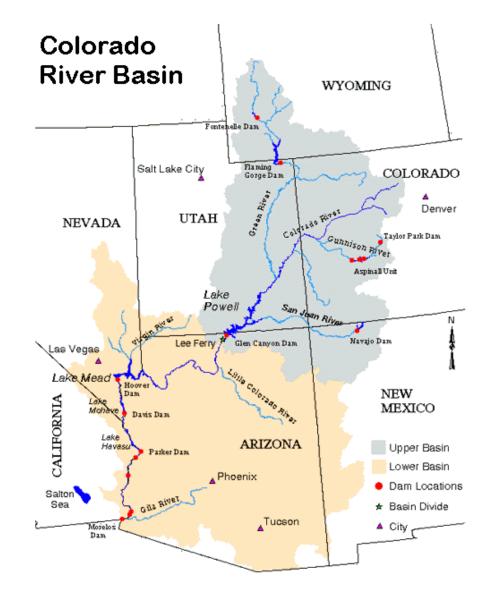
# The Colorado River: Sharing a Limited Resource

John J. Entsminger, General Manager Southern Nevada Water Authority



### **CO RIVER 101**

- 1,450 miles from the Rocky Mountains to the Gulf of California
- Prior to its vast system of dams, reservoirs and aqueducts, the system was subject to catastrophic flooding
- The basin has been inhabited for at least 8,000 years
- Mid-19<sup>th</sup> century explorations helped chart the river's course
- Recognized as the most controlled and litigated river in the world



### THE LAW OF THE RIVER



The numerous compacts, federal laws, court decisions and decrees, contracts and regulatory guidelines that manage and operate the Colorado River. Millions 30 Average: 16.4 maf 

Flow (maf)

Colorado River at Lee's Ferry, 1899-1920

### **ISSUES LEADING TO COMPACT NEGOTIATION**



Imperial Valley's increasing agricultural demands



Upper Basin states needed to secure future supplies



Los Angeles was rapidly growing; water demands were increasing

#### **ISSUES LEADING TO COMPACT NEGOTIATION**

# **Prior Appropriation?**

If left to the Courts, the Upper Basin states were at risk of getting very little water.

1921

Congress authorizes the Basin States to enter into an interstate compact for the equitable division and apportionment of Colorado River water supplies. 1922

The Colorado River Compact is signed in Santa Fe, NM, by representatives of the seven Basin States.

1923

The Colorado River Compact is ratified by six of the seven states.

(Arizona missing)



- Outlines purpose of Compact; divides Colorado River into two basins
- Defines the Compact's terms (Lee Ferry, Upper Basin, Lower Basin, domestic use, Colorado River System)
- Apportions 7.5 million AFY to each basin; recognizes Mexico as a user, Upper Basin states must supply 75 MAF over a 10-year period and cannot withhold deliveries
- Prioritizes domestic, agricultural and power uses over river navigation and agricultural and domestic uses over power uses
- Provisions within the Compact cannot interfere with existing agreements with Indian Tribes
- Protects "Present Perfected Rights"



#### **PINCH POINT #1**

#### Article III(d):

The States of the Upper Division will not cause the flow of the river at Lee Ferry to be depleted below an aggregate of 75,000,000 acre-feet for any period of ten consecutive years reckoned in continuing progressive series beginning with the first day of October next succeeding the ratification of this compact.

#### OUTCOMES





#### **BALANCE**

Balanced Lower Basin's increasing demands with need to preserve future resources for Upper Basin

#### FACILITY CONSTRUCTION

Enabled storage construction in Lower Basin

#### THE COMPACT <u>DID NOT</u> ADDRESS:

- Allocations among the states
- Mexico's allocation amount
- Tribal or other Federal Reserved Rights

Because the Compact did not allocate waters among the states, disagreements existed among the Lower Basin states as to how their allocation should be split:

