### 112TH CONGRESS 1ST SESSION

# S. 1345

To provide for equitable compensation to the Spokane Tribe of Indians of the Spokane Reservation for the use of tribal land for the production of hydropower by the Grand Coulee Dam, and for other purposes.

### IN THE SENATE OF THE UNITED STATES

July 11, 2011

Ms. Cantwell (for herself and Mrs. Murray) introduced the following bill; which was read twice and referred to the Committee on Indian Affairs

## A BILL

To provide for equitable compensation to the Spokane Tribe of Indians of the Spokane Reservation for the use of tribal land for the production of hydropower by the Grand Coulee Dam, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Spokane Tribe of Indi-
- 5 ans of the Spokane Reservation Grand Coulee Dam Equi-
- 6 table Compensation Settlement Act".
- 7 SEC. 2. FINDINGS.
- 8 Congress finds that—

1	(1) from 1927 to 1931, at the direction of Con-
2	gress, the Corps of Engineers investigated the Co-
3	lumbia River and its tributaries to determine sites at
4	which power could be produced at low cost;
5	(2) under section 10(e) of the Federal Power
6	Act (16 U.S.C. 803(e)), when licenses are issued in-
7	volving tribal land within an Indian reservation, a
8	reasonable annual charge shall be fixed for the use
9	of the land, subject to the approval of the Indian
10	tribe having jurisdiction over the land;
11	(3) in August 1933, the Columbia Basin Com-
12	mission, an agency of the State of Washington, re-
13	ceived a preliminary permit from the Federal Power
14	Commission for water power development at the
15	Grand Coulee site;
16	(4) had the Columbia Basin Commission or a
17	private entity developed the site, the Spokane Tribe
18	would have been entitled to a reasonable annual
19	charge for the use of the land of the Spokane Tribe
20	(5) in the mid-1930s, the Federal Government
21	which is not subject to licensing under the Federal
22	Power Act (16 U.S.C. 792 et seq.)—
23	(A) federalized the Grand Coulee Dam
24	project; and

1	(B) began construction of the Grand Cou-
2	lee Dam;
3	(6) when the Grand Coulee Dam project was
4	federalized, the Federal Government recognized
5	that—
6	(A) development of the project affected the
7	interests of the Spokane Tribe and the Confed-
8	erated Tribes of the Colville Reservation; and
9	(B) it would be appropriate for the Spo-
10	kane and Colville Tribes to receive a share of
11	revenue from the disposition of power produced
12	at Grand Coulee Dam;
13	(7) in the Act of June 29, 1940 (16 U.S.C.
14	835d et seq.), Congress—
15	(A) granted to the United States—
16	(i) in aid of the construction, oper-
17	ation, and maintenance of the Columbia
18	Basin Project, all the right, title, and in-
19	terest of the Spokane Tribe and Colville
20	Tribes in and to the tribal and allotted
21	land within the Spokane and Colville Res-
22	ervations, as designated by the Secretary
23	of the Interior from time to time; and
24	(ii) other interests in that land as re-
25	quired and as designated by the Secretary

1	for certain construction activities under-
2	taken in connection with the project; and
3	(B) provided that compensation for the
4	land and other interests was to be determined
5	by the Secretary in such amounts as the Sec-
6	retary determined to be just and equitable;
7	(8) pursuant to that Act, the Secretary paid—
8	(A) to the Spokane Tribe, \$4,700; and
9	(B) to the Confederated Tribes of the
10	Colville Reservation, \$63,000;
11	(9) in 1994, following litigation under the Act
12	of August 13, 1946 (commonly known as the "In-
13	dian Claims Commission Act" (60 Stat. 1049, chap-
14	ter 959; former 25 U.S.C. 70 et seq.)), Congress
15	ratified the Colville Settlement Agreement, which re-
16	quired—
17	(A) for past use of the land of the Colville
18	Tribes, a payment of \$53,000,000; and
19	(B) for continued use of the land of the
20	Colville Tribes, annual payments of
21	\$15,250,000, adjusted annually based on reve-
22	nues from the sale of electric power from the
23	Grand Coulee Dam project and transmission of
24	that power by the Bonneville Power Adminis-
25	tration;

- 1 (10) the Spokane Tribe, having suffered harm 2 similar to that suffered by the Colville Tribes, did 3 not file a claim within the 5-year statute of limita-4 tions under the Indian Claims Commission Act;
  - (11) neither the Colville Tribes nor the Spokane Tribe filed claims for compensation for use of the land of the respective Tribes with the Commission prior to August 13, 1951, but both Tribes filed unrelated land claims prior to August 13, 1951;
  - (12) in 1976, over objections by the United States, the Colville Tribes were successful in amending the 1951 Claims Commission land claims to add the Grand Coulee claim of the Colville Tribes;
  - (13) the Spokane Tribe had no such claim to amend, having settled the Claims Commission land claims of the Spokane Tribe with the United States in 1967;
  - (14) the Spokane Tribe has suffered significant harm from the construction and operation of Grand Coulee Dam;
  - (15) Spokane tribal acreage taken by the United States for the construction of Grand Coulee Dam equaled approximately 39 percent of Colville tribal acreage taken for construction of the dam;

