

Report for Congress

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Defense Cleanup and Environmental Programs: Authorization and Appropriations for FY2003

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Defense Cleanup and Environmental Programs: Authorization and Appropriations for FY2003

Summary

The Department of Defense (DOD) administers five environmental programs in response to various requirements under federal environmental laws. These programs include environmental cleanup, environmental compliance, pollution prevention, environmental technology, and conservation. In addition, the Department of Energy (DOE) is responsible for managing defense nuclear waste and cleaning up contaminated nuclear weapons sites. The Administration requested a total of \$11.17 billion for these programs in FY2003, about \$390 million more than the FY2002 funding level of \$10.78 billion. Some of the principal issues associated with these programs are the adequacy, cost, and pace of cleanup, whether DOD and DOE adequately comply with environmental laws and regulations, and the extent to which environmental requirements encroach upon military readiness.

The House and Senate have passed legislation to authorize national defense programs for FY2003, and a conference is underway. H.R. 4546 would authorize \$1.28 billion for environmental cleanup at current and former military installations, whereas S. 2514 would authorize \$1.32 billion. Both bills would authorize funding for DOD's other environmental activities as part of several larger accounts. For DOE's management of defense nuclear waste and cleanup of contaminated nuclear weapons sites, H.R. 4546 would authorize \$6.59 billion, while S. 2514 would authorize \$6.87 billion. H.R. 4546 also would exempt military readiness activities from certain requirements under the Endangered Species Act, the Migratory Bird Treaty Act, and the Wilderness Act. S. 2514 does not include such exemptions.

Even though authorization legislation is still pending, action is nearly complete to appropriate funding in FY2003 for national defense programs. P.L. 107-248 (H.R. 5010) provides \$1.31 billion for the cleanup of environmental contamination at current and former military installations. As in defense authorization legislation, the law also provides funding for DOD's other environmental activities under several larger accounts. P.L. 107-249 (H.R. 5011) provides \$561 million for base closure activities, which includes the cleanup of environmental contamination. Action on other defense-related appropriations bills is still underway. As reported by the Senate Appropriations Committee, S. 2784 (S.Rept. 107-220) would provide \$6.69 billion for DOE's management of defense nuclear waste and cleanup of contaminated nuclear weapons sites. The House Appropriations Committee approved \$6.87 billion for these activities in reporting H.R. 5431 (H.Rept. 107-681). Floor action has not occurred on either bill to date. A continuing resolution (P.L. 107-244) provides funding through November 22, 2002, at the same level as enacted for FY2002.

At least 14 other bills have been introduced in the 107th Congress which address defense environmental activities, such as conversion of the Rocky Flats site in Colorado to a National Wildlife Refuge, cleanup of unexploded ordnance, protection of endangered species, environmental compliance, reform of Superfund cleanup requirements, military response to environmental emergencies abroad, storage and use of mercury, regulation of air pollution from military aircraft, and use of depleted uranium munitions. This report will be updated as relevant developments occur.

Contents

Introduction	1
Department of Defense	3
Environmental Cleanup	3
Oversight of Cleanup Activities	4
Cleanup Status and Costs	4
Appropriations Account Structure	5
Overseas Military Installations	6
Environmental Compliance	7
Compliance Requirements under Federal Law	7
Funding Trends	7
Fines for Violations of Environmental Requirements	8
Other Environmental Programs	9
Military Readiness Issues	10
Department of Energy	12
Oversight of Cleanup and Waste Management Activities	12
Cleanup Status and Costs	13
Appropriations Account Structure	14
Yucca Mountain	16
Formerly Utilized Sites Remedial Action Program	17
Authorization Legislation in the Second Session of the 107 th Congress	18
H.R. 4546	19
Migratory Bird Treaty Act Exemption	20
Endangered Species Act Exemption	20
Wilderness Act Exemption	21
S. 2514	22
Appropriations in the Second Session of the 107 th Congress	24
Department of Defense	24
Military Construction	26
Energy and Water Development	27
Supplemental Appropriations for FY2002	29
Other Relevant Legislation in the 107 th Congress	31
Making the Rocky Flats Site a National Wildlife Refuge	31
Removal and Remediation of Unexploded Ordnance	32
Endangered and Threatened Species	32
Compliance with Federal and State Environmental Laws	32
Superfund Reform	33
Military Response to Environmental Emergencies in Foreign Nations	33
Storage and Use of Mercury at Military Installations	34
Regulation of Pollution from Military Aircraft Operations	35
Suspension of the Use of Depleted Uranium Munitions	35
Selected References	36

List of Figures

Figure 1. Funding for Defense Cleanup and Environmental Programs: FY1990 to FY2002 Enacted and FY2003 Request	2
Figure 2. Cleanup Status at Current, Former, and Closing Military Installations in the United States as of September 30, 2001	5
Figure 3. Cleanup Status at DOE Environmental Restoration and Waste Management Sites as of September 30, 2001	14
Figure 4. Cleanup Status under the Formerly Utilized Sites Remedial Action Program as of September 30, 2001	18

List of Tables

Table 1. Fines and Penalties Assessed and Paid for Environmental Violations from FY1997 to FY2001	9
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Defense Cleanup and Environmental Programs: Authorization and Appropriations for FY2003

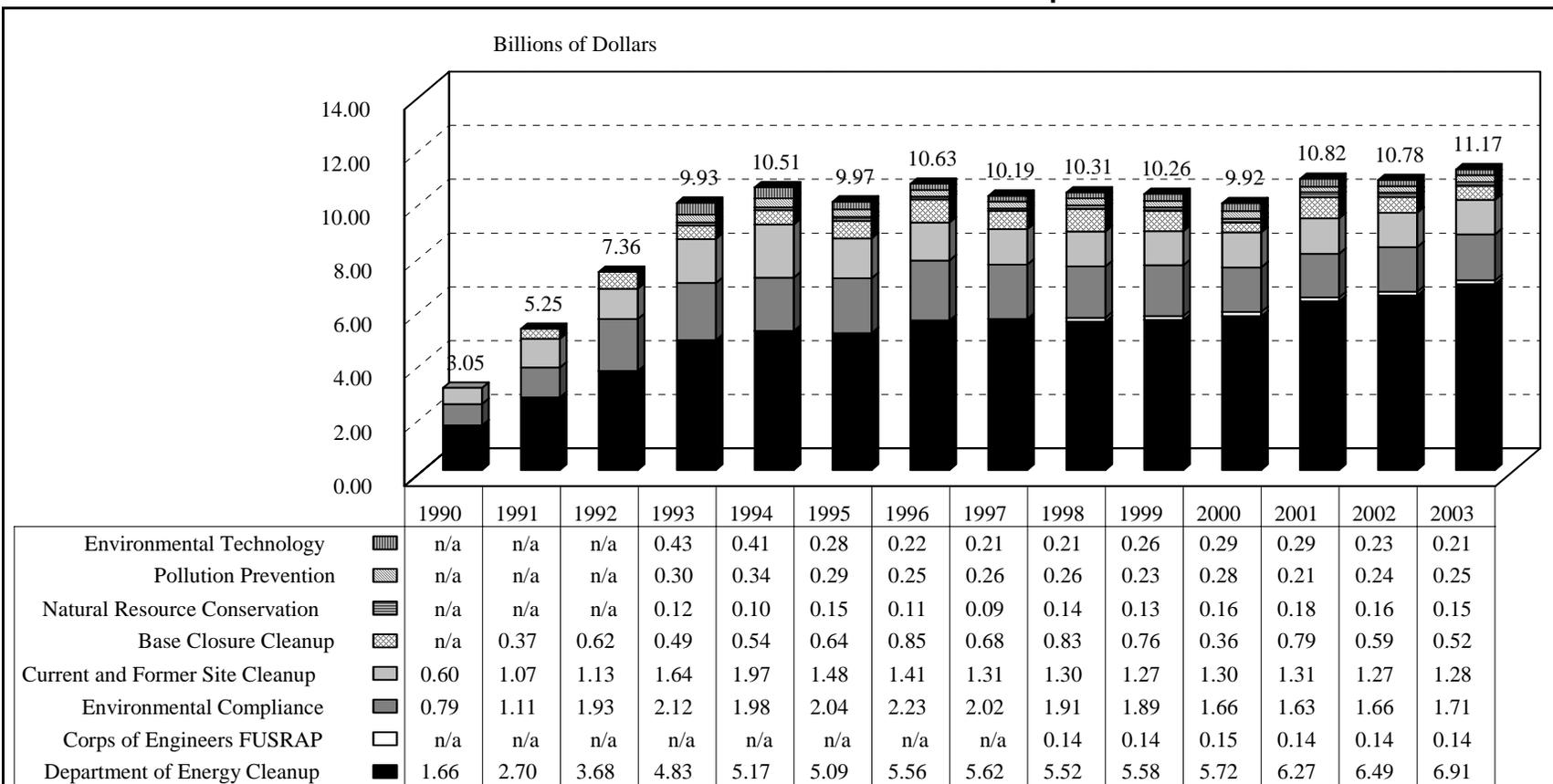
Introduction

The Department of Defense (DOD) administers five environmental programs to clean up past contamination at military installations; comply with environmental laws and regulations that apply to ongoing military operations; prevent future contamination; develop more cost-effective environmental cleanup and waste management technologies; and conserve the natural, historical, and cultural resources of military lands. In addition to DOD's programs, the Department of Energy (DOE) is responsible for managing defense nuclear waste, and cleaning up contaminated nuclear weapons sites. While DOD and DOE are responsible for performing these activities, the Environmental Protection Agency (EPA) and the states provide oversight to enforce applicable laws and regulations, and they have the authority to assess fines and penalties if violations occur. Some of the principal issues associated with these programs are the adequacy, cost, and pace of cleanup, whether DOD and DOE adequately comply with environmental laws and regulations, and the extent to which environmental requirements encroach upon military readiness.

Congress authorizes DOD's and DOE's defense-related environmental programs in the annual authorization bill for National Defense, but it funds these programs under three appropriations bills. Cleanup activities at currently active and former military installations, environmental compliance, pollution prevention, environmental technology, and conservation primarily receive funding in the annual appropriations bill for the Department of Defense, but cleanup at base closure sites is funded in the annual appropriations bill for Military Construction. DOE's cleanup and management of defense nuclear waste is funded in the annual appropriations bill for Energy and Water Development. Figure 1 provides a funding history for each program since FY1990. For FY2003, the Administration requested a total of \$11.17 billion for all defense-related environmental programs, about \$390 million more than the FY2002 funding level of \$10.78 billion. While the FY2003 appropriations bills for the Department of Defense and Military Construction have been signed into law, consideration of FY2003 appropriations for cleaning up and managing defense nuclear waste is not yet complete.

This report explains the scope and function of DOD's and DOE's defense-related environmental programs, identifies relevant requirements under federal law, analyzes various implementation issues, indicates the President's budget request for FY2003, examines relevant provisions in authorization legislation and appropriations for FY2003, and discusses additional legislation introduced in the 107th Congress that could affect defense-related environmental activities.

**Figure 1. Funding for Defense Cleanup and Environmental Programs:
FY1990 to FY2002 Enacted and FY2003 Request**



Request

Prepared by the Congressional Research Service using data from enacted appropriations, Operation and Maintenance Overviews of the Department of Defense, and congressional budget justifications of the Department of Energy. N/A = account or program not yet established. FUSRAP = Formerly Utilized Sites Remedial Action Program. Congressional action for FY2003 is not indicated since there are no comprehensive line-item accounts for compliance, pollution prevention, environmental technology, and conservation. The FY2003 budget for these programs will be derived from appropriations for several larger accounts, and will be indicated in the Administration's budget request for FY2004, which will include funding data for the previous fiscal year.

Department of Defense

DOD administers five environmental programs to comply with requirements under various federal environmental laws.¹ In terms of funding, the two largest programs focus on cleaning up past contamination at current, former, and closing military installations, and on complying with environmental laws and regulations that apply to ongoing military operations. DOD's three other environmental programs have smaller budgets. They focus on pollution prevention, environmental technology, and conservation. For FY2003, the Administration requested a total of \$4.11 billion for all five programs, about \$44 million less than the FY2002 funding level of \$4.15 billion. DOD reports that the proposed decrease is primarily due to no funding being requested to continue specific projects that received congressionally "earmarked" funding in FY2002. (Refer to page 24 for a discussion of appropriations.) More detailed information on each program is provided below.

