District (CO) Princeton-Codora-Glenn Irrig. District (CA) Provident Irrigation District (CA) Public Lands Council Queen Creek Irrigation District (AZ) **Ouincy-Columbia Basin I.D. (WA)** Reclamation District No. 108 (CA) Reclamation District 1500 (CA) Richvale Irrigation District (CA) River Garden Farms (CA) Rocky Mountain Farmers Union Roza Irrigation District (WA) Roza-Sunnyside Joint Board of Control (WA) Rubicon Water (facilities in CA and CO) Sacramento River Settlement Contractors Corporation (CA) San Carlos Irrigation and Drainage District (AZ) San Joaquin River Exchange Contractors Water Authority (CA) San Juan Water District (CA)

San Luis Canal Company (CA) San Luis & Delta-Mendota Water Authority Salt River Project (AZ) Sargent Irrigation District (NE) Solano Irrigation District (CA) South Columbia Basin Irrigation District (WA) Southeastern Colorado Water Conservancy District Southwestern Water Conservation District (CO) Southwest Kansas Groundwater Management District No. 3 South Valley Water Association (CA) South Yuba Water District (CA) Sunnyside Division Board of Control (WA) Sunnyside Valley Irrigation District (WA) Sutter Extension Water District (CA) Sutter Mutual Water Company (CA) Swalley Irrigation District (OR) Tehama Colusa Canal Authority (CA) Truckee-Carson Irrigation District (NV) Tulare Lake Basin Water Storage District (CA) Tulelake Irrigation District (CA) Tumalo Irrigation District (OR) Turlock Irrigation District (CA) United Potato Growers of America United Water Conservation District (CA) Utah Farm Bureau Ventura County Agricultural Association (CA) Washington Farm Bureau Washington State Potato Commission Washington State Water Resources Association WateReuse Association Weber Basin Water Conservancy District (UT) Wellton-Mohawk Irrigation and Drainage District (AZ) Western Agricultural Processors Association Western Canal Water District (CA) Western Growers Association Western Urban Water Coalition Wyoming Farm Bureau Yakima Basin Joint Board (WA) Yakima-Tieton Irrigation District (WA) Yosemite Farm Credit (CA) Yuba Water Agency (CA)