- 1 (16) the payments and delegation made pursu-2 ant to this Act constitute fair and equitable com-3 pensation for the past and continued use of Spokane 4 tribal land for the production of hydropower at 5 Grand Coulee Dam; and
- 6 (17) by vote of the Spokane tribal membership,
  7 the Spokane Tribe has resolved that the payments
  8 and delegation made pursuant to this Act constitute
  9 fair and equitable compensation for the past and
  10 continued use of Spokane tribal land for the produc11 tion of hydropower at Grand Coulee Dam.

### 12 SEC. 3. PURPOSE.

The purpose of this Act is to provide fair and equitable compensation to the Spokane Tribe for the use of the land of the Spokane Tribe for the generation of hydropower by the Grand Coulee Dam.

#### 17 SEC. 4. DEFINITIONS.

- 18 In this Act:
- 19 (1) ADMINISTRATOR.—The term "Adminis-20 trator" means the Administrator of the Bonneville 21 Power Administration or the head of any successor 22 agency, corporation, or entity that markets power 23 produced at Grand Coulee Dam.
- 24 (2) COLVILLE SETTLEMENT AGREEMENT.—The 25 term "Colville Settlement Agreement" means the

- 1 Settlement Agreement entered into between the
- 2 United States and the Colville Tribes, signed by the
- 3 United States on April 21, 1994, and by the Colville
- 4 Tribes on April 16, 1994, to settle the claims of the
- 5 Colville Tribes in Docket 181–D of the Indian
- 6 Claims Commission, which docket was transferred to
- 7 the United States Court of Federal Claims.
- 8 (3) COLVILLE TRIBES.—The term "Colville
- 9 Tribes" means the Confederated Tribes of the
- 10 Colville Reservation.
- 11 (4) COMPUTED ANNUAL PAYMENT.—The term
- "Computed Annual Payment" means the payment
- calculated under paragraph 2.b. of the Colville Set-
- tlement Agreement, without regard to any increase
- or decrease in the payment under section 2.d. of the
- agreement.
- 17 (5) Confederated tribes act.—The term
- 18 "Confederated Tribes Act" means the Confederated
- 19 Tribes of the Colville Reservation Grand Coulee
- Dam Settlement Act (Public Law 103–436; 108
- 21 Stat. 4577).
- 22 (6) Fund.—The term "Fund" means the Spo-
- kane Tribe of Indians Settlement Fund established
- by section 5.

1	(7) Secretary.—The term "Secretary" means
2	the Secretary of the Interior.
3	(8) SPOKANE BUSINESS COUNCIL.—The term
4	"Spokane Business Council" means the governing
5	body of the Spokane Tribe under the constitution of
6	the Spokane Tribe.
7	(9) Spokane tribe.—The term "Spokane
8	Tribe" means the Spokane Tribe of Indians of the
9	Spokane Reservation, Washington.
10	SEC. 5. SETTLEMENT FUND.
11	(a) Establishment of Fund.—There is estab-
12	lished in the Treasury of the United States an interest-
13	bearing trust fund to be known as the "Spokane Tribe
14	of Indians Settlement Fund", consisting of—
15	(1) amounts deposited in the Fund under sub-
16	section (b); and
17	(2) any interest earned on investment of
18	amounts in the Fund.
19	(b) Deposits.—From amounts made available under
20	section 11—
21	(1) for fiscal year 2012, the Secretary shall de-
22	posit in the Fund \$23,900,000; and
23	(2) for each of the 4 fiscal years thereafter, the
24	Secretary shall deposit in the Fund \$18,900,000.

