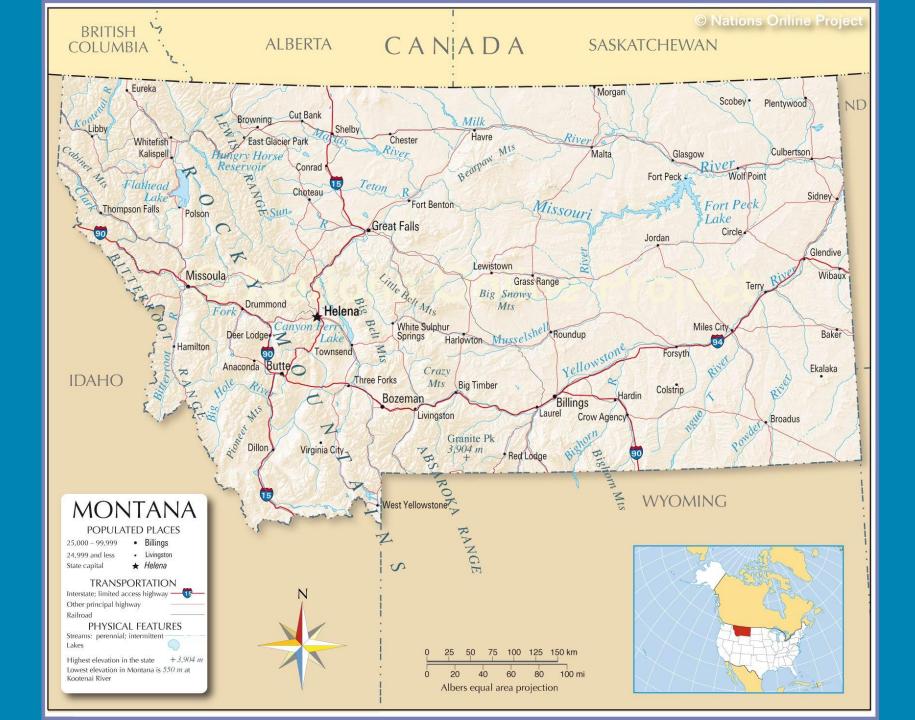
St. Mary – Milk River Project

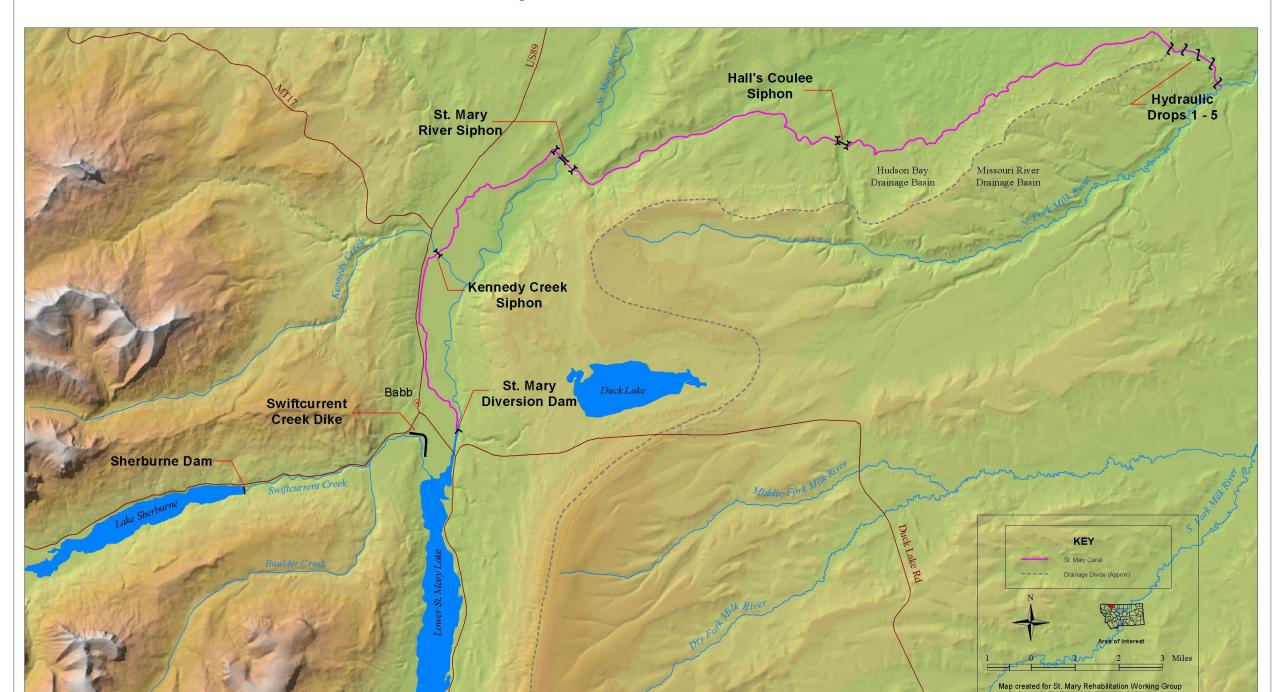
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St. Mary Rehabilitation Working Cas



St. Mary Diversion Facilities



Milk River Project Facts

In 1903, the Secretary of Interior Approved Construction of the Milk River Project

THIS PROJECT IS ONE OF THE FIRST FIVE RECLAMATION PROJECTS TO BE AUTHORIZED AS A SINGLE PURPOSE IRRIGATION PROJECT Milk River Project Facts

Cost allocation is 74% beneficiary and 26% Federal Government. This is on all O&M and Construction

We need cost allocation change so that beneficiaries are not bankrupt replacing 106year-old structures. Milk River Project Facts

Operation and maintenance costs are still borne primarily by irrigators on approximately 693 farms within the USBR's Milk River Project.