Environmental Cleanup

In 1975, DOD established an Installation Restoration Program to investigate and clean up sites on military lands where past waste management practices had led to environmental contamination. A few years later, the Comprehensive Environmental Response, Compensation, and Liability Act of 1980 (CERCLA) created the Superfund program to clean up hazardous waste sites that pose the greatest risk to public health and the environment in the United States, and it created the National Priorities List (NPL) to track them.² The law also established a formal framework for the identification, investigation, and cleanup of hazardous substances. Initially, the extent to which DOD had to comply with these requirements was unclear. However, the Superfund Amendments and Reauthorization Act of 1986 (SARA) specified that DOD and all other federal agencies are subject to CERCLA's requirements for identifying, evaluating, and cleaning up NPL sites under their jurisdiction.³ The Resource Conservation and Recovery Act (RCRA) also requires DOD and all other federal agencies to perform corrective actions to clean up contamination at sites with active hazardous waste management or solid waste disposal facilities operating with permits issued under RCRA.⁴

In addition to specifying the applicability of CERCLA, SARA expanded the Installation Restoration Program, and renamed it the Defense Environmental Restoration Program, to centralize DOD's efforts in cleaning up hazardous waste sites at domestic military installations where past actions led to contamination.⁵ As a complement to this program, DOD established a Military Munitions Response Program to fulfill requirements under Sections 311 and 312 of the National Defense

¹ For additional information on each program, refer to the Defense Environmental Network and Information Exchange (DENIX) web site at [<http://www.denix.osd.mil>].

² 42 U.S.C. 9601 et. seq.

³ 42 U.S.C. 9620

⁴ 42 U.S.C. 6901 et seq.

⁵ 10 U.S.C. 2701

Authorization Act for FY2002 (P.L. 107-107) to identify, investigate, and clean up unexploded ordnance (UXO) and other munitions at nonoperational training ranges in the United States. This program is in its initial stage, and only a portion of contaminated sites have been identified thus far. As DOD continues to identify additional sites and investigate the extent of contamination, more information will be available on the actions and costs that will be necessary to address the safety and environmental hazards presented by UXO. The following sections explain the role of EPA and the states in conducting oversight of DOD's cleanup activities, indicate cleanup status and costs, explain appropriations account structure, and discuss cleanup efforts at overseas military installations.

Oversight of Cleanup Activities. While DOD is responsible for funding and conducting cleanup actions at its sites, EPA and the states conduct oversight of these actions to determine whether DOD complies with the law. Generally, EPA takes the lead in performing oversight of DOD sites being cleaned up under CERCLA, and EPA delegates federal authority to the states for conducting oversight of corrective actions taken under RCRA. However, cleanup requirements under CERCLA and RCRA apply only within the United States. The cleanup of contamination at overseas military installations is subject to requirements specified within the Status of Forces Agreement with each host nation. These requirements are generally not as strict as CERCLA and RCRA, and their stringency varies widely from country to country. Unlike domestic cleanup actions, EPA does not have the authority to conduct oversight at military installations abroad. Rather, overseeing DOD's actions to ensure that the requirements of a Status of Forces Agreement are met is the responsibility of each host nation.

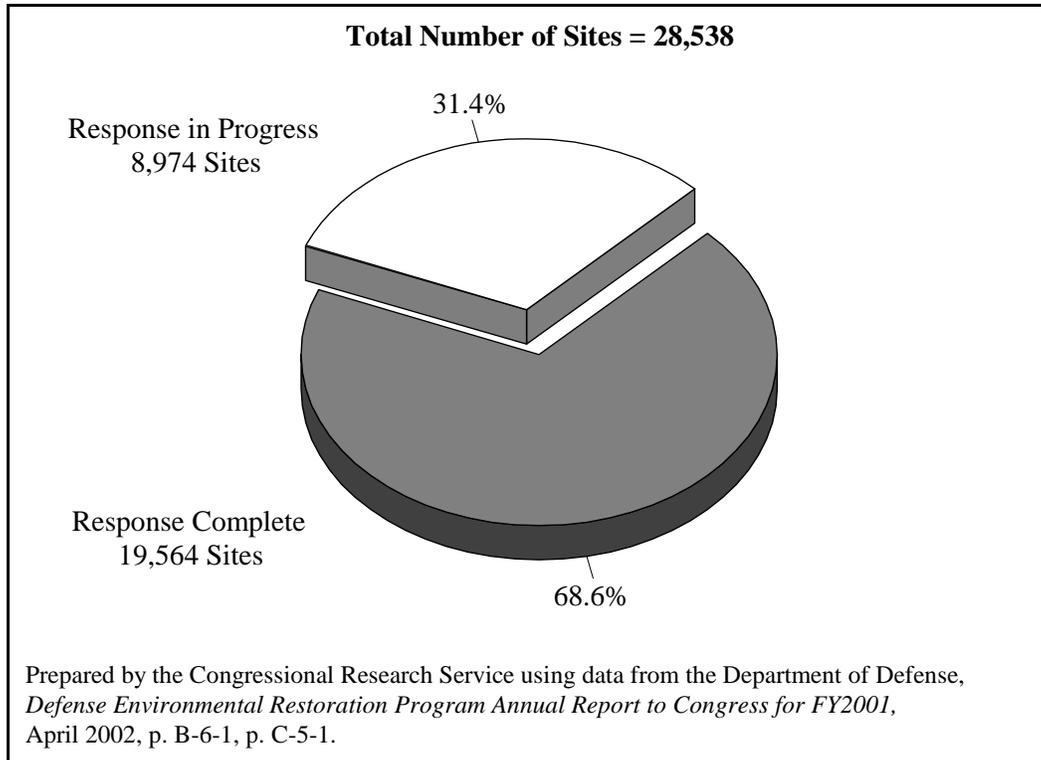
Cleanup Status and Costs. Until FY1994, DOD primarily concentrated its cleanup efforts on identifying and investigating contaminated sites to determine the level of remediation that would be necessary to protect human health and the environment. As the majority of sites were identified and subsequent investigations were completed, DOD began to focus the bulk of its efforts on actual cleanup. In FY1996, DOD also developed specific cleanup goals to prioritize its sites, based on threats of exposure. As indicated in Figure 2, DOD had identified a total of 28,538 contaminated sites as of the end of FY2001.⁶ These sites are located on 5,046 current, former, and closing military installations in all 50 states and several U.S. territories. As of that time, DOD had completed cleanup at 19,564 of its contaminated sites (nearly 69% of total sites) at a cost of \$18.6 billion, and reported that almost \$31.0 billion would be necessary to finish cleanup at the remaining 8,974 sites from FY2002 to site completion.

Even though less than 1/3 of contaminated sites are still in need of cleanup, the above estimates of future cleanup costs are substantially higher than has already been spent due to the severity of contamination at these remaining sites and the resources that likely will be necessary to address UXO contamination. DOD expects that estimates of funding needs will likely increase in future years as additional sites with UXO contamination are identified and the extent of such contamination is

⁶ Department of Defense. *Defense Environmental Restoration Program Annual Report to Congress for FY2001*. April 2002. p. B-6-1, p. C-5-1.

determined. Funding needs for cleanup also may rise in future years as additional military bases are selected for closure. The National Defense Authorization Act for FY2002 (P.L. 107-107) authorized a new round of military base closings in 2005. The amount of funding that would be necessary to accelerate cleanup at new base closure sites, and transfer them to other uses, would depend on the type and extent of contamination present at such installations. Costs to accelerate cleanup could be high if the bases selected for closure contain some of the more severely contaminated sites that are on the NPL and are subject to cleanup under CERCLA.

Figure 2. Cleanup Status at Current, Former, and Closing Military Installations in the United States as of September 30, 2001



Appropriations Account Structure. Cleanup costs at domestic military sites are funded by several centralized accounts structured by category of installation. Funding for cleanup at current and former military installations is authorized under five Defense Environmental Restoration Accounts in the annual authorization bill for National Defense, and is appropriated to these accounts in the annual appropriations bill for the Department of Defense. Three of these accounts reserve funding for the Army, Navy, and Air Force. One devotes funding to a more general category of Defense-Wide sites, and another is dedicated to cleaning up Formerly Used Defense Sites (FUDS).⁷ Typically, FUDS are sites on properties that DOD owned or leased

⁷ Congress first appropriated funding to the Defense Environmental Restoration Account in FY1984. Subsequently, the National Defense Authorization Act for FY1997 (P.L. 104-201) divided the account into four subaccounts: Army, Navy, Air Force, and Defense-Wide. Since then, Congress also has specified the amount of funding reserved for cleaning up (continued...)

in the past and are now devoted to civilian uses. Many of the FUDS sites were used during the World War II era and prior years.

The Department of Defense Appropriations Act for FY2003 (P.L. 107-248) provides a total of \$1.31 billion for the Defense Environmental Restoration Accounts, about \$40 million more than the FY2002 funding level of \$1.27 billion, and about \$30 million more than the Administration's request of \$1.28 billion. The increase in funding is reserved for increasing the pace of cleanup at FUDS sites, which has been criticized for proceeding more slowly than cleanup at currently active installations. (Refer to page 24 for further discussion of P.L. 107-248.)

Cleanup at base closure sites is authorized separately under the Base Realignment and Closure (BRAC) Account in the annual authorization bill for National Defense. Appropriations for base closure activities are provided under the BRAC account in the annual appropriations bill for Military Construction. Congress authorized four rounds of base closures in 1988, 1991, 1993, and 1995, and established a separate BRAC account for each round. These sites are separate from former military properties, known as FUDS, which are discussed above.

The Military Construction Appropriations Act for FY2003 (P.L. 107-249) provides \$561 million for the BRAC account, from which funding for cleanup activities will be allocated. The FY2003 appropriation is about \$72 million less than the FY2002 funding level of \$633 million. As in FY2002, the law does not place a limit on how much of the FY2003 appropriation can be spent on environmental cleanup. Prior to FY2002, Congress had traditionally placed a limitation on such funding. The departure from this budgetary practice is intended to provide DOD with greater flexibility in allocating funding for cleanup needs. Of the FY2003 appropriation of \$561 million, the Administration has estimated that it will need \$520 million for cleanup activities, about \$74 million less than the amount of \$594 million obligated for cleanup in FY2002. (Refer to page 26 for further discussion of P.L. 107-249.)

Overseas Military Installations. As discussed above, there are several centralized accounts to fund cleanup activities at domestic military installations. However, there are no line-item accounts in the President's annual budget submission, or in annual defense authorization legislation or appropriations, to conduct cleanup actions at overseas military installations. Rather, these projects are funded on an installation-by-installation basis out of the general operational budget for each foreign base, and DOD does not have the authority to transfer funding from the cleanup accounts for domestic installations to address contamination abroad. Further, DOD is not required to report to Congress on the status of cleanup actions at overseas military installations, as the agency is required to do for domestic facilities in its annual report on the Defense Environmental Restoration Program. The only type of information that DOD is required to submit to Congress regarding overseas cleanup is a statement of the amounts expended, and anticipated to be

⁷ (...continued)

FUDS sites, and the National Defense Authorization Act for FY2001 (P.L. 106-398) established a FUDS subaccount to conform with this budgetary practice.

expended, as part of its annual report to Congress on the Defense Environmental Quality Program. The most recent version of this report indicated that DOD spent a total of \$19.6 million in FY2001 on overseas environmental cleanup. The report also indicated that \$13.1 million was available from appropriations in FY2002, and that in FY2003, \$18.2 million would be required for overseas cleanup obligations.⁸

Environmental Compliance

DOD and all other federal agencies are required to comply with environmental laws and regulations to the same extent as any other entity. Typically, environmental compliance projects at military installations include routine operations such as storing and disposing of solid and hazardous waste, upgrading and monitoring waste water treatment plants, and testing and replacing underground storage tanks. The following sections provide information on environmental compliance requirements under federal law, examine funding trends for military compliance activities, and indicate the amount of fines and penalties assessed against, and paid by, DOD for environmental violations.

Compliance Requirements under Federal Law. The federal environmental statutes that most commonly apply to the military's routine operations include the Clean Air Act, Clean Water Act, Resource Conservation and Recovery Act (RCRA), and Safe Drinking Water Act. The Federal Facility Compliance Act of 1992 amended RCRA to clarify in detail that DOD and all other federal facilities are subject to penalties, fines, permit fees, reviews of plans or studies, and inspection and monitoring of facilities in connection with federal, state, interstate, or local solid or hazardous waste regulatory programs.⁹ The Act also authorized and directed EPA to take enforcement actions under RCRA against any federal agency to the same extent that it would against any other entity. While the Safe Drinking Water Act includes similar language, other federal environmental laws do not include the same clarification of compliance requirements. In the first session of the 107th Congress, legislation (H.R. 2154) was introduced to extend this clarification language to other environmental laws, discussed on page 32.

