116TH CONGRESS 1ST SESSION H.R. 3794

AUTHENTICATED U.S. GOVERNMENT INFORMATION

> To promote the development of renewable energy on public lands, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JULY 17, 2019

Mr. GOSAR (for himself, Mr. LEVIN of California, Mr. LAMALFA, Mr. LOWENTHAL, Mr. HUFFMAN, Mr. TIPTON, Mr. AMODEI, Mr. BEYER, Mr. BIGGS, Mr. BISHOP of Utah, Mr. CARTWRIGHT, Ms. DELBENE, Mrs. DINGELL, Mr. GAETZ, Ms. HAALAND, Mr. LUJÁN, Mr. NEWHOUSE, Mr. SCHWEIKERT, Mr. SIMPSON, Mr. STAUBER, Mr. STEWART, Mr. YOUNG, Mr. COOK, Mr. MARSHALL, and Mr. GIANFORTE) introduced the following bill; which was referred to the Committee on Natural Resources, and in addition to the Committee on Agriculture, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To promote the development of renewable energy on public lands, 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 "Public Land Renew-
- 5 able Energy Development Act of 2019".

1 SEC. 2. TABLE OF CONTENTS.

2 The table of contents for this Act is as follows:

- Sec. 1. Short title.
- Sec. 2. Table of contents.
- Sec. 3. Definitions.
- Sec. 4. Land use planning; supplements to programmatic environmental impact statements.
- Sec. 5. Environmental review on covered land.
- Sec. 6. Program to improve renewable energy project permit coordination.
- Sec. 7. Increasing economic certainty.
- Sec. 8. Limited grandfathering.
- Sec. 9. Renewable energy goal.
- Sec. 10. Disposition of revenues.
- Sec. 11. Promoting and enhancing development of geothermal energy.
- Sec. 12. Facilitation of coproduction of geothermal energy on oil and gas leases.
- Sec. 13. Noncompetitive leasing of adjoining areas for development of geothermal resources.
- Sec. 14. Savings clause.

3 SEC. 3. DEFINITIONS.

Λ

In this Act.

4	
5	(1) COVERED LAND.—The term "covered land"
6	means land that is—
7	(A) public lands administered by the Sec-
8	retary; and
9	(B) not excluded from the development of
10	geothermal, solar, or wind energy under—
11	(i) a land use plan established under
12	the Federal Land Policy and Management
13	Act of 1976 (43 U.S.C. 1701 et seq.); or
14	(ii) other Federal law.
15	(2) EXCLUSION AREA.—The term "exclusion
16	area" means covered land that is identified by the
17	Bureau of Land Management as not suitable for de-
18	velopment of renewable energy projects.

1	(3) FEDERAL LAND.—The term "Federal land"
2	means—
3	(A) land of the National Forest System (as
4	defined in section 11(a) of the Forest and
5	Rangeland Renewable Resources Planning Act
6	of 1974 (16 U.S.C. 1609(a))); or
7	(B) public lands.
8	(4) FUND.—The term "Fund" means the Re-
9	newable Energy Resource Conservation Fund estab-
10	lished by section $10(c)(1)$.
11	(5) PRIORITY AREA; DESIGNATED LEASING
12	AREAS.—The terms "priority area" and "Designated
13	Leasing Areas" mean covered land identified by the
14	land use planning process of the Bureau of Land
15	Management as being a preferred location for a re-
16	newable energy project for solar, wind, or geo-
17	thermal energy.
18	(6) PUBLIC LANDS.—The term "public lands"
19	has the meaning given that term in section 103 of
20	the Federal Land Policy and Management Act of
21	1976 (43 U.S.C. 1702).
22	(7) RENEWABLE ENERGY PROJECT.—The term
23	"renewable energy project" means a project carried
24	out on covered land that uses wind, solar, or geo-
25	thermal energy to generate energy.