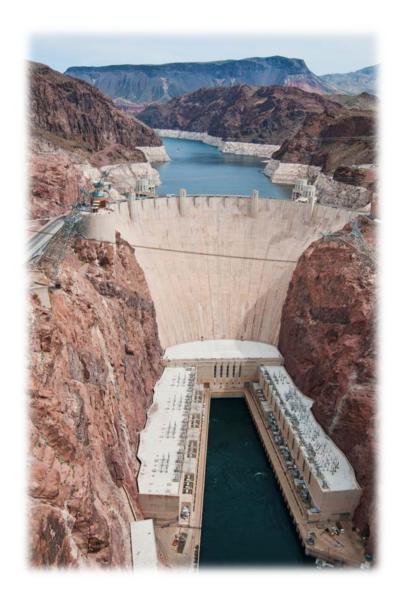


- Wanted resources to provide stable supply of water for the Imperial Valley
- Needed new supply for rapidly growing Los Angeles



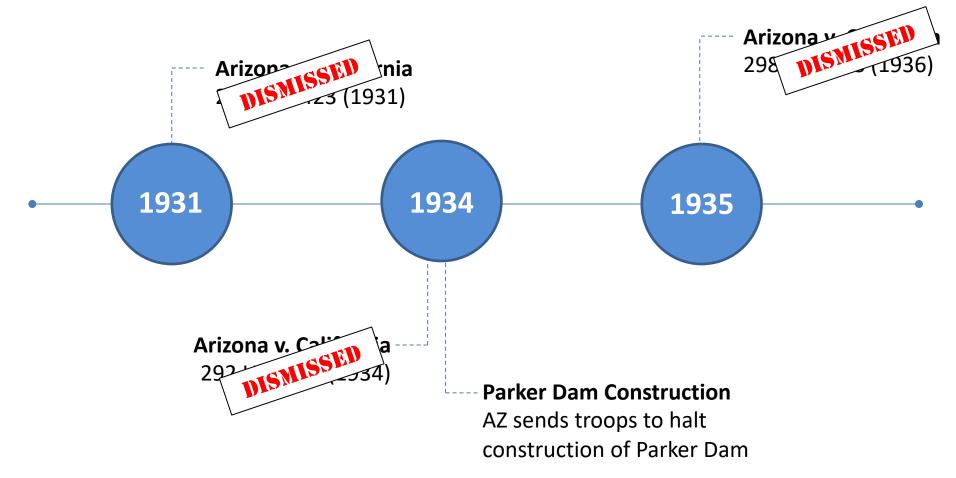
- Wanted project to bring Colorado River water to central AZ
- Fearful of California taking disproportionate share

# **BOULDER CANYON PROJECT ACT (1928)**

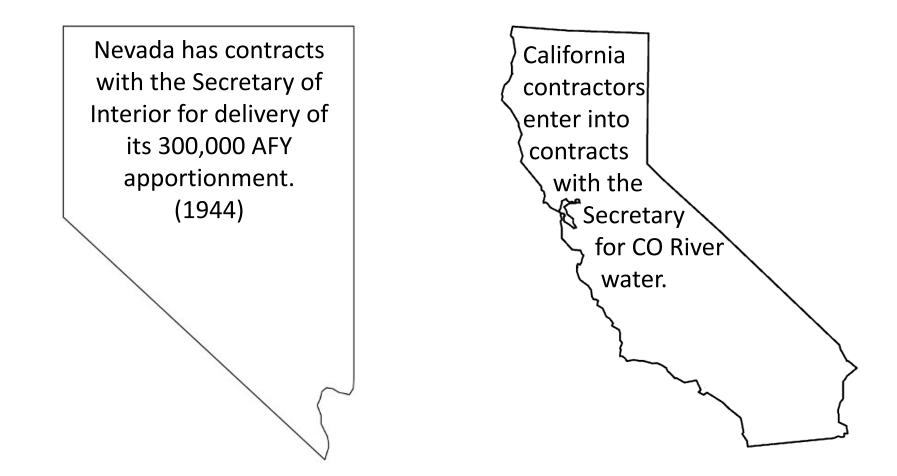


- First (and only) legislative allocation of interstate waters
- Apportions Colorado River water among Lower Basin States
  - California: 4.4 MAFY
  - Arizona: 2.8 MAFY
  - Nevada: 300,000 AFY
- Authorized construction of Hoover Dam
- Gave AZ exclusive rights to Gila River and its tributaries within the state
- Required CA and AZ to determine how to meet Mexico's delivery requirements
- Prioritized dam uses: River regulation and flood control, THEN irrigation and domestic uses, and FINALLY power generation