Funding Trends. DOD did not begin to comprehensively track the amount of funding spent on environmental compliance activities until FY1990. However, there are no centralized accounts for these activities in annual defense authorization legislation or appropriations bills, as there are for environmental cleanup activities. Instead, funding for compliance primarily comes from the accounts for Operation and Maintenance, Military Construction, and Procurement. DOD's budget for environmental compliance has ranged from \$790 million in FY1990 to a high of \$2.23 billion in FY1996. The Administration requested \$1.71 billion for FY2003, about \$47 million more than the FY2002 funding level of \$1.66 billion. According to DOD, an increase was requested to meet environmental requirements for certain Air Force activities and to implement waste water and drinking water treatment projects at the Massachusetts Military Reservation in Falmouth, Massachusetts. The

⁸ Department of Defense. *Defense Environmental Quality Program Annual Report to Congress for FY2001*. September 2002. p. 29.

⁹ 42 U.S.C. 6961

safety of drinking water has been an ongoing concern among communities surrounding the reservation, since groundwater contamination was discovered in private and municipal drinking water wells. While the Administration proposed an overall increase in funding for environmental compliance activities, such funding for the Navy and defense-wide facilities would decline due to the completion of one-time projects.

Since there are no comprehensive line-item accounts for environmental compliance activities, as there are for cleanup, DOD will develop its final FY2003 budget for environmental compliance from funds appropriated to the Operation and Maintenance Accounts and Procurement Accounts in the Department of Defense Appropriations Act for FY2003 (P.L. 107-248). Additional funding for compliance activities will also come from other defense accounts in the Military Construction Appropriations Act for FY2003 (P.L. 107-249). (Refer to page 24 for further discussion of these laws.) Information on the total amount of funding budgeted in FY2003 for compliance activities will not be available until the Administration submits its budget request for FY2004, which will include funding data for the previous fiscal year.

Fines for Violations of Environmental Requirements. While DOD is required to comply with environmental laws and regulations, and has a dedicated budget for such activities, the extent to which DOD fulfills these responsibilities has been a longstanding issue. As explained above, federal environmental laws require federal facilities to comply with all federal, state, interstate, and local environmental requirements, and such laws authorize EPA, the states, and local governments to assess fines against DOD for violations. However, a fine is not always paid in the same year that it is assessed, and in some cases, DOD does not make a cash payment to satisfy a fine. Instead, DOD may agree to perform a Supplemental Environmental Project (SEP) in lieu of a cash payment. Under such an agreement, DOD not only corrects its actions to comply with the environmental requirement at hand, but also performs an additional project that enhances environmental quality. Regulatory agencies frequently prefer the performance of SEPs to cash payments due to the environmental benefits reaped from such projects.

The National Defense Authorization Act for FY2000 required DOD to include information on environmental fines in its annual report to Congress on the Defense Environmental Quality Program.¹⁰ This information must include the amount of fines assessed and paid during the fiscal year for which the report is submitted, as well as the past four fiscal years. As indicated in Table 1, EPA, the states, and local governments assessed \$11.8 million in fines against DOD for environmental violations from FY1997 to FY2001.¹¹ During this same period, DOD paid \$11.6 million in cash payments and SEPs as compensation for its violations.¹²

¹⁰ P.L. 106-65, Section 322.

¹¹ Department of Defense. *Defense Environmental Quality Program Annual Report to Congress for FY2001*. September 2002. Appendix J. p. 19.

¹² *Ibid.*, Appendix J. p. 23.

Table 1. Fines and Penalties Assessed and Paid for Environmental Violations from FY1997 to FY2001

Fiscal Year	Fines and Penalties Assessed	Cash Paid and Cost of SEPs
FY1997	\$2,627,828	\$5,231,955
FY1998	\$2,915,198	\$157,920
FY1999	\$982,224	\$3,298,810
FY2000	\$3,656,136	\$156,100
FY2001	\$1,638,688	\$2,761,279
Total	\$11,820,074	\$11,606,064

Prepared by the Congressional Research Service with data from the Department of Defense. *Defense Environmental Quality Program Annual Report to Congress for FY2001*. September 2002. Appendix J. p. 19 and p. 23.

However, the total amount indicated above for assessed fines does not include a penalty of \$16 million that EPA raised against the U.S. Army in FY2000 for violations of the Clean Air Act at Fort Wainwright in Alaska. The appropriateness of the amount of the fine is currently in dispute, and it is the single largest penalty that EPA has ever assessed against DOD for an environmental violation. EPA used the criteria of “economic benefit of noncompliance” and “size-of-business” to determine the amount of the fine, which are ordinarily applied to private businesses. The Army argued that “because federal facilities receive their funds from appropriations and must spend the money for the purpose for which it was appropriated, a federal facility cannot realize an economic benefit from non-compliance.”¹³ The Army also argued that the size-of-business criteria should not be applied, since military facilities are not net assets in the traditional sense and could not be used as a financial resource to pay a fine. On April 30, 2002, the presiding EPA administrative law judge rejected the Army’s arguments, and ruled that EPA could apply the criteria of economic benefit of noncompliance and size-of-business to the Army. The Army has requested that the Environmental Appeals Board review this decision, and whether the fine will be reduced remains uncertain at this time.

Other Environmental Programs

In addition to environmental cleanup and compliance, DOD administers three other programs that focus on pollution prevention, environmental technology, and conservation. The purpose of the pollution prevention program is to reduce or eliminate solid or hazardous waste from being generated and prevent environmental problems before they occur. The environmental technology program supports research, development, testing, and demonstration of more efficient and less costly methods to clean up and manage solid and hazardous waste. The conservation program aims to protect the natural, historical, and cultural resources of the 25 million acres of public land that DOD administers, including the protection of endangered species.

¹³ Ibid., Appendix K. p. 10.

DOD began tracking the budget for these programs in FY1993. While these programs are an integral part of DOD's environmental strategy, their funding is significantly smaller than the programs for environmental cleanup and compliance. Like compliance, there are no centralized accounts for pollution prevention, environmental technology, or conservation in annual defense authorization legislation or appropriations bills. Instead, funding for these activities comes primarily from the accounts for Operation and Maintenance, Procurement, and Research and Development.

For FY2003, the Administration proposed an increase in funding for pollution prevention, and decreases for environmental technology and conservation. First, the budget for pollution prevention would increase by \$6.2 million, from \$241.3 million in FY2002 to \$247.5 million in FY2003. According to DOD, the proposed increase is primarily due to funding needs for Air Force and defense-wide projects. Second, funding for environmental technology would decline by \$20.5 million, from \$225.6 million in FY2002 to \$205.1 million in FY2003. DOD reports that the proposed decrease is mostly due to the lack of funding being requested to continue specific projects that received congressionally "earmarked" funding in FY2002 under the Research, Development, Test, and Evaluation Accounts. While the overall budget for environmental technology would decline under the Administration's proposal, there would be a \$7.8 million increase for the Environmental Technology Certification program to accelerate the development of new ways to detect and clean up UXO and other munitions. The development of such technologies will likely be crucial in efforts to accurately identify and assess contaminated sites under the new Military Munitions Response Program, discussed earlier. Third, funding for conservation would decline by \$11.7 million, from \$163.7 million in FY2002 to \$152.0 million in FY2003. According to DOD, the proposed decrease is primarily due to reduced costs for Air Force projects and the lack of funding being requested for projects that received congressionally "earmarked" funding in FY2002.

Since there are no comprehensive line-item accounts that fund the programs for pollution prevention, environmental technology, and conservation, DOD will develop its final FY2003 budget for these activities as it has done in past years, from funds appropriated to the Operation and Maintenance, Procurement, and Research and Development Accounts. The Department of Defense Appropriations Act for FY2003 (P.L. 107-248) provides funding for each of these accounts. (Refer to page 24 for further discussion of this law.) Information on the total amount of funding budgeted in FY2003 for the above programs will not be available until the Administration submits its budget request for FY2004, which will include funding data for the previous fiscal year.

Military Readiness Issues

A major issue associated with the implementation of DOD's environmental programs is the extent to which environmental requirements restrict military readiness capabilities. While most federal environmental laws specify their applicability to federal facilities, Congress included exemptions in several statutes to ensure that military training needs would not be restricted to the extent that

national security would be compromised.¹⁴ These exemptions provide the President with the authority to suspend compliance requirements for actions at federal facilities on a case-by-case basis. Such exemptions may be granted if doing so would be either in the “paramount interest of the United States” or in the “interest of national security”. Most of these exemptions are limited to one year, but can be renewed. The Safe Drinking Water Act does not impose a time limit on exemptions from compliance. Under the Endangered Species Act, a special committee “shall grant” an exemption if the Secretary of Defense finds it necessary for national security. This committee may place a time limit on an exemption, but it is not required to do so under the law.

The adequacy of existing exemptions to meet national security needs has become a controversial issue. DOD argues that existing exemptions are too onerous and time-consuming to obtain on a case-by-case basis due to the vast number of training exercises that it conducts on hundreds of military installations across the country. DOD also argues that the time limitations placed upon most exemptions are not compatible with many training activities, due to their ongoing or recurring nature. Instead, DOD favors broader exemptions that would allow it to conduct training exercises and other readiness activities without restriction or delay. However, environmental organizations have opposed broader exemptions for military readiness activities and claim that existing exemptions are sufficient to accommodate combat training needs.

The cumulative effect of environmental requirements on military readiness capabilities is difficult to determine due to the lack of a system to comprehensively track individual cases in which training has been restricted or compromised. The General Accounting Office (GAO) has found that DOD’s readiness reports do not indicate the extent to which environmental requirements restrict combat training activities, and that such reports indicate a high level of readiness overall.¹⁵ However, GAO noted individual instances of environmental encroachment at numerous military installations, and in light of this fact, recommended that DOD’s reporting system be improved to more accurately identify any shortfalls in training that might be attributed to restrictions imposed by environmental requirements.

The House and Senate Armed Services Committees, the House Government Reform Committee, and the Senate Environment and Public Works Committee, have held oversight hearings during the 107th Congress to examine the issue of environmental encroachment, and debate will likely continue as DOD attempts to balance its readiness needs with requirements to comply with environmental laws.

¹⁴ Specific exemptions from compliance requirements for federal facilities are included in the Clean Air Act [42 USC 7418(b)], Clean Water Act [33 USC 1323(a)], Comprehensive Environmental Response, Compensation, and Liability Act [42 USC 9620(j)], Endangered Species Act [16 USC 1536(j)], Noise Control Act [42 USC 4903], Resource Conservation and Recovery Act [42 USC 6961(a)], and Safe Drinking Water Act [42 USC 300(j)(6)]. For additional information, refer to CRS Report RS21217, *Exemptions for Military Activities in Federal Environmental Laws*, by Robert Meltz.

¹⁵ General Accounting Office. *Military Training: DOD Needs a Comprehensive Plan to Manage Encroachment on Training Ranges*. GAO-02-727T. May 2002. p. 2.

The House included broader environmental exemptions from certain requirements under the Endangered Species Act, the Migratory Bird Treaty Act, and the Wilderness Act in passing the National Defense Authorization Act for FY2003 (H.R. 4546), discussed on page 19. DOD had requested the exemptions related to the protection of endangered species and migratory birds as part of a Readiness and Range Preservation Initiative submitted to Congress in April 2002.¹⁶

Department of Energy

In the late 1980s, the United States ceased its production of radioactive materials used in the construction of nuclear weapons due to military projections that the nuclear weapons stockpile was sufficient to protect national security and respond to future threats. However, environmental problems associated with producing and storing these radioactive materials continue to pose a risk to human health and safety today. Since the beginning of the U.S. atomic energy program, DOE and its predecessors have been responsible for managing defense nuclear weapons and related waste. In later years, DOE expanded its efforts to include the environmental restoration of radioactive sites, and those with other hazardous contamination, to ensure their safety for future uses. In 1989, the Bush Administration established an Environmental Management Program within DOE to consolidate the agency's efforts in cleaning up contamination from defense nuclear waste, as well as waste from civilian nuclear energy research.¹⁷

The following sections discuss program oversight, cleanup status and costs, appropriations, and related topics such as the selection of Yucca Mountain for an underground nuclear waste repository, and the cleanup of smaller radioactive waste sites that were transferred from DOE to the Army Corps of Engineers.

Oversight of Cleanup and Waste Management Activities

The Atomic Energy Act of 1954 is the primary authority governing the management of defense nuclear waste. The law requires DOE to safely store, process, transport, and dispose of radioactive and other hazardous waste resulting from the production of defense nuclear materials.¹⁸ Waste disposal typically involves cleanup actions, such as the decontamination of buildings and structures and the removal of contaminated soil. DOE is also subject to requirements under various federal environmental laws in carrying out its responsibilities under the Atomic Energy Act. CERCLA and RCRA are the two main federal environmental statutes

¹⁶ In response to concerns over the perceived increase in training restrictions imposed by environmental requirements, DOD submitted a Readiness and Range Preservation Initiative to Congress which proposed broader exemptions for military readiness activities from certain requirements under the Clean Air Act, Comprehensive Environmental Response, Compensation, and Liability Act, Endangered Species Act, Marine Mammal Protection Act, Migratory Bird Treaty Act, and Solid Waste Disposal Act.