1	(8) Secretary.—The term "Secretary" means
2	the Secretary of the Interior.
3	(9) VARIANCE AREA.—The term "variance
4	area" means covered land that is—
5	(A) not an exclusion area;
6	(B) not a priority area; and
7	(C) identified by the Secretary as poten-
8	tially available for renewable energy develop-
9	ment and could be approved without a plan
10	amendment, consistent with the principles of
11	multiple use (as that term is defined in the
12	Federal Land Policy and Management Act of
13	1976 (43 U.S.C. 1701 et seq.)).
15	1510 (15 0.5.0. 1101 et seq.)).
13	SEC. 4. LAND USE PLANNING; SUPPLEMENTS TO PRO-
14	SEC. 4. LAND USE PLANNING; SUPPLEMENTS TO PRO-
14 15	SEC. 4. LAND USE PLANNING; SUPPLEMENTS TO PRO- GRAMMATIC ENVIRONMENTAL IMPACT
14 15 16	SEC. 4. LAND USE PLANNING; SUPPLEMENTS TO PRO- GRAMMATIC ENVIRONMENTAL IMPACT STATEMENTS.
14 15 16 17	SEC. 4. LAND USE PLANNING; SUPPLEMENTS TO PRO- GRAMMATIC ENVIRONMENTAL IMPACT STATEMENTS. (a) PRIORITY AREAS.—
14 15 16 17 18	SEC. 4. LAND USE PLANNING; SUPPLEMENTS TO PRO- GRAMMATIC ENVIRONMENTAL IMPACT STATEMENTS. (a) PRIORITY AREAS.— (1) IN GENERAL.—The Secretary, in consulta-
14 15 16 17 18 19	 SEC. 4. LAND USE PLANNING; SUPPLEMENTS TO PRO- GRAMMATIC ENVIRONMENTAL IMPACT STATEMENTS. (a) PRIORITY AREAS.— (1) IN GENERAL.—The Secretary, in consultation with the Secretary of Energy, shall establish
14 15 16 17 18 19 20	 SEC. 4. LAND USE PLANNING; SUPPLEMENTS TO PRO- GRAMMATIC ENVIRONMENTAL IMPACT STATEMENTS. (a) PRIORITY AREAS.— (1) IN GENERAL.—The Secretary, in consultation with the Secretary of Energy, shall establish priority areas on covered land for geothermal, solar,
 14 15 16 17 18 19 20 21 	 SEC. 4. LAND USE PLANNING; SUPPLEMENTS TO PRO- GRAMMATIC ENVIRONMENTAL IMPACT STATEMENTS. (a) PRIORITY AREAS.— (1) IN GENERAL.—The Secretary, in consultation with the Secretary of Energy, shall establish priority areas on covered land for geothermal, solar, and wind energy projects.
 14 15 16 17 18 19 20 21 22 	 SEC. 4. LAND USE PLANNING; SUPPLEMENTS TO PRO- GRAMMATIC ENVIRONMENTAL IMPACT STATEMENTS. (a) PRIORITY AREAS.— (1) IN GENERAL.—The Secretary, in consultation with the Secretary of Energy, shall establish priority areas on covered land for geothermal, solar, and wind energy projects. (2) DEADLINE.—

later than 5 years, after the date of the enactment of this Act.

3 (B) SOLAR ENERGY.—For solar energy, 4 solar Designated Leasing Areas, including the 5 solar energy zones established by the 2012 6 western solar plan of the Bureau of Land Man-7 agement and any subsequent land use plan 8 amendments, shall be considered to be priority 9 areas for solar energy projects. The Secretary 10 shall establish additional solar priority areas as 11 soon as practicable, but not later than 3 years, 12 after the date of the enactment of this Act.

13 (C) WIND ENERGY.—For wind energy, the
14 Secretary shall establish additional wind pri15 ority areas as soon as practicable, but not later
16 than 3 years, after the date of the enactment
17 of this Act.

(b) VARIANCE AREAS.—To the maximum extent
practicable, variance areas shall be considered for renewable energy project development, consistent with the principles of multiple use (as defined in the Federal Land Policy and Management Act of 1976 (43 U.S.C. 1701 et
seq.)).