#### **UNHAPPY NEIGHBORS**



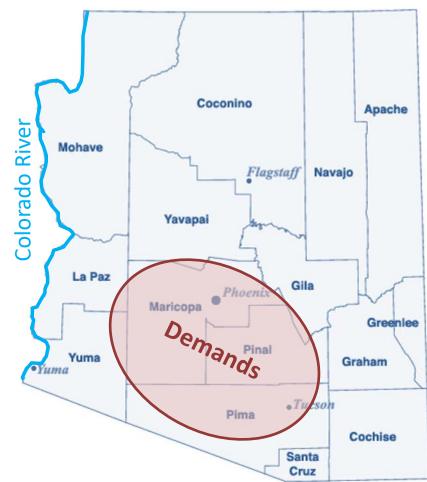
#### MEANWHILE, IN THE LOWER BASIN...



Arizona still had no means to convey its water rights.

In 1947, Arizona sought legislation to authorize construction of the Central Arizona Project.

California opposed.



#### It was <u>twenty-six years</u> after Arizona made its first attempt to obtain adjudication of its Colorado River water rights that trial began.



Trial began before Special Master		Case begins in front of Supreme Court		Supreme Court gives judgment		
1956	1960	1961	1962	1963	1964	
final re	Special Master files final report with Supreme Court		Case reargued in front of new Justice		Supreme Court entered decree	

Supreme Court of the United States, 1963.

373 U.S. 546, 83 S.Ct. 1468, 10 L.Ed.2d 542, decree entered. 376 U.S. 340, 84 S.Ct. 755, 11 L.Ed.2d 757

#### **Opinion of the Court:**

- The Lower Basin States failed to make a compact that allocated waters among themselves
- The Secretary's contracts with the States effected an apportionment of the waters of the mainstream, which were the only waters to be apportioned under the Act
- Held that in the event of shortage, the burden must be borne by each state in proportion to their share

Supreme Court of the United States, 1963.

373 U.S. 546, 83 S.Ct. 1468, 10 L.Ed.2d 542, decree entered. 376 U.S. 340, 84 S.Ct. 755, 11 L.Ed.2d 757

#### **Opinion of the Court:**

- It is not the Court's responsibility to equitably apportion the waters of the Colorado River, but instead create a system to allocate the waters.
- It was the intention of the Boulder Canyon Project Act to apportion Lower Basin allocations
- The Secretary of Interior's discretion is not confined by the law of prior appropriation or by present perfected rights
- Rejected California's contention that each state's share of water in shortage be determined by equitable apportionment or prior appropriation.

In reaction to the Supreme Court's opinion, California announced that it will oppose authorization of the Central Arizona Project.



**The Central Arizona Project** 

Arizona recognized that it needed California's support in order for Congress to approve the Central Arizona Project.

A deal was struck:



CAP's upstream diversions were specified as being junior to California's downstream entitlement to 4.4 MAF

#### **PINCH POINT #2**

#### California Priority over Arizona?

- II. The United States, its officers, attorneys, agents and employees be and they are hereby severally enjoined:
  - (B) From releasing water controlled by the United States for irrigation and domestic use in the States of Arizona, California, and Nevada, except as follows:

(2) If sufficient mainstream water is available for release, as determined by the Secretary of the Interior, to satisfy annual consumptive use in the aforesaid States in excess of 7,500,000 acre-feet, such excess consumptive use is surplus, and 50% thereof shall be apportioned for use in Arizona and 50% for use in California; provided, however, that if the United States so contracts with Nevada, then 46% of such surplus shall be apportioned for use in Arizona and 4% for use in Nevada;

(6) If, in any one year, water apportioned for consumptive use in a State will not be consumed in that State, whether for the reason that delivery contracts for the full amount of the State's apportionment are not in effect or that users cannot apply all of such water to beneficial uses, or for any other reason, nothing in this decree shall be construed as prohibiting the Secretary of the Interior from releasing such apportioned but unused water during such year for consumptive use in the other States. No rights to the recurrent use of such water shall accrue by reason of the use thereof;

# **MEXICAN WATER TREATY (1944)**

#### Treaty on the Utilization of Waters of the Colorado and Tijuana Rivers and of the Rio Grande

Guarantees Mexico 1.5 MAF from Colorado River in normal water supply year

In the event of a surplus, Mexico is entitled to an additional 200,000 acre-feet

In the case of *extraordinary drought*, delivery of water to Mexico will be reduced in a way that is proportionate to U.S. reductions.