¹⁷ For additional information, refer to DOE's web site at [<http://www.em.doe.gov>].

¹⁸ 42 U.S.C. 2121

that apply to cleanup activities at defense nuclear waste sites. CERCLA primarily applies to cleanup actions at inactive waste sites which present the highest risk of exposure and are listed on the NPL. RCRA requires DOE to clean up contamination at sites with active solid and hazardous waste disposal facilities for which an operating permit has been issued under RCRA. EPA and the states are responsible for conducting oversight of DOE's actions in order to determine compliance with environmental laws and assess fines and penalties if violations occur. Generally, EPA takes the lead in performing oversight of cleanup actions at DOE sites required under CERCLA, and EPA delegates federal authority to the states for conducting oversight of actions required under RCRA. DOE has completed compliance agreements with EPA and the states for each of its cleanup and waste management sites, which specify schedules and time frames for specific response actions.¹⁹

Cleanup Status and Costs

The pace and cost of cleanup at defense nuclear waste sites has been a long-standing issue. GAO has conducted numerous audits of DOE's Environmental Management Program, which in many cases have assessed cleanup schedules and cost estimates as being overly optimistic. GAO's assessment of DOE's 1998 strategy to accelerate cleanup concluded that cleanup schedules and estimates of funding needs are sometimes inaccurate because they are based on project assumptions that may change, such as the capacity to pack and ship vast quantities of waste for disposal, cleanup levels that have yet to be finalized under regulatory agreements, the types of waste management and cleanup technologies that will be used, and the exclusion of additional costly activities related to cleanup.²⁰

As indicated in Figure 3, DOE reports that there are 114 large geographic sites where the past production of atomic materials used to construct nuclear weapons led to severe contamination.²¹ These sites encompass a total land area of over 2 million acres, which is equal to the States of Rhode Island and Delaware combined. As of the end of FY2001, DOE reports that it had completed all response actions at 74 sites, at a cost of over \$60 billion, and that response actions were underway at the remaining 40 sites.²² However, the sites that have been cleaned up are relatively small and are among the least hazardous, and the sites where cleanup was underway contain some of the most severely contaminated areas. DOE currently estimates that cleanup at the remaining 40 sites may take 70 years to complete, and that total

¹⁹ For information on each compliance agreement, refer to DOE's web site at [<http://www.em.doe.gov/compliance.html>].

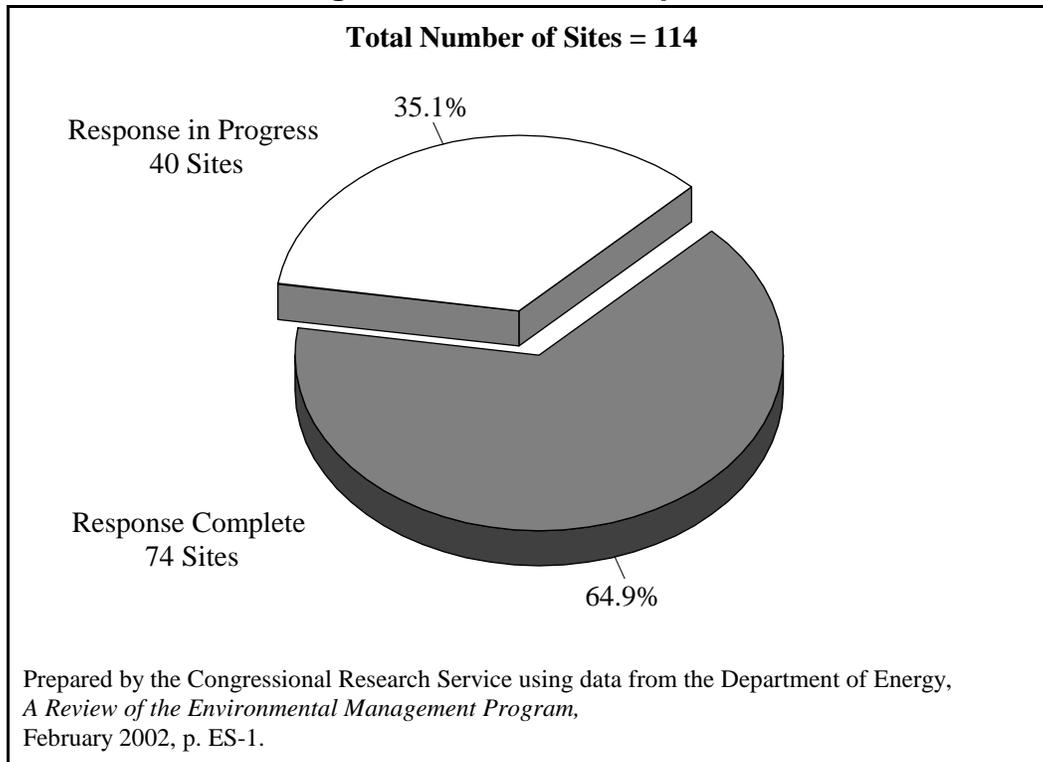
²⁰ General Accounting Office. *Nuclear Waste: DOE's Accelerated Cleanup Strategy Has Benefits But Faces Uncertainties*. RCED-99-129. April 1999. 21 p.

²¹ Department of Energy. *A Review of the Environmental Management Program*. February 2002. p. ES-1.

²² *Ibid.* One of the remaining sites, the Waste Isolation Pilot Plant in New Mexico, is a waste disposal facility rather than a cleanup site that requires response actions. Based on recent projections, it will remain active and receive waste shipments through 2039.

cleanup costs may range from \$220 billion to \$300 billion if program reforms are not initiated, substantially higher than the estimate of \$147 billion made in 1998.²³

Figure 3. Cleanup Status at DOE Environmental Restoration and Waste Management Sites as of September 30, 2001



Appropriations Account Structure

Congress authorizes funding for DOE's defense environmental restoration and waste management activities in the annual authorization bill for National Defense, and appropriates funding for them in the annual appropriations bill for Energy and Water Development. Congress has traditionally provided this funding under three centralized accounts. First, the Defense Environmental Restoration and Waste Management Account funds cleanup and waste management activities at nuclear weapons sites where all response actions are projected to continue *beyond* 2006. Second, the Defense Facilities Closure Projects Account supports cleanup and waste management activities at sites where all response actions are scheduled to be complete by the *end* of 2006. Third, the Defense Environmental Management Privatization Account reserves funding for cleanup projects that have been completed under "privatization" contracts.²⁴

²³ Ibid.

²⁴ Under privatization contracts, a private entity is responsible for financing the entire cost of a cleanup project, and is not paid by DOE until the project is completed and performed according to contractually specified requirements. This type of contract differs from the traditional approach of paying a contractor a fixed amount upfront and offering additional (continued...)

The Administration requested a total of \$6.91 billion for FY2003 to support DOE's defense environmental restoration and waste management activities, nearly \$420 million more than the FY2002 funding level of \$6.49 billion. Consideration of appropriations for FY2003 is not yet complete. (Refer to page 27 for further discussion.) Of the \$6.91 billion request, about \$4.56 billion would be reserved for the Defense Environmental Restoration and Waste Management Account, \$1.09 billion would be set aside for the Defense Facilities Closure Projects Account, and \$158 million would be allocated to the Defense Environmental Management Privatization Account. The remainder of \$1.10 billion would be reserved for a proposed Environmental Management Cleanup Reform Account that would focus on risk reduction to improve program efficiency and reduce costs. In February 2002, the Administration initially requested \$800 million for the cleanup reform account, but submitted a budget amendment in August 2002 which included an additional \$300 million, increasing the total request for the proposed account to \$1.10 billion.

Many concerns have been raised about the Administration's cleanup reform initiative. DOE budgeted the majority of the funding for the proposed account by decreasing support for cleanup at sites that are funded under the Defense Environmental Restoration and Waste Management Account. Under this approach, funding would be restored at these sites only if compliance agreements with EPA and the states are re-negotiated to accelerate cleanup schedules and project milestones. DOE contends that many of the requirements under its existing compliance agreements are too costly, ineffective, and unnecessarily time-consuming, and that its agreements need to be re-examined to explore ways to increase the pace of cleanup and reduce costs. Questions have been raised as to whether EPA and the states might agree to weaker cleanup standards, rather than face the possibility of losing funding that site managers need to fulfill existing agreements. To date, DOE has signed letters of intent with EPA and state regulators to accelerate cleanup at the following sites: the Hanford site in Washington, the Oak Ridge site in Tennessee, the Idaho National Engineering and Environmental Laboratory, the Nevada Test Site, the Savannah River site in South Carolina, the Pantex site in Texas, and the Los Alamos National Laboratory and Sandia National Laboratories in New Mexico.

The largest portion of the cleanup reform funds would be allocated to the Hanford site, which is the largest and most severely contaminated of all of DOE's sites, and is estimated to be the most costly to clean up. Of the cleanup reform request, approximately \$433 million, nearly 40%, would be allocated to accelerating cleanup at the Hanford site, increasing its funding to over \$2 billion in FY2003. Under the letter of intent to accelerate cleanup at the site, DOE, EPA, and the State of Washington have agreed to work together to complete cleanup at Hanford 35 to 45 years sooner than the current estimated completion date of 2070. Subsequently, DOE has completed a performance management plan that outlines six strategic initiatives to achieve this goal. However, the compliance agreement for the Hanford

²⁴ (...continued)

cash incentives to encourage the completion of a project within a certain time frame. Privatization contracts have the potential to provide the contractor with a greater incentive to control costs, work more efficiently, and finish a project successfully, since payment is not rendered until performance is complete and the cleanup objective has been achieved.

site has not been re-negotiated thus far, and DOE remains legally bound to meeting existing cleanup schedules and other regulatory requirements. Questions have been raised as to whether DOE will seek to expedite cleanup by leaving more radioactive waste at the site than previously planned. State officials want DOE to remove nearly all of the high-level radioactive waste from 177 underground tanks. Environmental organizations and others have expressed concerns that the “reform” agreement would allow more waste to be stabilized, or “grouted,” in the tanks and left in place.

The Subcommittee on Oversight and Investigations of the House Committee on Energy and Commerce held a hearing on DOE’s cleanup reform initiative on July 19, 2002. Jesse Roberson, Assistant Secretary for Environmental Management, testified that the objective of the cleanup reform initiative is to identify and implement more risk-oriented and efficient cleanup approaches, and that the intent is not to weaken any of DOE’s compliance agreements. The General Accounting Office (GAO) testified on the status of compliance agreements with EPA and the states at each nuclear waste cleanup site, and indicated that DOE faces challenges in developing and implementing a risk-based method to prioritize cleanup activities due to failed attempts to do so in the past. GAO also indicated that DOE’s reform initiative in some cases could involve “potential changes in technology or approach that would result in leaving more of the waste on site than currently planned and thus could significantly reduce cleanup costs. In other cases, it could allocate funding using a greater emphasis on risk reduction, which could shift funding among sites.” Representatives from the States of Washington, Idaho, and Tennessee indicated that the letters of intent to re-negotiate compliance agreements in their states would not result in weakened cleanup standards, but would provide a framework for cooperation among the parties involved to establish new cleanup goals.

Yucca Mountain

A prominent issue related to DOE’s Environmental Management Program is the perceived need for a long-term centralized repository for high-level defense nuclear waste. While the Waste Isolation Pilot Plant in New Mexico serves as a centralized repository for low-level and transuranic (plutonium-contaminated) defense nuclear waste, high-level waste is currently stored at individual sites. Many interests have argued that centrally storing high-level waste in a location that lacks a potential pathway for immediate exposure would be safer and more secure from potential terrorist threats. In response to such concerns, the Nuclear Waste Policy Act of 1982, as amended in 1987, required DOE to study the suitability of Yucca Mountain in Nevada for constructing an underground geological repository for high-level defense nuclear waste, as well as civilian radioactive waste generated by nuclear power plants. The federal government and the nuclear power industry contribute funding to support the study and development of such a repository.

The State of Nevada has strongly opposed the selection of Yucca Mountain for an underground repository due to numerous safety concerns, such as the possibility of seismological disturbances and underground flooding, and the potential for groundwater contamination over time. DOE contends that scientific evidence indicates that the conditions at Yucca Mountain would likely be suitable for long-term underground waste storage and that efforts to study the site should continue. Environmental organizations have opposed the development of a centralized

repository due to concerns over the safety of transporting high-level radioactive waste across many states to one location and the potential for terrorist threats, along with environmental concerns about the site that are similar to those of the State of Nevada.