24 (c) REVIEW AND MODIFICATION.—Not less than once
25 every 5 years, the Secretary shall—

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(1) review the adequacy of land allocations for
 geothermal, solar, and wind energy priority and vari ance areas for the purpose of encouraging new re newable energy development opportunities; and

5 (2) based on the review carried out under para6 graph (1), add, modify, or eliminate priority, vari7 ance, and exclusion areas.

8 (d) COMPLIANCE WITH THE NATIONAL ENVIRON9 MENTAL POLICY ACT.—For purposes of this section, com10 pliance with the National Environmental Policy Act of
11 1969 (42 U.S.C. 4321 et seq.) shall be accomplished—

(1) for geothermal energy, by supplementing
the October 2008 final programmatic environmental
impact statement for geothermal leasing in the
Western United States and incorporating any additional regional analyses that have been completed by
Federal agencies since the programmatic environmental impact statement was finalized;

(2) for solar energy, by supplementing the July
20 2012 final programmatic environmental impact
21 statement for solar energy development and incor22 porating any additional regional analyses that have
23 been completed by Federal agencies since the pro24 grammatic environmental impact statement was fi25 nalized; and

(3) for wind energy, by supplementing the July
 2005 final programmatic environmental impact
 statement for wind energy development and incor porating any additional regional analyses that have
 been completed by Federal agencies since the pro grammatic environmental impact statement was fi nalized.

8 (e) NO EFFECT ON PROCESSING APPLICATIONS.— 9 Any requirements to prepare a supplement to a pro-10 grammatic environmental impact statement under this 11 section shall not result in any delay in processing a pend-12 ing application for a renewable energy project.

(f) COORDINATION.—In developing a supplement required by this section, the Secretary shall coordinate, on an ongoing basis, with appropriate State, Tribal, and local governments, transmission infrastructure owners and operators, developers, and other appropriate entities to ensure that priority areas identified by the Secretary are—

(1) economically viable (including having accessto existing and/or planned transmission capacity);

(2) likely to avoid or minimize conflict with
habitat for animals and plants, recreation, cultural
resources, and other uses of covered land; and

24 (3) consistent with section 202 of the Federal
25 Land Policy and Management Act of 1976 (43)

U.S.C. 1712), including subsection (c)(9) of that
 section (43 U.S.C. 1712(c)(9)).

3 SEC. 5. ENVIRONMENTAL REVIEW ON COVERED LAND.

4 (a) IN GENERAL.—If the Secretary determines that
5 a proposed renewable energy project has been sufficiently
6 analyzed by a programmatic environmental impact state7 ment conducted under section 4(d), the Secretary shall not
8 require any additional review under the National Environ9 mental Policy Act of 1969 (42 U.S.C. 4321 et seq.).

10 (b) ADDITIONAL ENVIRONMENTAL REVIEW.—If the Secretary determines that additional environmental review 11 12 under the National Environmental Policy Act of 1969 (42) 13 U.S.C. 4321 et seq.) is necessary for a proposed renewable energy project, the Secretary shall rely on the analysis in 14 15 the programmatic environmental impact statement conducted under section 4(d), to the maximum extent prac-16 17 ticable when analyzing the potential impacts of the 18 project.

(c) RELATIONSHIP TO OTHER LAW.—Nothing in this
section modifies or supersedes any requirement under applicable law.

22 SEC. 6. PROGRAM TO IMPROVE RENEWABLE ENERGY 23 PROJECT PERMIT COORDINATION.

24 (a) ESTABLISHMENT.—The Secretary shall establish25 a national Renewable Energy Coordination Office and

State, district, or field offices with responsibility to estab-1 2 lish and implement a program to improve Federal permit 3 coordination with respect to renewable energy projects on 4 covered land and other activities deemed necessary by the 5 Secretary. In carrying out the program, the Secretary may temporarily assign qualified staff to Renewable Energy 6 7 Coordination Offices to expedite the permitting of renew-8 able energy projects.