# **MEXICAN WATER TREATY (1944)**

#### **PINCH POINT #3**

#### Article 10(b)

Of the waters of the Colorado River, from any and all sources, there are allotted to Mexico:

Any other quantities arriving at the Mexican points of diversion, with the understanding that in any year in which, as determined by the United States Section, there exists a surplus of waters of the Colorado River in excess of the amount necessary to supply uses in the United States and the guaranteed quantity of 1,5000,000 acre feet (1,850,234,000 cubic meters) annually to Mexico, the United States undertakes to deliver to Mexico, in the manner set out in Article 15 of this Treaty, additional waters of the Colorado River system to provide a total quantity not to exceed 1,700,000 acre-feet (2,096,931,000 cubic meters) a year. Mexico shall acquire no right beyond that provided by this subparagraph by the use of the waters of the Colorado River system, for any purpose whatsoever, in excess of 1,5000,000 acre-feet (1,850,234,000 cubic meters) annually.

In the event of extraordinary drought or serious accident to the irrigation system in the United States, thereby making it difficult for the United States to deliver the guaranteed quantity of 1,5000,000 acre-feet (1,850,234,000 cubic meters) a year, the water allotted to Mexico under subparagraph (a) of this Article will be reduced in the same proportion as consumptive uses in the United States are reduced.

## **UPPER COLORADO RIVER COMPACT**



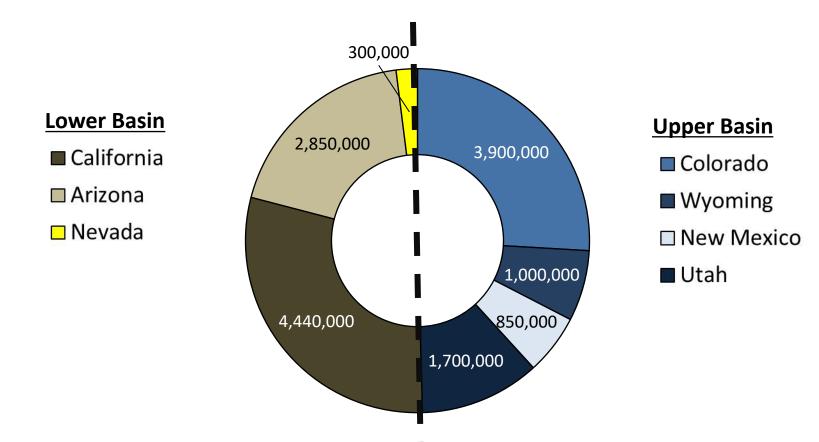
Upper Colorado River Compact (1948)

- Created Upper Colorado
  River Commission
- Apportioned the Upper Basin's 7.5 million acre-feet allocation

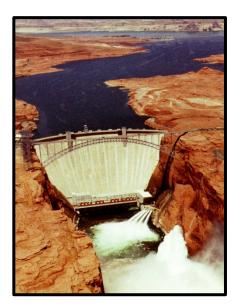
Lake Powell, Utah

### **COLORADO RIVER ALLOCATIONS**

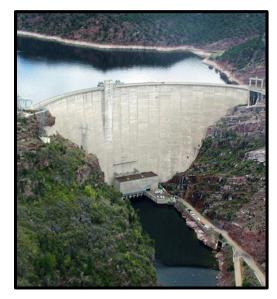
Ultimately, allocations were divided based on existing demands (largely agricultural) and projected growth of demands.