Taking these concerns into consideration, President Bush recommended Yucca Mountain for site selection on February 8, 2002. However, Nevada Governor Kenny Guinn submitted a notice of disapproval to Congress on April 8, 2002, as permitted under the Nuclear Waste Policy Act. The House passed a resolution (H.J.Res. 87) on May 8, 2002, to overturn the “state veto”, and the Senate passed H.J.Res. 87 on July 9, 2002. The President signed H.J.Res. 87 into law (P.L. 107-200) on July 23, 2002, clearing the way for DOE to proceed with its plans to prepare and submit a license application to the Nuclear Regulatory Commission for the construction of a nuclear waste repository at Yucca Mountain. DOE plans to submit a license application in 2004, and expects to begin receiving waste shipments in 2010. Despite congressional approval, opponents of the development of Yucca Mountain may attempt to halt or delay the project through other avenues, including the appropriations process, oversight of the Nuclear Regulatory Commission’s review of the license application for the site, and litigation over numerous aspects of the site characterization and development process.²⁵

Formerly Utilized Sites Remedial Action Program

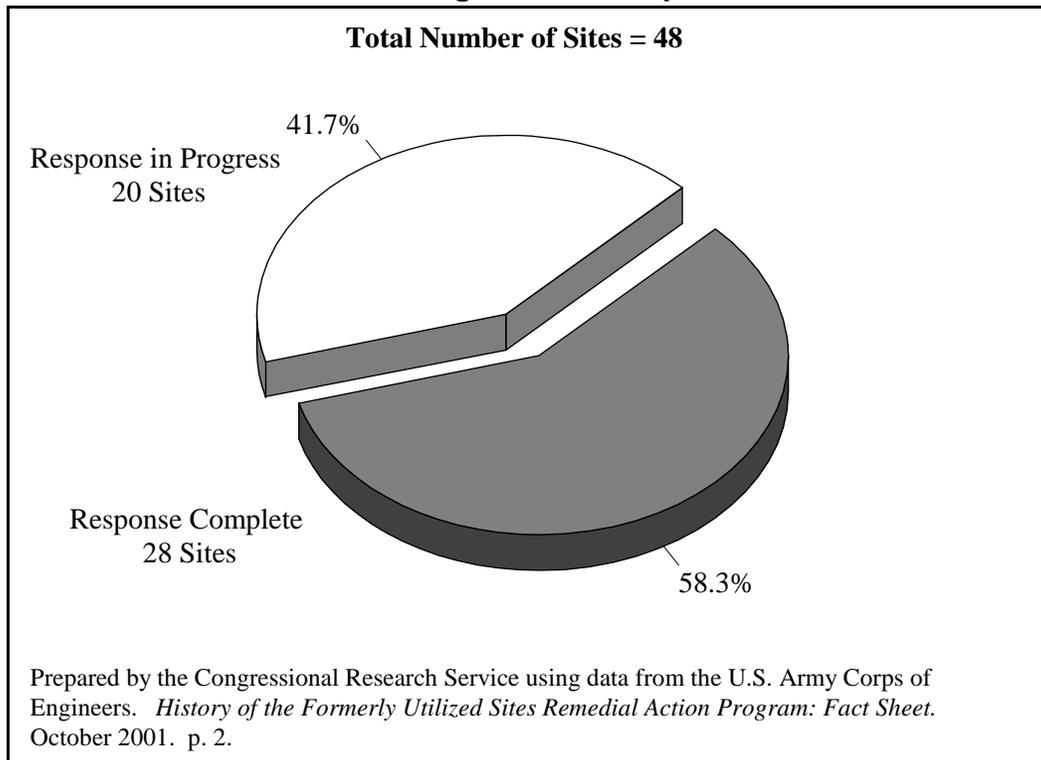
In addition to the federal facilities that are being cleaned up under DOE’s Environmental Management Program, there are other smaller sites contaminated with low-level radiation from the processing and storage of uranium and thorium ores during the early years of the U.S. nuclear weapons program from the 1940s to the 1960s. The majority of these sites were owned and operated by private contractors, and cleanup at these sites is performed under the Formerly Utilized Sites Remedial Action Program (FUSRAP). The Atomic Energy Commission, DOE’s predecessor agency, established the program in 1974 under authorities provided in the Atomic Energy Act, and actual cleanup began in 1979. In response to concerns over the pace and cost of cleanup, Congress included provisions in the Energy and Water Development Appropriations Act for FY1998 (P.L. 105-62) to transfer the FUSRAP program to the Army Corps of Engineers. This transfer was considered potentially advantageous since the Corps had extensive experience in cleaning up hazardous waste at former defense sites that were in operation during this same time period.

The Energy and Water Development Appropriations Act for FY1999 (P.L. 105-245), requires the Corps to follow CERCLA’s requirements in cleaning up sites under the program. DOE collaborates with the Corps to determine the eligibility of new sites, since it must perform the historical research to ascertain whether such sites were part of the early nuclear weapons program. Once all response actions at a site are complete, the Corps is responsible for monitoring and maintaining cleanup remedies for two years. After that time, the site is transferred back to DOE for continuing any necessary monitoring and maintenance.

²⁵ For further information on this issue, refer to CRS Issue Brief IB92059, *Civilian Nuclear Waste Disposal*, by Mark Holt.

As indicated in Figure 4, the Corps reported that 28 sites had been cleaned up under the program as of the end of FY2001, and cleanup was planned or ongoing at 20 sites in 8 states.²⁶ Before FY1998, cleanup at these sites was funded out of DOE's Defense Environmental Restoration and Waste Management Account, and the prior Atomic Energy Defense Activities Account. Since the creation of the FUSRAP account and transfer of the program to the Corps in FY1998, Congress has provided approximately \$140 million in annual funding, and the Administration requested \$141 million for FY2003. Consideration of appropriations for FY2003 is not yet complete. (Refer to page 28 for further discussion.)

Figure 4. Cleanup Status under the Formerly Utilized Sites Remedial Action Program as of September 30, 2001



Authorization Legislation in the Second Session of the 107th Congress

While two of the three defense-related appropriations bills for FY2003 have been signed into law (see page 24), consideration of legislation to authorize funding for these programs is still underway. The House Armed Services Committee reported the "Bob Stump National Defense Authorization Act for FY2003" (H.R. 4546, H.Rept. 107-436) on May 3, 2002. The House passed H.R. 4546, as amended, on May 10, 2002. The Senate Armed Services Committee reported its version of the

²⁶ These states include Connecticut, Maryland, Massachusetts, Missouri, New Jersey, New York, Ohio, and Pennsylvania. For further information, refer to the Army Corps of Engineers web site at [<http://www.hq.usace.army.mil/cecw/fusrap/index.htm>].

bill (S. 2514, S.Rept. 107-151) on May 15, 2002. The Senate passed S. 2514, as amended, on June 27, 2002, and incorporated this measure in H.R. 4546 as an amendment. Conference proceedings have been held to resolve the differences between the two bills, but an agreement has not been reached to date.

Both bills would authorize funding for defense-related environmental activities. The major environmental issues to be resolved in conference include: differences in funding levels for the cleanup of environmental contamination, whether to adopt a House proposal to exempt military readiness activities from certain environmental requirements, and the extent of support to provide for the Administration's reform initiative to address the slow pace of cleanup at defense nuclear waste sites. Each authorization bill is discussed below.

H.R. 4546

As passed, H.R. 4546 would authorize the requested amount of \$1.28 billion for environmental cleanup at current and former military installations. The bill also would authorize the requested amount of \$25 million for the Kaho'olawe Island Conveyance, Remediation, and Environmental Restoration Trust Fund. DOD ceased its use of Kaho'olawe Island as a training range in 1995 and returned the land to the State of Hawaii. The trust fund provides support for environmental cleanup and the removal of UXO and other munitions. Related to the cleanup of UXO in general, the bill also would require DOD to designate a single point of contact for policy and budgeting issues involved in characterizing, remediating, and managing UXO and other munitions at all defense sites.

For DOE's management of defense nuclear waste and cleanup of contaminated nuclear weapons sites, H.R. 4546 would authorize a total of \$6.59 billion, about \$320 million less than the amended request of \$6.91 billion. The House authorization of \$6.59 billion includes the Administration's initial request of \$800 million for DOE's proposed cleanup reform account. The bill would direct DOE to establish a program to distribute the cleanup reform funds to sites that have completed plans for accelerating the reduction of environmental risk and lowering cleanup costs. The bill also would require DOE to submit a report to Congress, along with its budget justification materials for FY2004, which examines the progress of efforts to streamline environmental management activities and improve program efficiency. The House passed H.R. 4546 prior to the Administration's submission of a budget amendment in August, which included an additional \$300 million for the proposed cleanup reform account. Whether to increase the authorization to accommodate the amended request is an issue to be resolved in conference.

H.R. 4546 also includes provisions which would exempt combat training activities from certain environmental requirements that DOD reports have restricted military readiness capabilities. As discussed on page 12, DOD requested exemptions from the Endangered Species Act, the Migratory Bird Treaty Act, and several other federal environmental laws as part of its Readiness and Range Preservation Initiative. However, the House only included exemptions from the Endangered Species Act and the Migratory Bird Treaty Act in passing H.R. 4546, as well as a targeted exemption

from the Wilderness Act for military readiness activities at the Utah Test and Training Range. Each environmental exemption provision is examined below.²⁷

Migratory Bird Treaty Act Exemption. Section 311 of H.R. 4546 would amend the Migratory Bird Treaty Act of 1918 to make it lawful for DOD to “take” migratory birds during a “military readiness activity”. Readiness activities are defined as all training activities and military operations related to combat and the testing of equipment for combat use. The Migratory Bird Treaty Act was established to control the mass slaughter of migratory birds for commercial purposes and to promote the sustainable management of such birds.²⁸ The law authorizes the Secretary of the Interior to regulate the taking of migratory birds, but current regulations may only authorize permits for the intentional taking of migratory birds for specific purposes, such as hunting within designated seasons as well as numerous other activities. A recent federal court ruling indicated that the Navy had violated the Migratory Bird Treaty Act by incidentally taking migratory birds without a permit during training exercises near Guam. House report language indicates that the exemption provision is intended to address the lack of permit authorization for incidental takings, so that essential training exercises may proceed. However, it appears that bill language would not authorize the issuance of permits, but more broadly would state that the part of the Migratory Bird Treaty Act that articulates unlawful behavior does not apply to a military readiness activity.

Endangered Species Act Exemption. Section 312 of H.R. 4546 would amend the Endangered Species Act to prohibit the designation of new critical habitat areas on military installations for which an Integrated Natural Resource Management Plan (INRMP) has been approved under the Sikes Act, if the plan “addresses special management considerations or protection”.²⁹ DOD reports that it has completed INRMPs for 349 installations, and that 30 more plans are under development. These plans would not necessarily provide the same level of protection for endangered or threatened species as critical habitat designations, and enforcement of management plans could be an issue. However, the bill would not exempt DOD from other requirements under the Endangered Species Act, and any actions that would result in the extinction or taking of endangered or threatened species would still be prohibited. The bill also would require the consideration of the impacts of designating new critical habitat areas on national security, when considering such designations in any location nationwide. Presently, economic impact is the only category of impact that must be considered. Under current law, the Endangered

²⁷ For additional information, refer to CRS Report RL31415, *The Endangered Species Act, Migratory Bird Treaty Act, and Department of Defense Readiness Activities: Current Law and Legislative Proposals*, by Pamela Baldwin.

²⁸ 16 U.S.C. 703 et. seq.

²⁹ As amended in 1997, the Sikes Act (16 U.S.C. 670a) requires DOD to develop an INRMP for each military installation in the United States, unless the Secretary of Defense determines that the absence of significant natural resources on a particular installation makes the preparation of such a plan inappropriate. The law requires DOD to cooperate with the U.S. Fish and Wildlife Service and state fish and wildlife agencies in the preparation of these plans to reach a mutual agreement on the conservation, protection, and management of fish and wildlife resources.

Species Act provides for an exempting procedure for reasons of national security (16 U.S.C. 1536j), but this authority has not been used to date.