9 (b) Memorandum of Understanding.—

10 (1) IN GENERAL.—Not later than 180 days 11 after the date of the enactment of this Act, the Sec-12 retary shall enter into a memorandum of under-13 standing for purposes of this section, including to 14 specifically expedite the environmental analysis of 15 applications for projects proposed in a variance area 16 or a priority area, with the Secretary of Defense and 17 the Secretary of Agriculture.

18 (2) STATE PARTICIPATION.—The Secretary
19 may request the Governor of any interested State to
20 be a signatory to the memorandum of understanding
21 under paragraph (1).

22 (c) DESIGNATION OF QUALIFIED STAFF.—

(1) IN GENERAL.—Not later than 30 days after
the date on which the memorandum of understanding under subsection (b) is executed, all Fed-

1	eral signatories, as appropriate, shall identify for
2	each of the Bureau of Land Management Renewable
3	Energy Coordination Offices one or more employees
4	who have expertise in the regulatory issues relating
5	to the office in which the employee is employed, in-
6	cluding, as applicable, particular expertise in—
7	(A) consultation regarding, and prepara-
8	tion of, biological opinions under section 7 of
9	the Endangered Species Act of 1973 (16 U.S.C.
10	1536);
11	(B) permits under section 404 of the Fed-
12	eral Water Pollution Control Act (33 U.S.C.
13	1344);
14	(C) regulatory matters under the Clean Air
15	Act (42 U.S.C. 7401 et seq.);
16	(D) the Federal Land Policy and Manage-
17	ment Act of 1976 (43 U.S.C. 1701 et seq.);
18	(E) the Migratory Bird Treaty Act (16
19	U.S.C. 703 et seq.);
20	(F) the preparation of analyses under the
21	National Environmental Policy Act of 1969 (42
22	U.S.C. 4321 et seq.);
23	(G) implementation of the requirements of
24	section 306108 of title 54, United States Code

1	(formerly known as section 106 of the National
2	Historic Preservation Act);
3	(H) planning under section 14 of the Na-
4	tional Forest Management Act of 1976 (16
5	U.S.C. 472a); and
6	(I) the Bald and Golden Eagle Protection
7	Act (16 U.S.C. 668–668d).
8	(2) DUTIES.—Each employee assigned under
9	paragraph (1) shall—
10	(A) be responsible for addressing all issues
11	relating to the jurisdiction of the home office or
12	agency of the employee; and
13	(B) participate as part of the team of per-
14	sonnel working on proposed energy projects,
15	planning, monitoring, inspection, enforcement,
16	and environmental analyses.
17	(d) Additional Personnel.—The Secretary may
18	assign such additional personnel for the Bureau of Land
19	Management Renewable Energy Coordination Offices as
20	are necessary to ensure the effective implementation of
21	any programs administered by the offices in accordance
22	with the multiple use mandate of the Federal Land Policy
23	and Management Act of 1976 (43 U.S.C. 1701 et seq.).
24	(e) Clarification of Existing Authority.—
25	Under section 307 of the Federal Land Policy and Man-

agement Act of 1976 (43 U.S.C. 1737), the Bureau of
 Land Management may—

3 (1) accept donations for the purposes of public4 lands management; and

5 (2) accept donations from renewable energy
6 companies working on public lands to help cover the
7 costs of environmental reviews.

8 (f) Report to Congress.—

(1) IN GENERAL.—Not later than February 1 9 10 of the first fiscal year beginning after the date of the 11 enactment of this Act, and each February 1 there-12 after, the Secretary shall submit to the Committee 13 on Energy and Natural Resources of the Senate and 14 the Committee on Natural Resources of the House 15 of Representatives a report describing the progress 16 made under the program established under sub-17 section (a) during the preceding year.

18 (2) INCLUSIONS.—Each report under this sub-19 section shall include—

20 (A) projections for renewable energy pro21 duction and capacity installations; and
22 (B) a description of any problems relating
23 to leasing, permitting, siting, or production.