1	(c) Maintenance and Investment of Fund.—
2	The Fund shall be maintained and invested by the Sec-
3	retary in accordance with the Act of June 24, 1938 (25
4	U.S.C. 162a).
5	(d) Payment of Funds to Spokane Business
6	Council.—
7	(1) Request.—At any time after amounts are
8	deposited in the Fund, the Spokane Business Coun-
9	cil may submit to the Secretary written notice of the
10	adoption by the Spokane Business Council of a reso-
11	lution requesting that the Secretary pay all or a por-
12	tion of the amounts in the Fund to the Spokane
13	Business Council.
14	(2) Payment.—Not later than 60 days after
15	receipt of a notice under paragraph (1), the Sec-
16	retary shall pay the amount requested to the Spo-
17	kane Business Council.
18	(e) USE OF FUNDS.—
19	(1) Cultural resource repository and in-
20	TERPRETIVE CENTER.—
21	(A) IN GENERAL.—Of the initial deposit
22	under subsection (b)(1), $$5,000,000$ shall be
23	used by the Spokane Business Council for the
24	planning, design, construction, equipping, and
25	continuing operation and maintenance of a Cul-

1	tural Resource Repository and Interpretive Cen-
2	ter to—
3	(i) house, preserve, and protect the
4	burial remains and funerary and cultural
5	resources affected by the operation of the
6	Grand Coulee Dam; and
7	(ii) provide an interpretive and edu-
8	cational facility regarding the culture and
9	history of the Spokane Tribe.
10	(B) Effect.—The funding under sub-
11	paragraph (A) does not alter or affect any au-
12	thority, obligation, or responsibility of the
13	United States under—
14	(i) the Native American Graves Pro-
15	tection and Repatriation Act (25 U.S.C.
16	3001 et seq.);
17	(ii) the Archaeological Resources Pro-
18	tection Act (16 U.S.C. 470aa et seq.);
19	(iii) the National Historic Preserva-
20	tion Act (16 U.S.C. 470 et seq.); or
21	(iv) the National Environmental Pol-
22	icy Act of 1969 (42 U.S.C. 4321 et seq.).
23	(2) Other uses.—Of all other amounts depos-
24	ited in the Fund (including interest generated on
25	those amounts)—

1	(A) 25 percent shall be—
2	(i) reserved by the Spokane Business
3	Council; and
4	(ii) used for discretionary purposes of
5	general benefit to all members of the Spo-
6	kane Tribe; and
7	(B) 75 percent shall be used by the Spo-
8	kane Business Council to carry out—
9	(i) resource development programs;
10	(ii) credit programs;
11	(iii) scholarship programs; or
12	(iv) reserve, investment, and economic
13	development programs.
14	SEC. 6. PAYMENTS BY ADMINISTRATOR.
15	(a) Initial Payment.—On March 1, 2012, the Ad-
16	ministrator shall pay to the Spokane Tribe an amount
17	equal to $25$ percent of the Computed Annual Payment for
18	fiscal year 2011.
19	(b) Subsequent Payments.—
20	(1) IN GENERAL.—Not later than March 1,
21	2013, and March 1 of each year thereafter through
22	March 1, 2021, the Administrator shall pay the Spo-
23	kane Tribe an amount equal to 25 percent of the
24	Computed Annual Payment for the preceding fiscal
25	vear.

- 1 (2) March 1, 2022, and subsequent years.—
- 2 Not later than March 1, 2022, and March 1 of each
- 3 year thereafter, the Administrator shall pay the Spo-
- 4 kane Tribe an amount equal to 32 percent of the
- 5 Computed Annual Payment for the preceding fiscal
- 6 year.

### 7 SEC. 7. TREATMENT AFTER AMOUNTS ARE PAID.

- 8 (a) Use of Payments.—Payments made to the Spo-
- 9 kane Business Council or Spokane Tribe under section 5
- 10 or 6 may be used or invested by the Business Council in
- 11 the same manner and for the same purposes as other Spo-
- 12 kane Tribe governmental amounts.
- 13 (b) No Trust Responsibility of the Sec-
- 14 RETARY.—Neither the Secretary nor the Administrator
- 15 shall have any trust responsibility for the investment, su-
- 16 pervision, administration, or expenditure of any amounts
- 17 after the date on which the funds are paid to the Spokane
- 18 Business Council or Spokane Tribe under section 5 or 6.
- 19 (c) Treatment of Funds for Certain Pur-
- 20 Poses.—The payments of all amounts to the Spokane
- 21 Business Council and Spokane Tribe under sections 5 and
- 22 6, and the interest and income generated by those
- 23 amounts, shall be treated in the same manner as payments
- 24 under section 6 of the Saginaw Chippewa Indian Tribe

1	of Michigan Distribution of Judgment Funds Act (100
2	Stat. 677).
3	(d) Tribal Audit.—After the date on which
4	amounts are paid to the Spokane Business Council or Spo-
5	kane Tribe under section 5 or 6, the amounts shall—
6	(1) constitute Spokane Tribe governmental
7	amounts; and
8	(2) be subject to an annual tribal government
9	audit.
10	SEC. 8. REPAYMENT CREDIT.
11	(a) In General.—The Administrator shall deduct
12	from the interest payable to the Secretary of the Treasury
13	from net proceeds (as defined in section 13 of the Federal
14	Columbia River Transmission System Act (16 U.S.C.
15	838k))—
16	(1) in fiscal year 2022, \$2,700,000; and
17	(2) in each subsequent fiscal year in which the
18	Administrator makes a payment under section 6,
19	\$2,700,000.
20	(b) Crediting.—
21	(1) In general.—Except as provided in para-
22	graphs (2) and (3), each deduction made under this
23	section for the fiscal year shall be—
24	(A) a credit to the interest payments oth-
25	erwise payable by the Administrator to the Sec-