Milk River Joint Board of Control Assessments on 101,366 acres

MUNICIPAL DRINKING WATER

The Milk River Project Facilities provides municipal water to approximately 14,000-18,000 people in Havre, Chinook, Harlem & Fort Belknap

May 17, 2020 Drop Structure 5 Catastrophically Failed

09/23/2014 12:19

Leaving the project without a water source

RECREATION FISH & WILDLIFE

Beneficiaries also include fisheries, recreation, tourism, water quality, and wildlife.



THE RESULTS OF THE MILK RIVER FROM FAILURE

HOW DID WE MOVE FORWARD WITH REHABILITATION?

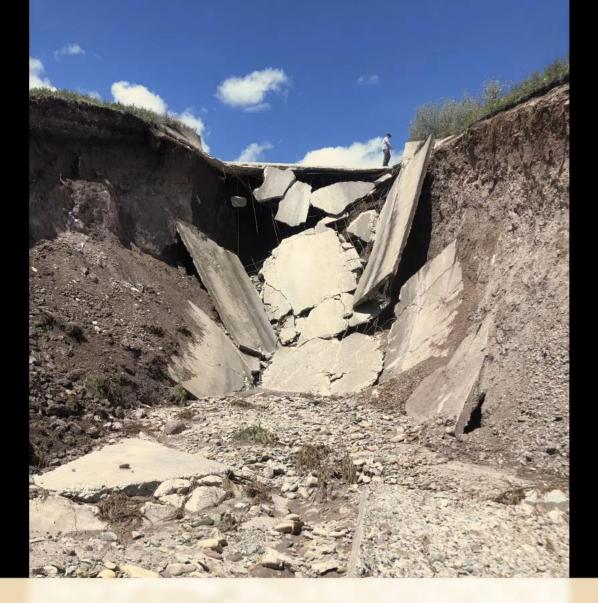
RECEIVED FULL COOPERATION FROM THE
GOVERNMENT ENTITIES AND STAKEHOLDERS

TRANSFERRED ALL O&M TO JOINT BOARD

• MODIFIED DESIGN FROM DROP 2

HIRED A CONTRACTOR THROUGH EXIGENCY

• WORKED WITH THE BLACKFEET TRIBE AND US/CUSTOMS TO FACILITATE BORDER CROSSING



May 27, 2020 - Drop 5





Batter -



DROP 2 FINAL CONSTRUCTION





DROP 2 & 5 CONSTRUCTION OVERVIEW

- 18,859 hours workedonsite
- 205 tons of steel
- 4,200 tons of concrete
- 202 trucks crossed the border
- 44 US Agencies &
- 10 Canadian Entities
- 85% of the labor workforce was provided by our Tribal partners
- 22 weeks from failure to running water
- 1.5 hours to the jobsite

DROP 2 & DROP 5 TOTAL COST \$8 MILLION

Stakeholders

Total Project Cost	\$8 Million	
Bureau of Reclamation	\$4 Million	Extraordinary Maintenance Repayment (EXM) Public Law 111-11
State of Montana	\$3.6 Million	House Bill 540 59 th Legislature Authorized \$10 Million State Share Bonding Authority
Project Beneficiaries	\$147,000	Joint Board Assessments Pumper and M&I Contracts DNRC Planning Grant Growth Through Agriculture Grants



DROP 1 CONSTRUCTION OVERVIEW

The Joint Board of Control decided to take advantage and complete regular O&M maintenance on Drop 1. Total Cost \$355,000. Bureau of Reclamation (26%) Project Beneficiaries (74%)







Drop 5 is not the only aging infrastructure on the project



Total Project Rehab ~ \$200 million



St. Mary Siphon Leaks





St. Mary Diversion Dam

Concrete Conditions



How Do We Move

Forward?

In 2020, the lawsuit against the project brought by the Alliance of the Wild Rockies for the unlawful entrainment and passage of Bull Trout was dismissed after a Biological Opinion and "Take Permit" was issued. USFWS has given the project 5 years to get into compliance. **Costs of replacing the Diversion Dam and adding fish** passage and screens are estimated at **\$50-\$60 million**.

Current Cost Allocation Breakdown Diversion Dam

8 Irrigation Districts – 101,366 acres Reclamation Contract Pumpers – 11,500 acres Fort Belknap Indian Irrigation Project – 10,400 (5,000 to 6,000 currently irrigated) Private and Tribal Rights – 25,000 (approx)

Total Irrigated – 148,266 acres

Water Users 73.96% Federal Government (Recreation) 26.04% Current Cost Allocation Breakdown Diversion Dam

We need cost allocation change so that beneficiaries are not bankrupt replacing 106-year-old structures.

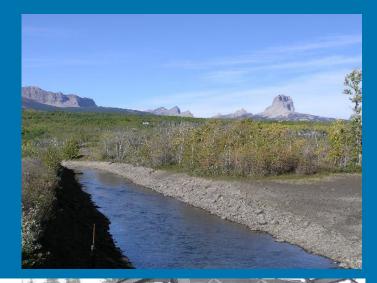
Current Congressional Legislation Diversion Dam

Requires beneficiaries to conduct an "ability to pay" study to determine appropriate cost share. Cost \$100,000 and take BOR 6 to 9 months to complete. Deferred Maintenance \$200 Million – St. Mary Project

Project Beneficiaries Share

Current Allocation (74%) = \$147.9 Million

Proposed Allocation (25%) = \$50 Million





THANK YOUL

Questions?