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1 SEC. 7. INCREASING ECONOMIC CERTAINTY.

2 (a) CONSIDERATIONS.—The Secretary is authorized
3 to and shall consider acreage rental rates, capacity fees,
4 and other recurring annual fees in total when evaluating
5 existing rates paid for the use of Federal land by renew6 able energy projects.

7 (b) INCREASES IN BASE RENTAL RATES.—Once a 8 base rental rate is established upon the issuance of a 9 right-of-way authorization, increases in the base rent shall 10 be limited to the Implicit Price Deflator–Gross Domestic 11 Product (IPD–GDP) index for the entire term of the 12 right-of-way authorization.

(c) REDUCTIONS IN BASE RENTAL RATES.—The
Secretary is authorized to reduce acreage rental rates and
capacity fees, or both, for existing and new wind and solar
authorizations if the Secretary determines—

- 17 (1) that the existing rates—
- 18 (A) exceed fair market value;
- 19 (B) impose economic hardships;
- 20 (C) limit commercial interest in a competi-
- 21 tive lease sale or right-of-way grant; or
- (D) are not competitively priced comparedto other available land; or

(2) that a reduced rental rate or capacity fee is
necessary to promote the greatest use of wind and
solar energy resources, especially those resources in-

side priority areas. Rental rates and capacity fees
 for projects that are within the boundaries of a Des ignated Leasing Area but not formally recognized as
 being in such an area shall be equivalent to rents
 and fees for new leases inside of a Designated Leas ing Area.

7 SEC. 8. LIMITED GRANDFATHERING.

8 (a) DEFINITION OF PROJECT.—In this section, the 9 term "project" means a system described in section 10 2801.9(a)(4) of title 43, Code of Federal Regulations (as 11 in effect on the date of enactment of this Act).

12 (b) REQUIREMENT TO PAY RENTS AND FEES.—The 13 owner of a project that applied for a right-of-way under 14 section 501 of the Federal Land Policy and Management 15 Act of 1976 (43 U.S.C. 1761) on or before December 19, 2016, shall be obligated to pay with respect to the right-16 17 of-way all rents and fees in effect before the effective date of the rule of the Bureau of Land Management entitled 18 19 "Competitive Processes, Terms, and Conditions for Leasing Public Lands for Solar and Wind Energy Development 20 21 and Technical Changes and Corrections" (81 Fed. Reg. 22 92122 (December 19, 2016)).

23 SEC. 9. RENEWABLE ENERGY GOAL.

The Secretary and the Secretary of Agriculture shallseek to issue permits that, in total, authorize production

of not less than 25 gigawatts of electricity from wind,
 solar, and geothermal energy projects by not later than
 2025, through management of public lands and adminis tration of Federal laws.

5 SEC. 10. DISPOSITION OF REVENUES.

6 (a) DISPOSITION OF REVENUES.—Beginning on Jan-7 uary 1, 2020, of the amounts collected as bonus bids, rent-8 als, fees, or other payments under a right-of-way, permit, 9 lease, or other authorization (other than under section 10 504(g) of the Federal Land Policy and Management Act of 1976 (43 U.S.C. 1764(g))) for the development of wind 11 12 or solar energy on covered land, the following shall be 13 made available without further appropriation or fiscal year limitation as follows: 14

(1) Twenty-five percent shall be paid by the
Secretary of the Treasury to the State within the
boundaries of which the revenue is derived.

18 (2) Twenty-five percent shall be paid by the
19 Secretary of the Treasury to the one or more coun20 ties within the boundaries of which the revenue is
21 derived, to be allocated among the counties based on
22 the percentage of land from which the revenue is de23 rived.