### COLORADO RIVER BASIN STORAGE PROJECT ACT (1956)



**Glen Canyon Dam** Lake Powell, AZ

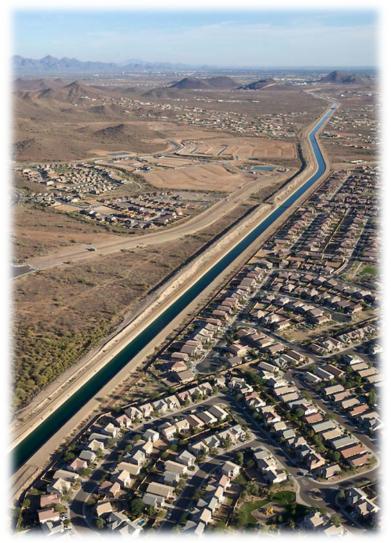


**Flaming Gorge** Flaming Gorge Reservoir, WY



Navajo Dam Navajo Reservoir, NM

# **COLORADO RIVER BASIN PROJECT ACT (1968)**



- Authorized construction of a number of projects in the basins, including the Central Arizona Project
- Long-range operating criteria
- Apportionment of shortages
- Salinity
- Augmentation

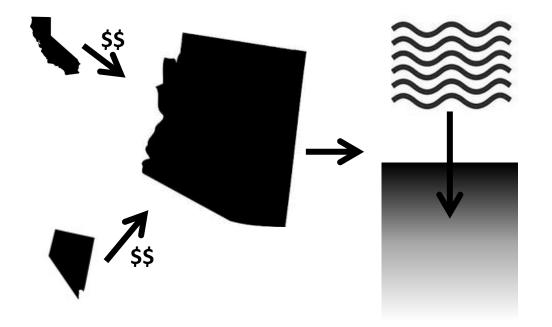
**Central Arizona Project** 

**Balancing Supplies and Demands** 

#### OFFSTREAM STORAGE OF COLORADO RIVER WATER AND DEVELOPMENT AND RELEASE OF INTENTIONALLY CREATED UNUSED APPORTIONMENT IN THE LOWER DIVISION STATES (1999)

Enabled interstate water banking in the Lower Basin Rooted in Article II(B)(6) **Balancing Supplies and Demands** 

#### **ARIZONA GROUNDWATER BANKS**



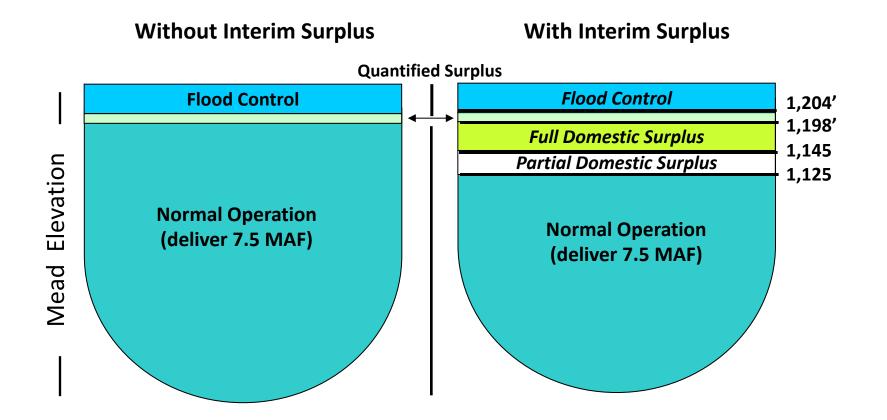
# **INTERIM SURPLUS GUIDELINES (2001)**



- Developed following a period of highflow years in the system
- Outlined a framework to allow Lower
  Basin States share surplus Colorado
  River water
- Provided time for California to reduce Colorado River use to its 4.4 million AFY allocation

Lake Mead, 1999

#### **INTERIM SURPLUS GUIDELINES**



#### **INTERIM SURPLUS GUIDELINES**

Following adoption of the Interim Surplus Guidelines, drought significantly reduced storage levels in Lakes Powell and Mead.



Jan. 2000 Elevation: 1,214 ft.

Dec. 2003 Elevation: 1,139 ft.

#### 2004 – 2005 TIMELINE

At that time, significant disagreements between the Upper and Lower Basins, as well as among the Lower Basin states included:

**2005 Annual Operating Plan disagreement** (2004 hydrology)

Article II.B.2 of the Decree in AZ v. CA (50/46/4) (Wheeling)

Quantity and timing of shortage

Secretary Norton May 2005 Letter

#### **INTERIM GUIDELINES**

In 2005, the Basin States began evaluating options for reservoir operations and shortage criteria.

