Bipartisan Infrastructure Law
PL 117-58 (IIJA)
Implementation Update Information Session
July 28, 2022
Overview for today:

• What’s new since last Information Session in April 2022?
• What remains for fiscal and calendar 2022?
• Your questions and comments
Available resources:

• Information on the BIL website at https://www.usbr.gov/bil:
  • Reclamation has announced nine funding opportunities so far this year
  • Recordings of past informational sessions in December, January and April
  • Spend plans, news releases, frequently asked questions
  • Table displaying BIL funding distribution method and timing
  • Buy America information
  • Links to relevant Executive Orders and OMB memoranda
BIL Implementation Strategic Objectives:

- Increase Water Reliability and Resilience
- Support Racial and Economic Equity
- Modernize Infrastructure
- Enhance Water Conservation, Ecosystem, and Climate Resilience

Crow Tribe Reservation, Municipal Water System, Montana, March 2022
What is funded for Reclamation in BIL?

<table>
<thead>
<tr>
<th>Reclamation’s $8.3 billion in BIL Funding ($1.7 billion per year for 5 years)</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>New or expanded water storage &amp; conveyance</td>
<td>$1.15 billion</td>
</tr>
<tr>
<td>Aging Infrastructure / Extraordinary Maintenance (XM)</td>
<td>$3.2 billion</td>
</tr>
<tr>
<td>Rural Water Projects (MT, ND, NM, SD, IA, and MN)</td>
<td>$1 billion</td>
</tr>
<tr>
<td>Water recycling and reuse</td>
<td>$1 billion</td>
</tr>
<tr>
<td>Desalination</td>
<td>$250 million</td>
</tr>
<tr>
<td>Safety of Dams</td>
<td>$500 million</td>
</tr>
<tr>
<td>WaterSMART Grants</td>
<td>$400 million</td>
</tr>
<tr>
<td>Colorado River Drought Contingency Plans</td>
<td>$300 million</td>
</tr>
<tr>
<td>Cooperative Watershed Management</td>
<td>$100 million</td>
</tr>
<tr>
<td>Aquatic Ecosystem Restoration</td>
<td>$250 million</td>
</tr>
<tr>
<td>Watershed health</td>
<td>$100 million</td>
</tr>
<tr>
<td>Endangered Species in the Colorado River</td>
<td>$50 million</td>
</tr>
<tr>
<td>Indian Water Rights Settlements Completion Fund *</td>
<td>$2.5 billion (BIA/DOI/BOR)</td>
</tr>
<tr>
<td>Ecosystem Restoration (Section 40804) *</td>
<td>$950 million (DOI-wide)</td>
</tr>
</tbody>
</table>

* Denotes BIL program areas not appropriated directly to Reclamation, but in which Reclamation is participating through DOI.
How Reclamation’s Infrastructure funding is being distributed

Funding Process (Billions)

- $3.2 billion, 39%
- $2.2 billion, 26%
- $2.9 billion, 35%

Approximately 2/3 of Reclamation’s BIL funds rely on an application process

$5.40bn
Status of select BIL-funded grant programs.

- Title XVI WIIN Act
- Title XVI Authorized Projects
- Desalination Construction Projects
- Applied Science Grants
- Small-Scale Water Efficiency Projects
- Drought Resiliency Projects
- Water & Energy Efficiency Grants*
- Small Storage Program
- Environmental Water Resources Projects

*Does not include BIL Water and Energy Efficiency Grants announced on June 21, 2022.
BIL Implementation Guidance documents:

- OMB Memo 22-08, 12/2021, “Identification of Federal Financial Assistance Infrastructure Programs Subject to the Build America, Buy America Provisions of IIJA”
- OMB Memo 22-12, 4/29/22, “Advancing Effective Stewardship of Taxpayer Resources and Outcomes in the Implementation of IIJA”
- Executive Order 14052, 11/15/21, “Implementation of IIJA”
- Executive Order 13985, 1/20/21, “Advancing Racial Equity and Support for Underserved Communities Through the Federal Government” (pre-dates BIL but referenced in OMB Memo 22-12)
- Executive Orders 14005, 14008, 14020, 14028, and 14058 also referenced in OMB Memo 22-12
- DOI Guidance Buy America and waivers (referencing OMB Memo 22-11)
BIL Request for Proposal (RFP) Timeline