24 (3) Fifteen percent shall be deposited in the25 Treasury and be made available to the Secretary to

1 carry out the program established under this Act, in-2 cluding the transfer of the funds by the Bureau of 3 Land Management to other Federal agencies and 4 State agencies to facilitate the processing of renew-5 able energy permits on Federal land, with priority 6 given to using the amounts, to the maximum extent 7 practicable without detrimental impacts to emerging 8 markets, to expediting the issuance of permits re-9 quired for the development of renewable energy 10 projects in the States from which the revenues are 11 derived. 12 (4) Twenty-five percent shall be deposited in 13 the Renewable Energy Resource Conservation Fund 14 established by subsection (c). 15 (5) The remainder shall be deposited into the 16 general fund of the Treasury for purposes of reduc-17 ing the annual Federal budget deficit. 18 (b) PAYMENTS TO STATES AND COUNTIES.—

(1) IN GENERAL.—Amounts paid to States and
counties under subsection (a) shall be used consistent with section 35 of the Mineral Leasing Act
(30 U.S.C. 191).

23 (2) PAYMENTS IN LIEU OF TAXES.—A payment
24 to a county under paragraph (1) shall be in addition

1	to a payment in lieu of taxes received by the county
2	under chapter 69 of title 31, United States Code.
3	(c) Renewable Energy Resource Conservation
4	Fund.—
5	(1) IN GENERAL.—There is established in the
6	Treasury a fund to be known as the Renewable En-
7	ergy Resource Conservation Fund, which shall be
8	administered by the Secretary, in consultation with
9	the Secretary of Agriculture.
10	(2) USE OF FUNDS.—The Secretary may make
11	amounts in the Fund available to Federal, State,
12	and Tribal agencies to be distributed in regions in
13	which renewable energy projects are located on Fed-
14	eral land, for the purposes of—
15	(A) restoring and protecting—
16	(i) fish and wildlife habitat for af-
17	fected species;
18	(ii) fish and wildlife corridors for af-
19	fected species; and
20	(iii) water resources in areas affected
21	by wind, geothermal, or solar energy devel-
22	opment; and
23	(B) preserving and improving recreational
24	access to Federal land and water in an affected
25	region through an easement, right-of-way, or

1	other instrument from willing landowners for
2	the purpose of enhancing public access to exist-
3	ing Federal land and water that is inaccessible
4	or restricted.
5	(3) RESTRICTION ON USE OF FUNDS.—No
6	funds made available under this subsection may be
7	used for the purchase of real property unless in ful-
8	fillment of paragraph (2)(B).
9	(4) PARTNERSHIPS.—The Secretary may enter
10	into cooperative agreements with State and Tribal
11	agencies, nonprofit organizations, and other appro-
12	priate entities to carry out the activities described in
13	subparagraphs (A) and (B) of paragraph (2).
14	(5) INVESTMENT OF FUND.—
15	(A) IN GENERAL.—Any amounts deposited
16	in the Fund shall earn interest in an amount
17	determined by the Secretary of the Treasury on
18	the basis of the current average market yield on
19	outstanding marketable obligations of the
20	United States of comparable maturities.
21	(B) USE.—Any interest earned under sub-
22	paragraph (A) may be expended in accordance
23	with this subsection.
24	(6) REPORT TO CONGRESS.—At the end of each
25	fiscal year, the Secretary shall report to the Com-

1	mittee on Natural Resources of the House of Rep-
2	resentatives and the Committee on Energy and Nat-
3	ural Resources of the Senate—
4	(A) the amount collected as described in
5	subsection (a), by source, during that fiscal
6	year;
7	(B) the amount and purpose of payments
8	during that fiscal year to each Federal, State,
9	and Tribal agency under paragraph (2); and
10	(C) the amount remaining in the Fund at
11	the end of the fiscal year.
12	(7) INTENT OF CONGRESS.—It is the intent of
13	Congress that the revenues deposited and used in
14	the Fund shall supplement (and not supplant) an-
15	nual appropriations for activities described in sub-
16	paragraphs (A) and (B) of paragraph (2).
17	SEC. 11. PROMOTING AND ENHANCING DEVELOPMENT OF
18	GEOTHERMAL ENERGY.
19	(a) IN GENERAL.—Section 234(a) of the Energy Pol-
20	icy Act of 2005 (42 U.S.C. 15873(a)) is amended by strik-
21	ing "in the first 5 fiscal years beginning after the date
22	of the enactment of this Act" and inserting "through fis-
23	cal year 2022".
24	(b) Authorization.—Section 234(b) of the Energy
25	Policy Act of 2005 (42 U.S.C. 15873(b)) is amended—