Wilderness Act Exemption. Title XIV of H.R. 4546 would specify that the Wilderness Act, or other land management laws generally applicable to federally designated wilderness areas or wilderness study areas, shall not restrict or preclude military overflights, designation of flight paths and training routes, emergency access and response activities, and control or restriction of public access in the Utah Test and Training Range. While the Wilderness Act does not specifically prohibit overflights or other readiness activities, it does define wilderness as lands upon which the imprint of man's work is "substantially unnoticeable" and which has "outstanding opportunities for solitude". In 1990, the Bureau of Land Management recommended approximately 200,000 acres of land within the Utah Test and Training Range for federal designation as a wilderness study area.³⁰ Subsequently, there has been increasing public opposition to military overflights and related training exercises within this portion of the range due to the intrusion of noise and other disturbances. DOD has expressed concerns that its readiness capabilities have been restricted by threatened litigation over the lawfulness of conducting military training exercises on or near wilderness study areas, when such activities interfere with the solitude nature of the wilderness experience. House report language indicates that the Wilderness Act provisions in H.R. 4546 are intended to protect DOD from such challenges and preserve the capacity to conduct training exercises within the range.

Title XIV also includes provisions that would designate certain federal lands in Box Elder County, Utah, as the Pilot Range Wilderness Area, and in Tooele County, Utah, as the Cedar Mountain Wilderness Area. These lands are part of the Bureau of Land Management's wilderness inventory, and as such, are described as having significant wilderness characteristics due to their remoteness and lack of development. Thus far, neither area has been designated as federally protected wilderness under the Wilderness Act. These lands are located near the Utah Test and Training Range, and DOD has expressed concerns over the need for continued access to the airspace over these areas to conduct overflights and related training activities. As passed, H.R. 4546 would extend the exemption from the Wilderness Act for military readiness activities to these areas as well. The House Committee on Resources reported legislation (H.R. 2488, H.Rept. 107-269) on November 5, 2001, which proposed to designate the Pilot Range lands as federally protected wilderness, and included exemptions for military readiness activities that are similar to those in H.R. 4546. Stand alone legislation regarding the Cedar Mountain area has not been introduced to date.

³⁰ In various laws, Congress has directed federal land management agencies to study the wilderness potential of certain types of areas and of specific locations. Areas under review, referred to as wilderness study areas, are generally to be managed to preserve their wilderness characteristics, and are protected under the Wilderness Act, until Congress decides whether to include them in the National Wilderness Preservation System. The Federal Land Policy and Management Act of 1976 directed the Bureau of Land Management to review the wilderness potential of its roadless areas, and most of its recommendations are still pending. For further information, refer to CRS Report RS21052, *Wilderness Study Areas and Release Language for BLM Lands*, by Ross W. Gorte.

S. 2514

As passed, S. 2514 would authorize a total of \$1.32 billion for environmental cleanup at current and former military installations, \$40 million more than the House proposed and the Administration requested. The increase would be devoted to FUDS sites. The pace of cleanup at these sites has been an ongoing concern, since cleanup activities have historically proceeded more slowly than at currently active installations. The bill also would authorize \$25 million for the Kaho'olawe Island Conveyance, Remediation, and Environmental Restoration Trust Fund, the same as the House. The original authorization for the cleanup of UXO on Kaho'olawe Island was for 10 years, and this authorization expires in FY2003. S. 2514 would extend this authority until 100% of the land area is inspected and assessed, 75% of the surface area is generally cleared, and 25% of the surface area is adequately cleared to be suitable for specific land uses, including human habitation. This provision would supercede the original cleanup agreement, which requires that 100% of the surface area, instead of 75%, would be generally cleared. Report language states that the original goal was based on insufficient data and that recent information indicates a need for modifying it to reflect the extent to which cleanup can realistically be accomplished.

S. 2514 also would authorize a total of \$6.87 billion for DOE's management of defense nuclear waste and cleanup of contaminated nuclear weapons sites, \$275 million more than the House amount of \$6.59 billion and about \$40 million less than the amended request of \$6.91 billion. Of the Senate amount, \$1 billion would be authorized for DOE's proposed cleanup reform account, \$200 million more than the House authorization. Like the House, the Senate passed S. 2514 prior to the Administration's submission of a budget amendment in August, which included an additional \$300 million for the cleanup reform account, increasing the total request for the account to \$1.1 billion. Whether to increase the authorization to fully accommodate the amended request is an issue to be resolved in conference.

Regarding the Administration's cleanup reform initiative, report language indicates the concern of the Senate Armed Services Committee that the Administration has not provided any details on how the goals of accelerated cleanup and reduced costs would be achieved, or how the funds would be spent. In response to these concerns, S. 2514 would require DOE to establish criteria for selecting the sites that would most benefit from this funding. If DOE does not establish such criteria, the \$1 billion in reform funds would be distributed among all sites according to the same proportion as allocated in FY2002. As discussed on page 15, DOE has signed letters of intent with EPA and state regulators to accelerate cleanup at several sites. It is unclear whether these sites would be required to undergo the selection process again if the Senate provisions were enacted.

In addition to authorizing funding, S. 2514 includes several other environmental provisions that would:

- ! authorize the Secretary of Defense to enter into cooperative agreements, lasting up to two years, with federal, state, and local agencies, and Indian Tribes, for providing services to carry out environmental cleanup activities;

- ! clarify the authority of the Secretary of Defense to carry out construction projects necessary for environmental response actions, and to fund such projects out of the Defense Environmental Restoration Accounts;
- ! require the Secretary of Defense to establish a program for the acquisition of procurement items that are “environmentally preferable” or constructed out of “recovered materials”;
- ! clarify the permanent procurement authority of the Secretary of Defense to enter multi-year contracts for environmental remediation services; and
- ! authorize the Secretary of Defense to conduct a cooperative program with countries in the Arctic and Pacific regions, focusing primarily on technology projects and activities related to addressing radiological threats and contamination.

S. 2514 does not include the provisions of H.R. 4546 that would exempt DOD from certain environmental requirements under the Endangered Species Act, the Migratory Bird Treaty Act, or the Wilderness Act, nor does it include exemptions from other environmental laws that DOD had requested as part of its Readiness and Range Preservation Initiative, discussed on page 12. The Senate Armed Services Committee referred DOD’s initiative to the Senate Environment and Public Works Committee, which has jurisdiction over the environmental laws that would be amended. On July 9, 2002, the Senate Environment and Public Works Committee held a hearing on DOD’s proposed initiative, which was included in the Administration’s FY2003 defense authorization bill (S. 2225). Representatives of the Air Force, Army, Navy, and Marine Corps testified that DOD has not requested broad exemptions from all environmental laws, but argued that clarifications of the applicability of certain requirements to routine training operations are necessary to ensure that readiness capabilities are not prohibited or restricted.

Chairman James Jeffords questioned the need for such clarifications since many environmental laws already contain environmental exemptions for the purposes of national security. Chairman Jeffords also noted the lack of information to demonstrate the need for further environmental exemptions, and due to this reason, stated his opposition to the adoption of the House’s environmental exemptions in the conference on H.R. 4546. Senator Joseph Lieberman, who is on the conference committee on H.R. 4546, also expressed his opposition to the House’s environmental exemptions during the July 9th hearing.

While S. 2514 does not include the environmental exemptions proposed by the Administration, the bill does address two conservation-related elements that DOD had requested under its Readiness and Range Preservation Initiative. First, a total of \$20 million would be authorized for a Range Enhancement Initiative Fund to permit the Secretary of Defense to enter agreements with private entities to acquire interests in lands adjacent to military installations. Such lands would be used to create a buffer zone between military training areas and surrounding civilian populations. Senate report language indicates that these zones also may help to reduce the burden

on DOD to provide essential habitat for endangered and threatened species that have been forced onto military lands due to surrounding urban development and population growth. Second, S. 2514 would authorize the Secretary of Defense to convey surplus military property to state or local governments, or private entities, for promoting the conservation of open space and natural resources.

Appropriations in the Second Session of the 107th Congress

In addition to the authorization legislation discussed above, consideration of appropriations for national defense programs for FY2003 is nearly complete. The President has signed the Department of Defense Appropriations Act for FY2003 (P.L. 107-248, H.R. 5010). This law provides funding for environmental cleanup at current and former military installations, as well as numerous other environmental activities. The President also has signed the Military Construction Appropriations Act for FY2003 (P.L. 107-249, H.R. 5011). This law provides funding for the cleanup of environmental contamination at base closure sites.

Other defense-related appropriations bills are still pending. The House and Senate Appropriations Committees have reported their respective versions of the Energy and Water Development Appropriations Act for FY2003 (H.R. 5431 and S. 2784). These bills propose funding, although in different amounts, for DOE's defense nuclear waste management and cleanup activities. Floor action has not occurred on either bill to date. The new fiscal year began on October 1, 2002, and a continuing resolution (P.L. 107-244) provides funding through November 22, 2002, at the same level as enacted for FY2002.

In addition to funding for FY2003, supplemental appropriations for FY2002 have been signed into law, which would have provided funding to enhance security and safeguards at defense nuclear waste sites, if the President had requested such funds. Further discussion of each law and bill is provided below.

Department of Defense

The House Appropriations Committee reported the Department of Defense Appropriations Act for FY2003 (H.R. 5010, H.Rept. 107-532) on June 25, 2002. The House passed H.R. 5010, as amended, on June 27, 2002. The Senate Appropriations Committee reported its version of the bill (S.Rept. 107-213) on July 18, 2002. The Senate passed H.R. 5010, as amended, on August 1, 2002. A House-Senate conference committee filed its report on H.R. 5010 (H.Rept. 107-732) on October 9, 2002. The House passed the conference agreement on October 10, 2002, and the Senate passed it on October 16, 2002. The President signed H.R. 5010 into law (P.L. 107-248) on October 23, 2002. As discussed earlier, legislation to authorize funds appropriated by this law is still pending in conference.

P.L. 107-248 provides specific funding levels for environmental cleanup activities, but as in defense authorization legislation, there are no comprehensive line-item accounts for DOD's other environmental activities, including compliance,

pollution prevention, conservation, and environmental technology. DOD will determine its FY2003 budget for these programs mostly from funds appropriated to the accounts for Operation and Maintenance, Procurement, and Research and Development. The final amounts allocated for these activities in FY2003 will be indicated in the Administration's budget request for FY2004, which will include funding data for the previous fiscal year.

P.L. 107-248 provides a total of \$1.31 billion for the cleanup of environmental contamination at current and former military installations, about \$40 million more than the FY2002 funding level of \$1.27 billion. The House had proposed \$1.28 billion, the same as requested, and the Senate had proposed \$1.32 billion. The increase above the House amount and the Administration's request will be devoted to increasing the pace of cleanup at FUDS sites, which has been criticized for proceeding more slowly than cleanup at currently active installations. The law provides an additional \$75 million to clean up unexploded ordnance on Kaho'olawe Island in Hawaii. The House had proposed \$25 million for this activity, the same as the Administration requested, whereas the Senate had proposed \$80 million. The law provides another \$10 million to mitigate the environmental impacts of military activities on Indian lands, the same as the House and Senate proposed and the Administration requested.

Related to cleanup funding, the law limits the use of "indefinite delivery/indefinite quantity" contracts to no more than 35% of the total funding obligated for environmental cleanup projects in FY2003. Both the House and Senate had proposed this requirement in their respective bills. A similar provision regarding the use of such contracts was included in the Department of Defense Appropriations Act for FY2002 (P.L. 107-117).

Additionally, the law includes Senate bill language to prohibit the use of FY2003 funds to "convert" the 939th Combat Search and Rescue Wing of the Air Force Reserve until the Secretary of the Air Force certifies to Congress that certain conditions are met. Among these conditions are the requirement that any new aircraft assigned to the unit must comply with local environmental and noise standards.

The law does not include two other environmental provisions, one proposed by the Senate, and the other by the House. First, the law does not include the Senate provision that would have provided up to \$2.5 million from the Operation and Maintenance Account for the Navy to dispose of sediments at inland sites from dredging operations at Earle Naval Station in New Jersey. Sediments from dredging operations are typically disposed of in the ocean, due to the comparatively high costs of inland disposal. However, interest in inland disposal of sediments has been increasing due to concerns over the potentially adverse effects of ocean disposal on coastal water quality. Second, the law does not include the House provision that would have established a commission to assess the "adverse impacts" of encroachment factors, including requirements of environmental laws, on military training. As discussed on page 10, the extent to which environmental requirements affect military readiness capabilities has become a prominent issue.

Military Construction

The House Appropriations Committee reported the Military Construction Appropriations Act for FY2003 (H.R. 5011, H.Rept. 107-533) on June 25, 2002. The House passed H.R. 5011, as amended, on June 27, 2002. The Senate Appropriations Committee approved its version of the bill (S. 2709) on June 27, 2002, and filed its report (S.Rept. 107-202) on July 3, 2003. The Senate inserted the text of S. 2709 into H.R. 5011 as an amendment, and passed H.R. 5011 on July 18, 2002. A House-Senate conference committee filed its report on H.R. 5011 (H.Rept. 107-731) on October 9, 2002. The House passed the conference agreement on October 10, 2002, and the Senate passed it on October 11, 2002. The President signed H.R. 5011 into law (P.L. 107-249) on October 23, 2002.