Estimated low 180 days, high 300, +/- 30 days

Shovel Ready Package is bid/competition ready – the specification package is ready for solicitation and designs are 100% complete and the procurement package is ready for immediate incorporation into the solicitation. Design changes will not be made, nor are additional studies/analysis being conducted which affect the solicitation or bid processes. In addition, the program office has obtained all right of ways and permits and completed/obtained all environmental permits/requirements. Prior to submission to the servicing Acquisition Office the Region’s Chief of the Contracting Office will sign-off on the package and supporting checklist.
BIL Implementation Milestones*:

12/10/21 – First of three tribal and stakeholder BIL briefings (continued 12/17/21 and 1/7/22)
12/16/21 – Aging Infrastructure Application Period opens
1/14/22 – Initial FY 2022 BIL Spend Plan released (program level)
1/14/22 – First BIL Funding Opportunities for Recycling and Desalination Projects open
1/26/22 – DOI Tribal Consultations on BIL (1/26 through 1/28/22)
2/22/22 – DOI Indian Water Rights Settlement/RWSF Allocations released
3/22/22 – FY 2022 BIL Dam Safety Spend Plan Addendum released (project level)
3/24/22 – Funding Opportunity for Drought Resiliency Projects opens
3/29/22 – FY 2023 BIL Spend Plan released (program level)
3/31/22 – FY 2022 BIL Rural Water Spend Plan Addendum released (project level)
4/22/22 – Congressional, Tribal and Stakeholder BIL update briefings
5/9/22 – Aging Infrastructure/Extraordinary Maintenance Project list released (project level)
6/17/22 – BF Sisk Dam Safety groundbreaking (BIL funded)
6/21/22 – BIL awards for 14 Water & Energy Efficiency Grant (WEEG) projects announced
7/5/22 – BIL awards for $26.7M in Environmental Water Restoration Projects (EWRP) announced