(1) by striking "Amounts" and inserting the
 following:

- "(1) IN GENERAL.—Amounts"; and 3 4 (2) by adding at the end the following: 5 "(2) AUTHORIZATION.—Effective for fiscal year 6 2019 and each fiscal year thereafter, amounts de-7 posited under subsection (a) shall be available to the 8 Secretary of the Interior for expenditure, without 9 further appropriation or fiscal year limitation, to im-10 plement the Geothermal Steam Act of 1970 (30) 11 U.S.C. 1001 et seq.) and this Act.". 12 SEC. 12. FACILITATION OF COPRODUCTION OF GEO-13 THERMAL ENERGY ON OIL AND GAS LEASES. 14 Section 4(b) of the Geothermal Steam Act of 1970 15 (30 U.S.C. 1003(b)) is amended by adding at the end the following: 16 17 "(4) LAND SUBJECT TO OIL AND GAS LEASE.— 18 Land under an oil and gas lease issued pursuant to 19 the Mineral Leasing Act (30 U.S.C. 181 et seq.) or 20 the Mineral Leasing Act for Acquired Lands (30) 21 U.S.C. 351 et seq.) that is subject to an approved 22 application for permit to drill and from which oil 23 and gas production is occurring may be available for 24 noncompetitive leasing under subsection (c) by the
- 25 holder of the oil and gas lease—

1	"(A) on a determination that geothermal
2	energy will be produced from a well producing
3	or capable of producing oil and gas; and
4	"(B) in order to provide for the coproduc-
5	tion of geothermal energy with oil and gas.".
6	SEC. 13. NONCOMPETITIVE LEASING OF ADJOINING AREAS
7	FOR DEVELOPMENT OF GEOTHERMAL RE-
8	SOURCES.
9	Section 4(b) of the Geothermal Steam Act of 1970
10	(30 U.S.C. 1003(b)) is further amended by adding at the
11	end the following:
12	"(5) Adjoining land.—
13	"(A) DEFINITIONS.—In this paragraph:
14	"(i) FAIR MARKET VALUE PER
15	ACRE.—The term 'fair market value per
16	acre' means a dollar amount per acre
17	that—
18	"(I) except as provided in this
19	clause, shall be equal to the market
20	value per acre (taking into account
21	the determination under subparagraph
22	(B)(iii) regarding a valid discovery on
23	the adjoining land) as determined by
24	the Secretary under regulations issued
25	under this paragraph;

1	"(II) shall be determined by the
2	Secretary with respect to a lease
3	under this paragraph, by not later
4	than the end of the 180-day period
5	beginning on the date the Secretary
6	receives an application for the lease;
7	and
8	"(III) shall be not less than the
9	greater of—
10	"(aa) 4 times the median
11	amount paid per acre for all land
12	leased under this Act during the
13	preceding year; or
14	''(bb) \$50.
15	"(ii) INDUSTRY STANDARDS.—The
16	term 'industry standards' means the stand-
17	ards by which a qualified geothermal pro-
18	fessional assesses whether downhole or
19	flowing temperature measurements with
20	indications of permeability are sufficient to
21	produce energy from geothermal resources,
22	as determined through flow or injection
23	testing or measurement of lost circulation
24	while drilling.