The law allocates \$561 million to the BRAC account for base realignment and closure activities in the United States, about \$72 million less than the FY2002 funding level of \$633 million. The House had proposed \$545 million, the same as the Administration's request, while the Senate had proposed \$645 million. Funding under this account includes support for the cleanup of environmental contamination in order to prepare realigned or closed properties for transfer to other uses. As in FY2002, the law does not place a limitation on how much funding can be spent on environmental cleanup. Prior to FY2002, Congress had traditionally placed a limitation on environmental cleanup funding under the BRAC account. The departure from this practice is intended to provide DOD with greater flexibility in allocating funding for cleanup needs. The Administration estimates that it will need \$520 million to support cleanup activities at base closure sites in FY2003, about \$74 million less than the amount of \$594 million obligated for cleanup in FY2002.

Of the \$561 million that is provided in P.L. 107-249 for the BRAC account, a total of \$20 million would be reserved for a new Environmental Cleanup Acceleration Initiative to address the backlog of critical environmental remediation requirements at bases that have been closed or realigned. The funding for the initiative will be allocated accordingly: \$11 million to the Navy, \$6 million to the Air Force, and \$3 million to the Army. The Senate had proposed a total of \$100 million for the cleanup initiative.

Related to cleanup funding, the law includes Senate bill language which directs DOD to accurately reflect the anticipated costs of environmental restoration, waste management, and compliance activities in future budget requests for base closure activities. This provision was included to address the issue of funding needs for environmental activities that DOD had not adequately identified in previous budget submissions.

In addition to specifying funding for base closure activities, the law includes Senate bill language which would address environmental cleanup expenses associated with the costs for certain types of military housing. The law limits the cost of maintaining and repairing general and flag officer quarters to \$35,000 per unit annually, unless Congress is notified 30 days in advance that costs will exceed this amount. However, if the additional costs are solely for environmental cleanup activities that could not be reasonably anticipated at the time of the budget submission, the law authorizes DOD to notify Congress of the additional costs "after-

the-fact". Providing an exception from early notification requirements for unforeseen environmental costs could help to ensure that cost limitations do not prevent DOD from taking timely action to comply with requirements to remove hazardous materials or reduce the threat of exposure.

Energy and Water Development

Consideration of appropriations for FY2003 to support the cleanup and management of defense nuclear waste is not yet complete. The Senate Appropriations Committee reported the Energy and Water Development Appropriations Act for FY2003 (S. 2784, S. Rept. 107-220) on July 24, 2002. The House Appropriations Committee approved its version of the bill (H.R. 5431) on September 5, 2002, and filed its report (H.Rept. 107-681) on September 24, 2002. Floor action has not occurred on either bill to date. The new fiscal year began on October 1, 2002, and a continuing resolution (P.L. 107-244) provides funding through November 22, 2002, at the same level as enacted for FY2002.

As reported, S. 2784 would provide a total of \$6.69 billion for DOE's management of defense nuclear waste and cleanup of contaminated nuclear weapons sites. This amount is \$180 million less than the Senate authorization of \$6.87 billion in S. 2514, and is \$220 million less than the Administration's amended request of \$6.91 billion. Of the total amount of \$6.69 billion that the Senate Appropriations Committee approved, \$5.41 billion would be reserved for the Defense Environmental Restoration and Waste Management Account, \$1.13 billion would be set aside for the Defense Facilities Closure Projects Account, and \$158 million would be reserved for the Defense Environmental Management Privatization Account.

As discussed on page 22, the Senate authorized funding for the Administration's proposed cleanup reform account in passing S. 2514. However, the Senate Appropriations Committee did not allocate any funding for this new account in reporting S. 2784, due to its concerns over the lack of information on how this funding would be used to increase the pace of cleanup and lower costs. The committee also questioned whether simply appropriating additional funds would accomplish this objective. The Senate Armed Services Committee expressed similar concerns in reporting S. 2514, and authorized funding for the account based on the condition that DOE establish selection criteria to determine which sites would most benefit from receiving funding to accelerate cleanup.

As indicated on page 15, DOE has already signed letters of intent with EPA and state regulators to accelerate cleanup at several sites, based on the assumption that funding would be provided for the cleanup reform account. The Senate Appropriations Committee criticized DOE for acting prematurely, and increased funding for the Defense Environmental Restoration and Waste Management Account by over \$1 billion to honor the new commitments that DOE has made, rather than allocating the funding to the new cleanup reform account that the Senate authorized in S. 2514. The committee also directed DOE to include the amount of funding that would be necessary to fulfill its new agreements in future budget submissions to Congress.

Related to the cleanup of defense nuclear waste, S. 2784 would provide a total of \$336 million for the site characterization of Yucca Mountain for the development of a centralized repository for high-level defense and civilian nuclear waste, \$257 million less than the Administration's amended request of \$593 million. Of the amount approved by the Senate Appropriations Committee, \$56 million would be derived from the Nuclear Waste Fund, which is supported by contributions from civilian nuclear utilities. The remaining amount of \$280 million would come from the Defense Nuclear Waste Disposal Account. Of the defense portion, the committee report indicated that \$2.5 million is to be provided to the Research Foundation of the University of Nevada at Las Vegas for continuing and expanding its efforts to characterize ground water around the site and research the safety of transporting nuclear waste to Yucca Mountain. As discussed on page 16, the selection of Yucca Mountain has been controversial due to questions raised about the possibility of radiation contaminating ground water, and concerns over the safety of transporting nuclear waste from many sites around the country to one location.

In addition to providing funding for DOE, S. 2784 would allocate \$140 million to the Army Corps of Engineers for environmental cleanup under the FUSRAP program. As discussed on page 17, this program addresses low-level radioactive contamination at sites that were primarily owned by private contractors who processed and stored uranium and thorium ores during the early years of the U.S. nuclear weapons program. The committee encouraged the Army Corps of Engineers to reprogram available FUSRAP funds to initiate cleanup at the Iowa Army Ammunition Plant, and to include funding for it in future budget submissions to Congress. The Corps recently added this site to the program due to the discovery of environmental contamination from past activities related to the development of nuclear weapons.

As reported, H.R. 5431 would provide a total of \$6.89 billion for DOE's defense nuclear waste management and cleanup activities for FY2003, about \$203 million more than the Senate Appropriations Committee amount of \$6.69 billion, and nearly \$15 million less than the amended request of \$6.91 billion. Of the \$6.89 billion that the House Appropriations Committee approved, \$4.54 billion would be allocated to the Defense Environmental Restoration and Waste Management Account, \$1.09 billion would be reserved for the Defense Facilities Closure Projects Account, and \$158 million would be set aside for the Defense Environmental Management Privatization Account. The committee approved the amended request of \$1.1 billion for DOE's proposed cleanup reform account, and indicated its overall support for the goals of accelerating cleanup and reducing costs through more efficient and innovative approaches. The House authorized \$800 million for the cleanup reform account in H.R. 4546, prior to the submission of the Administration's amended request. The House Appropriations Committee raised its amount above the authorization to accommodate the requested increase.

The House Appropriations Committee directed DOE to continue to focus on reducing risk and accelerating cleanup, and to eliminate activities that do not contribute to these goals. However, the committee indicated that none of the \$1.1 billion in cleanup reform funds would be released until a performance management plan is executed for each site and is submitted to the congressional defense

committees. DOE was also directed to revise its budget justification in future years to fully identify the effects of the accelerated cleanup initiative.

Related to the cleanup of defense nuclear waste, the House Appropriations Committee approved a total of \$525 million for the site characterization and development of Yucca Mountain as a centralized waste repository, about \$189 million more than the Senate Appropriations Committee amount of \$336 million, and about \$68 million less than the Administration's amended request of \$593 million. Of the amount approved by the House Appropriations Committee, \$210 million would be derived from the Nuclear Waste Fund, of which a total of \$8.5 million would be allocated to state and local governments to assist them in their external oversight responsibilities. The remaining amount of \$315 million would come from the Defense Nuclear Waste Disposal Account. The committee directed DOE to submit a long-term budget plan which indicates the amount of funding that would be necessary in future years to move from the site characterization phase to the license application, design, and construction phases. The committee also indicated its concern that DOE may not be prepared to meet its obligations to accept, store, and transport waste according to the repository schedule, and directed DOE to cooperate with state and local governments to develop safe transportation routes to Yucca Mountain. The committee specified that such efforts should initially focus on routes and modes of transportation that would avoid the Las Vegas metropolitan area.

For cleanup activities conducted by the Army Corps of Engineers under the FUSRAP program, the House Appropriations Committee approved \$150 million, \$10 million more than the Senate Appropriations Committee amount of \$140 million, and \$9 million more than the Administration's request of \$141 million. The House Appropriations Committee indicated that the increase above the request should be devoted to accelerating cleanup, with an emphasis on sites where cleanup is nearing completion and on those that have recently been added to the program. The committee also reiterated DOE's responsibility to continue working with the Corps to ensure the success of the program, and directed the Corps to prepare bi-annual reports on the cleanup status of the program.

Supplemental Appropriations for FY2002

In addition to appropriations for FY2003, the second session of the 107th Congress has enacted supplemental appropriations for FY2002. The House Appropriations Committee reported the FY2002 Supplemental Appropriations Act for Further Recovery from and Response to Terrorist Attacks on the United States (H.R. 4775, H.Rept. 107-480) on May 20, 2002. The House passed H.R. 4775, as amended, on May 24, 2002. The Senate Appropriations Committee reported its version of the bill (S. 2551, S.Rept. 107-156) on May 29, 2002. The Senate incorporated S. 2551 as an amendment to H.R. 4775, and passed H.R. 4775 on June 7, 2002. A House-Senate conference committee filed its report on the bill (H.Rept. 107-593) on July 19, 2002. The House passed the conference agreement on July 23, 2002, and the Senate passed it on July 24, 2002. The President signed H.R. 4775 into law (P.L. 107-206) on August 2, 2002.

The law would have provided a total of \$70 million in supplemental funding in FY2002 for DOE to enhance safeguards and security at several defense nuclear waste

cleanup sites. However, the conference report on H.R. 4775 indicated that the availability of these funds was contingent upon the submission of a budget request from the President, which did not occur.

Of the supplemental appropriation of \$70 million, \$56 million would have been allocated to the Defense Environmental Restoration and Waste Management Account. The House initially proposed \$67 million in supplemental funding for this account, and the Senate initially proposed \$40 million. The conference committee included report language which specified that priority in the distribution of this funding would have been granted to the Savannah River site in South Carolina, the Hanford site in the State of Washington, the Idaho National Environmental and Engineering Laboratory, and the Oak Ridge site in Tennessee.

The remaining \$14 million in supplemental funding would have been allocated to the Defense Facilities Closure Projects Account to enhance safeguards and security at several nuclear waste sites at which cleanup is scheduled to be complete by 2006. The House initially proposed \$16 million in supplemental funding for this account, but the Senate did not propose any funding. The conference committee did not specify a priority for distributing funding among closure sites. Additionally, the law rescinded \$15.5 million in unobligated funds appropriated in past years to the Defense Environmental Restoration and Waste Management Account.

The law does not include a provision proposed by the House, which would have addressed the liability of military installations for the effects of water consumption on critical habitat for endangered species. As originally passed by the House, Section 705 of H.R. 4775 would have prohibited the Secretary of Defense from being held responsible for water consumption that occurs outside of a military installation, and is beyond the direct authority and control of the Secretary, even if such consumption affects the critical habitat of an endangered species. While neither bill nor report language indicated how this provision would have applied to a specific installation, the effects of water consumption by Fort Huachuca on critical habitat along the San Pedro River in Arizona has been a controversial issue in recent years. Fort Huachuca and the town of Sierra Vista consume water from an aquifer that feeds the San Pedro River. Some scientists have expressed concerns that increased water consumption has caused water levels along the river to fall significantly enough to harm critical habitat.

As required under the Endangered Species Act, the U.S. Fish and Wildlife Service assessed the effects of Fort Huachuca's water use plans to determine whether harm is being done to critical habitat along the San Pedro River. This assessment resulted in a "biological opinion" that the installation's continued water consumption would not have any adverse effects. In April 2002, a U.S. District Court struck down this opinion and found that it was "arbitrary, capricious, and contrary to law".³¹ The U.S. Fish and Wildlife Service must now reassess Fort Huachuca's water use and issue a new opinion. Since the House Appropriations Committee did not include any bill or report language to specify the congressional intent of Section 705, it is unclear

³¹ *Center for Biological Diversity vs. Rumsfeld*, 198 F.Supp. 2D1391 (D.C. Az. 2002).

how the provision would have affected the recent court ruling, and whether it would have resulted in exempting Fort Huachuca from the Endangered Species Act.