* Condensed list
## WaterSMART Program Funding Opportunities

### Status of WaterSMART Program Funding Opportunities

<table>
<thead>
<tr>
<th>Program</th>
<th>Eligible Applicants</th>
<th>Federal/Non-Federal Cost Share</th>
<th>Funding</th>
<th>Current Status</th>
</tr>
</thead>
<tbody>
<tr>
<td>Water and Energy Efficiency Grants</td>
<td>Category A Applicants: States, Indian tribes, irrigation districts, water districts, or other organizations with water or power delivery authority. Category B Applicants: Nonprofit conservation organizations that are acting in partnership and with the agreement of an entity described above. Applicants must be located in the Western United States or United States Territories specifically: Arizona, California, Colorado, Idaho, Kansas, Montana, Nebraska, Nevada, New Mexico, North Dakota, Oklahoma, Oregon, South Dakota, Texas, Utah, Washington, and Wyoming (the &quot;17 Western States&quot;), Alaska, Hawaii, American Samoa, Guam, the Northern Mariana Islands, the Virgin Islands, or Puerto Rico.</td>
<td>Up to $500,000 for projects to be completed within two years; up to $2 million for projects to be completed within three years; and up to $5 million for large projects to be completed within three years. Non-Federal Cost Share: 50% or greater.</td>
<td>Reclamation's FY 2022 spend plan for Bipartisan Infrastructure Law funding includes $160 million for grants through the six funding opportunities described on this page. Consistent with the Bipartisan Infrastructure Law, $40 million of that amount will be designated for Environmental Water Resources Projects that improve natural infrastructure.</td>
<td>FY22 selections were announced on May 16, 2022. 14 additional selections were announced on June 21, 2022. A Funding Opportunity to allocate FY23 appropriations and Bipartisan Infrastructure Law funding was released on May 2, 2022. Applications are due July 20, 2022.</td>
</tr>
<tr>
<td>Small-Scale Water Efficiency Projects</td>
<td>Small water efficiency improvements that have been identified through previous planning efforts.</td>
<td>Up to $100,000 for projects to be completed within two years. Total project costs should generally be less than $225,000. Non-Federal Cost Share: 50% or greater.</td>
<td>FY22 Funding Opportunity was posted to grants.gov on February 24, 2022. Applications received by April 26, 2022, are currently under review.</td>
<td>FY21 selections were announced July 1, 2021. The next Funding Opportunity is expected in fall or winter 2022.</td>
</tr>
<tr>
<td>Water Marketing Strategy Grants</td>
<td>Samoa, Guam, the Northern Mariana Islands, the Virgin Islands, or Puerto Rico.</td>
<td>Up to $200,000 for projects to be completed within two years; or up to $400,000 for projects to be completed within three years. Non-Federal Cost Share: 50% or greater.</td>
<td>$18 million available for cooperative watershed management projects under the Bipartisan Infrastructure Law will also be allocated through the Environmental Water Resources Projects funding opportunity. These funding opportunities will also be used to allocate available FY22 and FY23 appropriations. Each funding opportunity includes further details.</td>
<td>FY22 Funding Opportunity applications received by</td>
</tr>
<tr>
<td>Drought Resiliency Projects</td>
<td>Funding for on-the-ground projects and modeling tools that will increase water reliability and improve water management.</td>
<td>Up to $500,000 for projects to be completed within two years; up to $2 million for projects to be completed within three years; and up to $5 million for large projects to be completed within three years. Non-Federal Cost Share: 50% or greater.</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

https://www.usbr.gov/watersmart/docs/WaterSMART_Schedule.pdf
BIL Aging Infrastructure Projects-Year One:

BIL-FUNDED AGING INFRASTRUCTURE PROJECTS, FY2022
All Reclamation Regions, 46 Projects Total = $240M

Aging Infrastructure Projects
Amount to be Funded
- $50,000 - $250,000
- $250,001 - $500,000
- $500,001 - $1,000,000
- $1,000,001 - $2,500,000
- $2,500,001 - $35,000,000

Interior Regions
- MB/ART
- UCB
- LCB
- CPN
- CGB
- Non-Reclamation-Interior Regions

NOTE: Project locations may be coincident.

<table>
<thead>
<tr>
<th>Interior Region</th>
<th>Project Count</th>
<th>Sum of Amount to be Funded</th>
</tr>
</thead>
<tbody>
<tr>
<td>MB/ART</td>
<td>6</td>
<td>$24,391,926.00</td>
</tr>
<tr>
<td>UCB</td>
<td>5</td>
<td>$75,428,200.00</td>
</tr>
<tr>
<td>LCB</td>
<td>26</td>
<td>$82,718,457.00</td>
</tr>
<tr>
<td>CPN</td>
<td>6</td>
<td>$16,620,000.00</td>
</tr>
<tr>
<td>CGB</td>
<td>3</td>
<td>$41,000,000.00</td>
</tr>
<tr>
<td>Total</td>
<td>46</td>
<td>$240,358,583.00</td>
</tr>
</tbody>
</table>
Reclamation Funding Opportunities:

CLOSED, IN PRE-AWARD REVIEW, OR AWARDS ANNOUNCED:
1. Aging Infrastructure/XM projects announced 5/9/22
2. Title XVI traditional projects, closed 3/15/22
3. Title XVI WIIN projects, closed 3/15/22
4. Desal construction projects, closed 3/15/22
5. Cooperative watershed management, CWMP Phase I, closed 3/31/22
6. Applied science projects, closed 4/14/22
7. Drought contingency planning projects, closed 4/14/22

