

Montana State Water Plan & Drought Plan Water Storage Information Sheet

Prepared for: Water Policy Interim Committee Date: October 11,2023

The Montana State Water Plan (2015) acknowledged that large, traditional (built) water storage projects are "expensive to plan, construct, operate, and maintain" and are further "limited by the availability of suitable locations, cost, public support, the need to mitigate environmental impacts, and the limited legal and physical availability of water." The State Water Plan endorsed ways to maximize built storage capacity through rehabilitation and modifying reservoir operation policies, as well as integrating natural storage to benefit water supplies and ecosystems.

The Montana Drought Plan (2023) recognized that water storage – one of the earliest drought adaptation strategies – continues to play a critical role in meeting current and future water demands. Montana's federally owned reservoirs were constructed between 1900 and 1950, and state-owned water projects were mostly built in the 1930s. Consequently, Montana's aging dams and reservoirs require significant and ongoing investment (private, state, and federal) for maintenance, repair, and rehabilitation.

State Water Plan Recommendations Related to Storage

Increase Flexibility to Manage Available Water Supplies Through Storage & Rehabilitation of Existing Infrastructure

- Evaluate the policies governing the operation of state & federal reservoirs.
- Explore opportunities to increase the storage capacity of existing state & federal reservoirs.
- Explore the opportunities & challenges of securing contract water from federal storage projects.
- Provide cost-share funding for upgrading & rehabilitating existing water conveyance infrastructure.
- Develop public-private partnerships & innovative funding strategies for storage projects.
- Identify basins where high spring flows are physically & legally available for storage.
- Provide cost-share funding for developing additional water storage infrastructure.

Integrate Natural Storage to Benefit Water Supplies & Ecosystems

- Explore the water right implications of integrating natural storage & artificial aquifer recharge into Montana's water use administration.
- Develop a pilot project to quantify the benefits of natural storage.
- Investigate the feasibility of using the natural storage capacity of wetlands, riparian areas, or floodplains to enhance water management.
- Investigate the feasibility & potential for using aquifer storage & recovery tools to meet local water needs.

Improve Conjunctive Management of Surface Water & Groundwater

- Support funding for the MBMG's Groundwater Investigation Program.
- Identify options for mitigation or aquifer recharge plans to offset impacts of groundwater use on surface water.
- Investigate the availability & the potential for the diversion of high spring surface water flows for aquifer recharge.
- Investigate the design of aquifer storage & recovery projects to optimize water use while protecting existing water users.

Drought Plan Recommendations on Storage

Water supply, storage, and delivery: maximize water supply, storage, and delivery by enhancing existing built storage, expanding natural storage, and assessing infrastructure.

- Identify future stable funding for rehabilitation and maintenance of state and private water projects.
- Assess opportunities to expand surface water storage projects.
- Evaluate managed aquifer recharge as an adaptation strategy.
- Complete a feasibility analysis and prepare a preliminary project design for a cloud seeding pilot project in Montana.
- Use and incentivize nature-based solutions to maximize water capture and retention.
- Explore a new paradigm of integrated floodplain management.
- Update studies of public and private irrigation infrastructure condition and needs.

Considerations for New and Expanded Storage

- 1. For Montana to consider new and expanded storage, investment in feasibility studies is necessary. These studies would broadly need to evaluate:
 - a. Technical and physical constraints of the location.
 - b. Fiscal analysis of costs, potential funding sources, and ability to market water.
 - c. Environmental impacts analysis
 - d. Displacement of existing infrastructure (e.g., roads, railroads, housing)
 - e. Legal and physical availability of water
 - f. Size of the project and ability to carry-over storage through a sequence of dry years
 - g. Policy and rule changes necessary for implementation.
- 2. The state could consider moving forward with developing new funding opportunities even as feasibility analyses are ongoing because long-term funding of construction and maintenance of storage can be a barrier to implementation.
- 3. Identification and definition of high priority areas could be a consideration for investment for future storage opportunities to maximize benefits to the state (e.g., areas experiencing growth pressures, limited water availability, persistent drought conditions).

Further Information:

- <u>Montana State Water Plan: https://dnrc.mt.gov/Water-Resources/Water-Planning-Implementation-and-Communications/State-Water-Plan-Regional-Basin-Plans/</u>
- Montana Drought Plan: https://www.mtdroughtinfo.org/

Montana's 2015 State Water Plan

A watershed approach for meeting current demands & the needs of future generations