- Drought remained a looming threat to system management
- The Secretary of the Interior initiated the development of an EIS in response to the drought
- The states spent more than two years developing a proposal with support from the Bureau of Reclamation

### **INTERIM GUIDELINES**

The Interim Guidelines addressed a number of ongoing basin concerns:

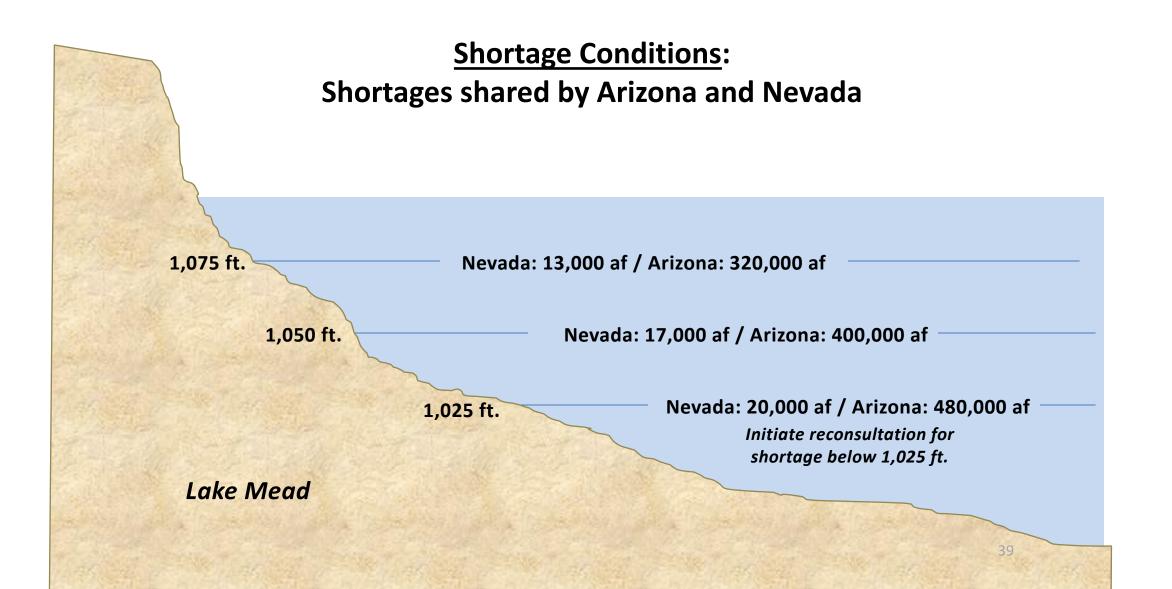
- Coordinated operations of the system's two largest reservoirs: Lake Powell and Lake Mead
- Shortage conditions
- The expiration of Interim Surplus Guidelines
- A framework for a new type of surplus (II.B.2)

**Coordinated Operations of Lake Powell and Lake Mead:** 

 Previously, Lakes Powell and Mead were operated largely independently - Lake Powell released an established amount of water regardless of Lake Mead's elevations

• The guidelines optimizes operations of Lakes Powell and Mead, allowing the maximum utilization of each reservoir

Lake Powell Elevation	Lake Powell Operational Tier	Lake Powell Active Storage
3,700 ft.		24.32 MAF
	Equalization Tier	
	Equalize, avoid spills or release 8.23 MAF	
3,636-3,666 ft.		15.54 – 19.29 MAF
	Upper Elevation Balancing Tier	
	Release 8.23 MAF;	
	if Lake Mead < 1,075 feet; balance contents	
	with a min/max release of 7 and 9 MAF	
3,575 ft.		9.52 MAF
	Mid-Elevation Release Tier	
	Release 7.48 MAF;	
	If Lake Mead < 1,025 ft., release 8.23 MAF	
3,525 ft.		5.93 MAF
	Lower Elevation Balancing Tier	
	Balance contents with a min/max release of 7.0 and 9.5 MAF	
3,370 ft.		0 MAF



**Intentionally Created Surplus:** 

- Solves Article II.B.2 conflict
- ICS can be created or credited to a water user through actions that conserve water and increase Lake Mead storage
- Four types of ICS:
  - Tributary Conservation
  - Imported
  - Extraordinary Conservation
  - System Efficiency

### **BI-NATIONAL DISCUSSIONS**

Following completion of the 2007 Guidelines, bi-national discussions between the United States and Mexico occurred more frequently.