OPEN NOW:
1. Water & Energy Efficiency Grants (open thru 7/28/22)

STILL TO COME:
1. Environmental water resources projects (including CWMP phase II) (2022)
2. Large scale water recycling (2022-2023)
3. Water marketing strategy grants (2022)
4. Small scale water storage (2022)
5. Aquatic ecosystem (FY 2023)
Funding Opportunity awards:

- Reclamation grant projects selected from 2010-2021 are expected to facilitate water conservation of more than 1.5 million acre-feet.
- Conservation helps reduce the impact of drought.
- West-wide participation and awards.

https://www.usbr.gov/watersmart/
Buy America: What is *not new*, not in BIL?

- Domestic procurement / Buy America laws existed and were implemented long before the BIL

  - Preferential treatment for domestic products and construction materials
  - Does not necessarily, but may, prohibit using foreign goods

Construction of Glen Canyon Dam, Colorado River Basin Storage Project, 1963
Buy America:  

What is *not new, not in BIL?* (continued)

  - Places products from certain countries on equal footing with domestic products in certain circumstances
  - If TAA applies, prohibits purchase of cheaper ineligible products and services (products and services coming from non-TAA countries—countries that are not part of a trade agreement such as NAFTA, WTO, etc.)

- Procurement versus Financial Assistance
Buy America: What *is new* in BIL?

- BIL Title IX, Subtitles A and B of PL 117-58 apply to Financial Assistance
- Reclamation’s Notices of Funding Opportunities (NOFOs) now feature Buy America preference language
- Waivers can be obtained per Section 70914(c) of the Act based on:
  1. A preference would be inconsistent with the public interest (a “public interest waiver”);
  2. Types of iron, steel, manufactured products, or construction materials are not produced in U.S. in sufficient quantity or quality (a “nonavailability waiver”); or
  3. The materials produced in the U.S. will increase the cost of the overall project by more than 25 percent (an “unreasonable cost waiver”).
- General 6-month Adjustment Period Waiver expires January 12, 2023

*East Low Canal Radial gates, Columbia Basin Project, Washington state, March 2022*
Covered Programs, Buy America

Covered:

- **WaterSMART:**
  - Title XVI Projects
  - Desalination Construction Projects
  - Large-Scale Recycling
  - Drought Resiliency Projects
  - Water and Energy Efficiency Grants
  - Small-Scale Water Efficiency Projects
  - Environmental Water Resources Projects
- Aquatic Ecosystem Restoration
- Aging Infrastructure
- Rural Water
- Other programs that include funding for infrastructure

Exempt:

- PL 93-638 Indian Tribes & Tribal Organizations
- 2021 Conservation Service Corps
- Fishing Events
- WaterSMART planning activities (Drought Contingency Planning, CWMP Phase I, Applied Science Grants, Water Marketing)
- Research & Development/Science & Technology
Upcoming Announcements

• Additional detail tiering from FY 2022 and FY 2023 BIL spend plans
• Award of WaterSMART grants funded by BIL (summer, fall, winter)
• FY 2023 Aging Infrastructure application period (October)
• BIL-funded storage projects (Fall 2022)
• Per slides 11 and 13 (above), additional funding opportunities, including small surface & groundwater storage (August 2022)
Key Takeaways

• Stay engaged, tell us how we can help!
• Contact us – dozens of original, BIL-specific emails replied from usbr.bil@usbr.gov
• Updated frequently asked questions online at: www.usbr.gov/bil/docs/BIL_General_FAQ.pdf

Reclamation Commissioner Touton testifies before Congress, Washington, DC, June 2022
Final thoughts:

• BIL is happening now!

• BIL is funding opportunities, internal formulation, application periods, and spend plans

• BIL will be a success with your partnership, thank you for attending today!

Navajo-Gallup Water Supply Project, New Mexico, March 2022
Questions?

www.usbr.gov/bil
or
usbr.bil@usbr.gov