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	"(iii) QUALIFIED FEDERAL LAND.—
2	The term 'qualified Federal land' means
3	land that is otherwise available for leasing
4	under this Act.
5	"(iv) Qualified geothermal pro-
6	FESSIONAL.—The term 'qualified geo-
7	thermal professional' means an individual
8	who is an engineer or geoscientist in good
9	professional standing with at least 5 years
10	of experience in geothermal exploration,
11	development, or project assessment.
12	"(v) Qualified lessee.—The term
13	'qualified lessee' means a person who may
14	hold a geothermal lease under this Act (in-
15	cluding applicable regulations).
16	"(vi) Valid discovery.—The term
17	'valid discovery' means a discovery of a
18	geothermal resource by a new or existing
19	slim hole or production well, that exhibits
20	downhole or flowing temperature measure-
21	ments with indications of permeability that
22	are sufficient to meet industry standards.
23	"(B) AUTHORITY.—An area of qualified
24	Federal land that adjoins other land for which
25	a qualified lessee holds a legal right to develop

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1	geothermal resources may be available for a
2	noncompetitive lease under this section to the
3	qualified lessee at the fair market value per
4	acre, if—
5	"(i) the area of qualified Federal
6	land—
7	((I) consists of not less than 1
8	acre and not more than 640 acres;
9	and
10	"(II) is not already leased under
11	this Act or nominated to be leased
12	under subsection (a);
13	"(ii) the qualified lessee has not pre-
14	viously received a noncompetitive lease
15	under this paragraph in connection with
16	the valid discovery for which data has been
17	submitted under clause (iii)(I); and
18	"(iii) sufficient geological and other
19	technical data prepared by a qualified geo-
20	thermal professional has been submitted by
21	the qualified lessee to the applicable Fed-
22	eral land management agency that would
23	lead individuals who are experienced in the
24	subject matter to believe that—

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1	"(I) there is a valid discovery of
2	geothermal resources on the land for
3	which the qualified lessee holds the
4	legal right to develop geothermal re-
5	sources; and
6	"(II) that geothermal feature ex-
7	tends into the adjoining areas.
8	"(C) DETERMINATION OF FAIR MARKET
9	VALUE.—
10	"(i) IN GENERAL.—The Secretary
11	shall—
12	"(I) publish a notice of any re-
13	quest to lease land under this para-
14	graph;
15	"(II) determine fair market value
16	for purposes of this paragraph in ac-
17	cordance with procedures for making
18	those determinations that are estab-
19	lished by regulations issued by the
20	Secretary;
21	"(III) provide to a qualified les-
22	see and publish, with an opportunity
23	for public comment for a period of 30
24	days, any proposed determination
25	under this subparagraph of the fair

- 1 market value of an area that the 2 qualified lessee seeks to lease under 3 this paragraph; and "(IV) provide to the qualified les-4 5 see and any adversely affected party 6 the opportunity to appeal the final de-7 termination of fair market value in an administrative proceeding before the 8 9 applicable Federal land management 10 agency, in accordance with applicable 11 law (including regulations). 12 "(ii) LIMITATION ON NOMINATION.— 13 After publication of a notice of request to 14 lease land under this paragraph, the Sec-
- retary may not accept under subsection (a)
 any nomination of the land for leasing unless the request has been denied or withdrawn.

19 "(iii) ANNUAL RENTAL.—For pur20 poses of section 5(a)(3), a lease awarded
21 under this paragraph shall be considered a
22 lease awarded in a competitive lease sale.
23 "(D) REGULATIONS.—Not later than 270
24 days after the date of the enactment of this

1	paragraph, the Secretary shall issue regulations
2	to carry out this paragraph.".

27

3 SEC. 14. SAVINGS CLAUSE.

4 Notwithstanding any other provision of this Act, the 5 Secretary shall continue to manage public lands under the principles of multiple use and sustained yield in accord-6 ance with title I of the Federal Land Policy and Manage-7 ment Act of 1976 (43 U.S.C. 1701 et seq.), including due 8 9 consideration of mineral and nonrenewable energy-related projects and other nonrenewable energy uses, for the pur-10 poses of land use planning, permit processing, and con-11 ducting environmental reviews. 12

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