

APRIL SNELL, INTERIM EXECUTIVE DIRECTOR,
OREGON WATER RESOURCES CONGRESS

Submitted to the United States House of Representatives Committee on Appropriations
Subcommittee on Agriculture, Rural Development, Food and Drug Administration,
and Related Agencies

March 20, 2012

RE: US Department of Agriculture's FY 2013 Budget for the Natural Resources

Conservation Service

The Oregon Water Resources Congress (OWRC) strongly supports the US Department of Agriculture's (USDA) Natural Resources Conservation Service (NRCS) and is deeply concerned about reductions to programs important to our members for FY 2013. OWRC is requesting that funding for several key NRCS programs be increased for FY 2013 and that the "Bridging the Headgates" MOU between NRCS and the Bureau of Reclamation be reactivated and expanded to include other federal agencies.

OWRC was established in 1912 as a trade association to support district member needs to protect water rights and encourage conservation and water management statewide. OWRC represents non-potable agricultural water suppliers in Oregon, primarily irrigation districts, as well as other special districts and local governments that deliver irrigation water. The association represents the entities that operate water management systems, including water supply reservoirs, canals, pipelines, and hydropower production.

Need

OWRC and its members believe conservation of natural resources through collaborative partnerships is crucial to ensuring the viability of irrigation districts and similar organizations that deliver irrigation water for the nation's agriculture. Federal support of water conservation

activities funded through NRCS programs including the Agricultural Watershed Enhancement Program (AWEP) and the Cooperative Conservation Partnership Initiative (CCPI) are essential to the conservation of our natural resources and critical to protecting our food, energy and water supply. Irrigation districts and other agricultural water users in Oregon have used these programs to develop collaborative projects with Federal, State, and other local entities—proving that on-the ground conservation can be best achieved by leveraging partnerships, pooling available resources, and focusing on each partner’s strengths.

We are deeply disappointed that the NRCS budget for FY 2013 is a 13% decrease from FY 2012 estimated budget levels. While we recognize that the Administration has increased funding for some of the NRCS programs, the need for additional financial assistance with conservation projects still far outweighs the budget. NRCS programs are essential to irrigation districts in developing and implementing conservation projects that benefit not only the individual farmers they serve but also the entire watershed and community as a whole. Furthermore, conservation projects also benefit the economy through job creation and ensuring the future viability of American agriculture. OWRC is requesting that funding for AWEP be increased to at least \$75 million, which is comparable to the enacted FY 2011 levels but is still far less than what could be used in Oregon and nationally.

AWEP and CCPI Needs

AWEP and CCPI help fill a funding void for multi-partner conservation projects. Often large conservation projects do not include individual on-farm projects which limits the effectiveness of the project. AWEP and CCPI allow farmers to pool together and leverage the dollars invested in the off-farm project with the addition of EQIP on-farm projects. Because of the large number of successful project applications for AWEP, USDA will have to obligate a large amount of the annual \$60 million appropriation to existing multiyear projects. It is

important that the funding for these projects not be interrupted so that they may be completed. However, it is equally important to have funding available for new eligible AWEP and CCPI projects that simultaneously benefit the environment and economy.

Bridging the Headgates MOU

The need for continued coordination among federal agencies, including NRCS, the Bureau of Reclamation (BOR), Bureau of Land Management (BLM), Environmental Protection Agency (EPA), NOAA Fisheries, US Fish and Wildlife Service, and Army Corps of Engineers (ACOE), is a significant issue. With the loss of watershed planning funding, reactivating and expanding this program to other federal agencies would be a very cost-effective alternative.

Program Benefits

OWRC strongly supports AWEP and CCPI, which are both critical tools for districts and other agricultural water suppliers in developing and implementing water and energy conservation projects in Oregon. AWEP has been highly successful in developing cooperative approaches on a basin-wide scale. This program allows districts and other agricultural water suppliers to partner with farmers to address regional water quantity and quality issues in local watersheds.

The CCPI allows partnerships to be formed with Federal, State and Local interests to address Endangered Species Act (ESA) and Clean Water Act (CWA) issues in watershed basins and sub basins. We believe that water supply issues in Oregon and elsewhere in the nation can be resolved best locally in cooperative partnership efforts that promote conservation with a more aggressive federal funding partnership as defined in AWEP and CCPI. OWRC strongly supports the continuation and increased funding of the AWEP and CCPI programs for FY 2013.

Examples of Successful AWEP Projects in Oregon

Oregon has had several successful AWEP applicants over the past several years, three from our member districts (described below). The full list of Oregon projects can be found on the Oregon NRCS website at: <http://www.or.nrcs.usda.gov/programs/awep/index.html>.

- The **Whychus Creek/Three Sisters Irrigation District Collaborative Restoration Project** focuses on irrigation water efficiency with irrigation improvements in the Upper Division of the Three Sisters Irrigation District, which is the project partner. The effort will improve stream flows and water quality for native fish while providing farmers a reliable supply of water. **FY 2012 Funding: \$251,300 (AWEP)**
- The **Talent Irrigation District Project** works with agricultural producers to install conservation practices that will properly utilize limited surface water resources, improve water quality on flood irrigated land by converting to more efficient irrigation systems, and apply irrigation water management to eliminate irrigation runoff. **FY 2012 Funding: \$4,470 (AWEP)**
- The **Willow Creek Project** helps landowners in the Lower Willow Creek Watershed portion of Malheur County convert to water-saving irrigation systems, reduce irrigation runoff, and improve water quality in Willow Creek and Malheur River. The project partner is the Vale Oregon Irrigation District. **FY 2012 Funding: \$251,300 (AWEP)**

In 2012 Oregon requested approximately \$3.1 million for project funding but only received \$2.4 for existing AWEP approved projects. Oregon also requested approximately \$3.2 million of CCPI funds and received \$3.0 million. Each year local interest has increased to compete for AWEP and CCPI funding and additional innovative projects like the ones above could be developed and implemented in Oregon if more funding is made available.

The projects above are just a few examples of how NRCS programs have been successfully used in Oregon to develop and implement collaborative multi-benefit conservation projects.

In the future, OWRC would also like to see additional funding targeted for projects that conserve both water and energy—which are two key and complimentary resource areas for the agricultural community. In Oregon, NRCS is helping develop the Save Water, Save Energy Initiative, a multi-agency cooperative effort to develop a clearinghouse of information on financial incentives and technical expertise to assist districts and their water users in implementing conservation measures. Supporting projects like the pilot project being implemented in the Deschutes Basin will provide the groundwork for future Save Water, Save Energy projects and help maximize federal investment in conservation efforts.

Conclusion

Our member districts, the farms and other water users they serve, and the communities in which they are located benefit greatly from the NRCS programs described in our testimony. Oregon’s agricultural community is actively committed to water conservation programs, but those programs require Federal participation if the agricultural community is to be able to continue its efforts to address Oregon’s water supply needs through water conservation. These valuable programs are essential tools in not only conserving natural resources but also in leveraging federal, state, local partnerships and resources to implement important projects that would otherwise be unrealized. Increasing the budget for NRCS programs is a strategic investment that will pay both environmental and economic dividends to Oregonians and America as a whole.

Thank you for the opportunity to provide testimony for the record on the proposed FY 2013 budget for the US Department of Agriculture.

Sincerely,

April Snell, Interim Executive Director