Other Relevant Legislation in the 107th Congress

At least 14 other bills have been introduced in the 107th Congress that are related to defense environmental activities. These bills would address matters such as conversion of the Rocky Flats site in Colorado into a National Wildlife Refuge, cleanup of UXO and other military munitions, critical habitat protection for endangered and threatened species, military compliance with environmental laws, reform of Superfund cleanup requirements, military response to environmental emergencies in foreign nations, storage and use of mercury at military installations, regulation of pollution from military aircraft operations, and suspension of the use of depleted uranium munitions. The two bills which address the Rocky Flats site and UXO cleanup were modified and incorporated into the National Defense Authorization for FY2002 (P.L. 107-107). Each bill is discussed below.

Making the Rocky Flats Site a National Wildlife Refuge

Representative Mark Udall introduced the Rocky Flats National Wildlife Refuge Act of 2001 (H.R. 812) on March 1, 2001, and Senator Allard introduced companion legislation (S. 425) on the same day in the Senate. This legislation was modified and included as Subtitle F of Title XXXI in the National Defense Authorization Act for FY2002 (P.L. 107-107). As introduced, H.R. 812 and S. 425 proposed to transfer the management of the Rocky Flats nuclear waste cleanup site in Colorado from DOE to the Department of the Interior for the purpose of establishing a national wildlife refuge. Cleanup at the site is scheduled to be complete by 2006, and there has been an ongoing interest in converting the site into a national wildlife refuge because of the habitat that it provides for many threatened and endangered species and the perceived need for the preservation of open space for surrounding communities in the Denver metropolitan area.

DOE would retain jurisdiction, authority, and control over portions of the site that are necessary for conducting long-term treatment and control of contamination. Upon transfer of the site to the Department of the Interior, local communities would be permitted to comment on decisions regarding habitat management and public access to the land. Additionally, both bills would authorize DOE to establish a Rocky Flats museum to commemorate the contribution of the site and its work force to the “winning of the Cold War” and the impact that this contribution has had on surrounding communities and the State of Colorado. While P.L. 107-107 incorporated the major provisions of both bills, it included additional language which prevents the transfer from occurring until EPA certifies that DOE has completed all cleanup and closure activities (excluding the operation and maintenance of response actions) and that all cleanup remedies are in place and adequately functioning.

Removal and Remediation of Unexploded Ordnance

Representative Earl Blumenauer introduced the Ordnance and Explosives Risk Management Act (H.R. 2605) on July 24, 2001. The bill would require DOD to appoint a program manager who would serve as the single point of contact for policy and budgetary issues involved in characterizing, remediating, and managing UXO and other munitions on former military training ranges. DOD would be required to develop, maintain, and annually update an inventory of sites that are known or suspected to contain UXO and other munitions that pose a threat to human health and safety. DOD would also be required to prioritize the sites for response activities, based on the overall conditions of each range, and develop security plans to restrict public access and inform the public about the risks of handling unexploded munitions. Additionally, the bill would establish a new “Abandoned Military Munitions Account” to authorize funding for the removal and cleanup of identified sites, and it would require DOD to establish an independent review panel to report to Congress on the progress of the program and recommend improvements. The National Defense Authorization Act for FY2002 (P.L. 107-107) included similar provisions related to creating an inventory of military sites that are known or suspected to contain UXO and a response priority list for removal and remediation. As discussed earlier, DOD created the Military Munitions Response Program to carry out these requirements.

In addition to H.R. 2605, Representative Anibal Acevedo-Vila introduced the Underwater Unexploded Ordnance Removal Act of 2001 (H.R. 3212) on November 1, 2001. The bill would direct DOD to include underwater portions of live firing areas in its efforts to identify and remove UXO and address related environmental contamination. The bill also would require DOD to specify the amount of funding that would be necessary to address the underwater removal and remediation of UXO in its annual budget submission to Congress. DOD issued an “unfavorable executive comment” on H.R. 3212 on March 19, 2002.

Endangered and Threatened Species

Senator Gordon Smith introduced the Endangered Species Recovery Act of 2001 (S. 911) on May 17, 2001. It would require the Secretary of the Interior to grant priority consideration to plans for the conservation and recovery of endangered and threatened species which, among other factors, would reduce conflict with military training and operations. The bill also would require the Secretary of the Interior to consider the impacts on military training and operations when designating “critical habitat” for the protection of endangered and threatened species. This latter provision is similar to language that the House included in passing its version of the National Defense Authorization Act for FY2003 (H.R. 4546).

Compliance with Federal and State Environmental Laws

Representative Bob Filner introduced the Military Environmental Responsibility Act (H.R. 2154) on June 13, 2001. The bill would clarify that DOD and other defense-related agencies (including DOE, the Nuclear Regulatory Commission, the Office of Naval Reactors, and any other federal agency designated by the President)

are subject to substantive and procedural requirements under federal and state environmental laws to the same extent as other entities. The bill also would waive any immunity of the United States with respect to requirements under federal and state environmental laws, and it would require the federal agencies responsible for administering such laws to take enforcement actions against DOD and other defense-related agencies to the same extent as other entities. Similar provisions for clarifying federal compliance requirements and waiving immunity are already included in the Resource Conservation and Recovery Act and the Safe Drinking Water Act. H.R. 2154 would extend their applicability to all other federal environmental laws and state statutes as well. These provisions are similar, but broader in scope, to legislation introduced in the 106th Congress.

As introduced, H.R. 2154 also would specify the applicability of the National Environmental Policy Act to the development and procurement of weapons systems that require congressional authorization. Additionally, the bill would permit the use of cleanup funding under the Defense Environmental Restoration Accounts to pay fines and penalties for violations of non-cleanup environmental laws, and it would allow the use of funding under these accounts for waste treatment, storage, or disposal activities under the Army Corps of Engineers' Formerly Utilized Sites Remedial Action Program, discussed on page 17.

Superfund Reform

Representative Sherwood Boehlert introduced the Recycle America's Land Act of 2001 (H.R. 324) on January 31, 2001. The bill includes numerous reforms to the Superfund program that could affect DOD's cleanup activities. First, it would revise the remedy selection process which might help to reduce cleanup expenses at some sites. However, other provisions related to the state role at DOD's cleanup sites could cause costs to rise. The bill would grant states the legal authority to make final determinations on which cleanup remedies are used at hazardous waste sites on DOD and other federal facilities that are being cleaned up under CERCLA through interagency agreements. Cleanup costs at such sites could be higher if states insist on measures that are more expensive to implement than those preferred by federal agencies. States would be permitted to make the final determination on remedy selection in cases where a consensus could not be reached with a federal agency through dispute resolution. The bill would grant states the legal authority to bring civil action in a United States district court to compel a federal agency to implement a state's preferred remedy, and penalties of up to \$25,000 per day could be assessed against DOD or other federal agencies for not complying. These provisions are similar to legislation that was introduced during the 106th Congress.

Military Response to Environmental Emergencies in Foreign Nations

Representative Mark Udall introduced the International Environmental Defense Act of 2001 (H.R. 1976) on May 23, 2001. The bill would expand the Secretary of Defense's current authority to transport humanitarian relief supplies to foreign nations to include the authority to transport supplies intended for responding to, or mitigating the effects of, a condition or event, such as an oil spill, that threatens to

seriously harm the environment in foreign nations. This authority would be applicable in what the bill refers to as “appropriate circumstances” under which an international response to an environmental emergency would be in the national interest of the United States.

Storage and Use of Mercury at Military Installations

Representative Thomas Allen introduced the Mercury Storage and Safe Disposal Act of 2001 (H.R. 2266) on June 21, 2001. The bill would authorize DOD to temporarily accept and store mercury from private sector sources until a safe disposal method or storage facility is developed for private sector use. Certain military installations already have the infrastructure available to store mercury since this substance is part of the National Defense Stockpile. The bill is primarily aimed at providing safe storage for large private sector sources which have an inventory of mercury weighing in excess of 35,000 pounds. EPA would be authorized to acquire mercury from these sources for transfer to a designated military installation. The bill also would direct EPA to establish a Task Force on Safe Mercury Disposal to identify the best methods to ensure that mercury is not released into the environment, assess the technologies and measures that would be required to safely dispose of and store mercury over the long-term, and identify the research, development, and demonstration of technologies that would be necessary to accomplish this objective. The task force would be required to submit a report to Congress on its progress within one year of its first meeting, and to transmit a final plan for safe mercury disposal by 2003. Once safe disposal and storage facilities were available, the private sector inventory of mercury would be transferred back from DOD to the new facilities.

Three other bills would seek to reduce emissions of mercury from various sources to reduce the threat of human exposure, including activities conducted by DOD. Representative Thomas Allen introduced the Omnibus Mercury Emissions Reduction Act of 2001 (H.R. 2729) on August 2, 2001. The bill would require DOD to submit a report to Congress by December 31, 2002, on the use of mercury and mercury compounds in activities conducted by DOD. This report would include information on measures that DOD is taking to reduce the use and emissions of mercury and mercury compounds in military operations, to stabilize or recycle discarded mercury or mercury-containing products, and to stabilize and retire the national defense stockpile of mercury.

Senator Patrick Leahy introduced similar legislation (S. 1875) on December 20, 2001. Like the House bill, S. 1875 would require DOD to submit a report to Congress on the use of mercury and mercury compounds for national defense purposes. However, the Senate bill includes provisions that would prohibit the sale of mercury from the National Defense Stockpile, domestically or internationally, for commercial or industrial use. This prohibition would be intended to limit the supply of mercury, and thereby prevent its use and any possible contamination in the future resulting from such use.

The Senate Committee on Environment and Public Works reported the Mercury Reduction Act of 2002 (S. 351, S.Rept. 107-243), on August 28, 2002, and the Senate passed the bill, as amended, on September 5, 2002. While the bill would

focus primarily on reducing the release of mercury from thermometers, it also would establish a federal task force to recommend more effective means to collect, store, and dispose of mercury from various sources to prevent releases into the environment. The Secretary of Defense would serve as a member of the task force to recommend long-term plans for managing DOD's stockpile of mercury, as well as participate in the recommendation of alternative methods and technologies to safely collect and store mercury.

Regulation of Pollution from Military Aircraft Operations

Representative Steve Rothman introduced the Right to Know About Airport Pollution Act of 2002 (H.R. 3886) on March 6, 2002. The bill would require EPA to study the feasibility of comprehensively regulating air, noise, water, and solid waste pollution at commercial and military airports based on aggregate pollutant levels, measured as if the various sources were a single source. EPA would be required to establish a working group, including DOD, to conduct the study. As one of many areas of consideration, the study would address issues involved in identifying and regulating air and noise pollution that are unique to military air bases and stations. EPA would be required to complete the study within 3 years of enactment and to submit a report to Congress on its findings and recommendations. The bill also would require EPA to promulgate regulations that require commercial and military airports to report releases of toxic chemicals involved in the operation and maintenance of aircraft and supporting vehicles.

Suspension of the Use of Depleted Uranium Munitions

Representative Cynthia McKinney introduced the Depleted Uranium Munitions Suspension and Study Act of 2001 (H.R. 3155) on October 17, 2001. The bill would require DOD to suspend all uses of depleted uranium munitions due to potential threats to human health. The findings of the bill indicate that depleted uranium munitions have been used at numerous military installations, proving grounds, and testing facilities in the United States, and also were used during the Persian Gulf War and during the conflicts in the former Federal Republic of Yugoslavia. DOD has acknowledged that stocks of depleted uranium munitions have been contaminated with plutonium and other radioactive elements, which are extremely toxic and carcinogenic, and many have speculated that exposure to such munitions may have affected the health of military personnel and civilian populations. The suspension that would be required under the bill would remain in effect until the Secretary of Health and Human Services certifies that the use of current stockpiles of depleted uranium in future conflicts would not pose a likely long-term or residual threat to the health of United States or NATO military personnel, and would not jeopardize the health of civilian populations within the areas of such use.

In addition to requiring a suspension of the use of depleted uranium munitions, H.R. 3155 would require DOD to provide EPA with a list of all sites in the United States where depleted uranium munitions have been used or produced, as well as a site-specific map for each site. EPA would be required to study the possible contamination of soil, air, water, and vegetation at each site, and report its findings to DOD and Congress. The report would include information on the extent of such

contamination, make site-specific recommendations for the mitigation and cleanup of each contaminated site, and make general recommendations on the cleanup of sites where depleted uranium munitions have been used on foreign lands. Based on EPA's report, DOD would be required to develop a plan for mitigating and cleaning up each site and to establish a prioritized list of cleanup actions to be taken. DOD also would be required to report to Congress on the status of cleanup progress. The bill would require cleanup actions to be carried out according to the National Environmental Policy Act.

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