- 1 retary of the Treasury during the fiscal year in 2 which the deduction is made; and
- 3 (B) allocated pro rata to all interest pay-4 ments on debt associated with the generation 5 function of the Federal Columbia River Power 6 System that are due during the fiscal year.
- 7 (2) DEDUCTION GREATER THAN AMOUNT OF 8 INTEREST.—If, in an applicable fiscal year under 9 paragraph (1), the deduction is greater than the 10 amount of interest due on debt associated with the 11 generation function for the fiscal year, the amount 12 of the deduction that exceeds the interest due on 13 debt associated with the generation function shall be 14 allocated pro rata to all other interest payments due 15 during the fiscal year.
  - (3) CREDIT.—To the extent that a deduction exceeds the total amount of interest described in paragraphs (1) and (2), the deduction shall be applied as a credit against any other payments that the Administrator makes to the Secretary of the Treasury.
- 22 SEC. 9. DELEGATION OF AUTHORITY; RESERVATION
  23 BOUNDARY; RETENTION OF AUTHORITY.
- (a) DELEGATION OF AUTHORITY.—The delegation bythe Secretary to the Spokane Tribe under the authority

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1	of the following, with respect to land that is located within
2	the exterior boundaries of the Spokane Indian Reserva-
3	tion, is confirmed:
4	(1) The Act of June 17, 1902 (43 U.S.C. 373).
5	(2) The Act of June 29, 1940 (16 U.S.C.
6	835d).
7	(3) Section 15 of the Act of August 4, 1939
8	(43 U.S.C. 485i).
9	(4) The Lake Roosevelt Cooperative Manage-
10	ment Agreement concluded in April 1990 among the
11	Department of the Interior, the Spokane Tribe, and
12	the Confederated Tribes of the Colville Reservation,
13	over all land acquired by the United States pursuant
14	to the Act of June 29, 1940 (16 U.S.C. 835d), also
15	known as the Reservation or Indian Zone.
16	(b) Colville-Spokane Reservation Bound-
17	ARY.—Nothing in this section—
18	(1) establishes or affects—
19	(A) the precise location of the boundary
20	between the Spokane Indian Reservation and
21	the Colville Reservation along the Columbia
22	River; or
23	(B) the agreement between the Colville
24	Tribes and the Spokane Tribe that the common
25	boundary of the Spokane Tribe and Colville

- Tribes Indian zones established under the Act
- 2 of June 29, 1940 (16 U.S.C. 835d), shall follow
- the center line of Lake Roosevelt, without ref-
- 4 erence to the course of the submerged Columbia
- 5 River; or
- 6 (2) affects the rights of the Colville Tribes or
- 7 the Spokane Tribe to the use of the respective por-
- 8 tion of each tribe of the Indian zone, as provided in
- 9 the Act of June 29, 1940 (16 U.S.C. 835d).
- 10 (c) Retention of Authority by the United
- 11 States.—Nothing in this Act alters or affects the author-
- 12 ity or responsibility of—
- 13 (1) the United States to carry out the Columbia
- 14 Basin Project under the Columbia Basin Project Act
- 15 (16 U.S.C. 835 et seq.); or
- 16 (2) the National Park Service to administer the
- 17 Lake Roosevelt National Recreation Area under the
- 18 Act of August 25, 1916 (39 Stat. 535, chapter 408;
- 19 16 U.S.C. 1 et seq.).
- 20 SEC. 10. SATISFACTION OF CLAIMS.
- 21 Payment by the Secretary under section 5 and the
- 22 Administrator under section 6 and delegation under sec-
- 23 tion 9 constitute full satisfaction of the claim of the Spo-
- 24 kane Tribe to a fair share of the annual hydropower reve-
- 25 nues generated by the Grand Coulee Dam project for the

- 1 past and continued use of land of the Spokane Tribe for
- 2 the production of hydropower at Grand Coulee Dam.
- 3 SEC. 11. ADMINISTRATION.
- 4 Nothing in this Act establishes any precedent or is
- 5 binding on the Southwestern Power Administration, West-
- 6 ern Area Power Administration, or Southeastern Power
- 7 Administration.
- 8 SEC. 12. AUTHORIZATION OF APPROPRIATIONS.
- 9 There are authorized to be appropriated such sums
- 10 as are necessary to carry out this Act.

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