- The countries recognized that long-term success of the Interim Guidelines depends on formal understandings between the two countries to manage environmental concerns, shortages and other trans-boundary water issues
- Additional opportunities for joint investments (desalination, agricultural modernization)

#### **BI-NATIONAL DISCUSSIONS**

MINUTE 316 (2010):

Provides water for the Cienega de Santa Clara to replace losses from the Yuma Desalting Plant test run

MINUTE 317 (2010):

Established bi-national consultative council; set framework for future negotiations

MINUTE 318 (2010):

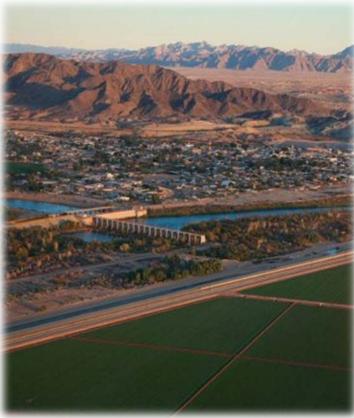
Authorized reservoir storage mechanism to allow storage of earthquake losses

## **BI-NATIONAL DISCUSSIONS**

MINUTE 319 (2012):

- 5-year agreement (establishes framework for permanent agreement)
- Shared responsibility in weathering shortages and benefitting from surpluses
- Addresses reservoir storage and salinity concerns
- Acknowledges that water should flow to the Colorado River Delta ecosystem
- Establishes framework for future management beyond the 5-year pilot program
- Establishes provisions for bi-national ICS

### **BI-NATIONAL DISCUSSIONS - ICS**



Morelos Dam, Mexico

Pilot program entails US and Mexican investment in conservation projects that will yield environmental and water benefits for the US and Mexico

SNWA will receive 23,750 acre-feet of Binational ICS credits in Lake Mead

Environmental pulse flow occurring this week



- Term through December 31, 2026
- Distribution of Flows Under High Elevation Reservoir Conditions (same as Minute 319)
- Distribution of Flows Under Low Elevation Reservoir Conditions (same as Minute 319)
- US investment in projects for the creation of Binational ICS (BICS)
- Water Scarcity Contingency Plan

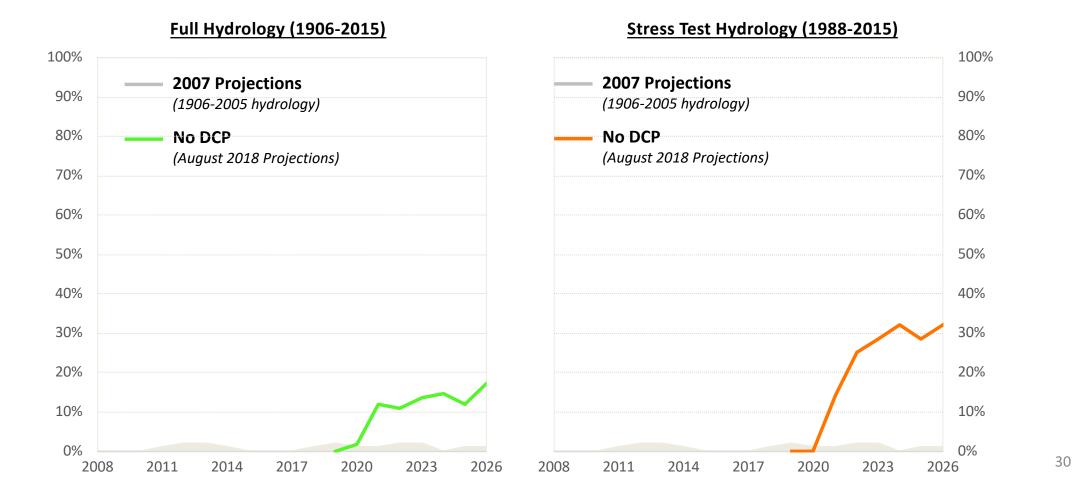
## **DOMESTIC AGREEMENTS**

Several agreements are required to successfully implement Minute No. 323 for the full benefit of all users:

- Memorandum of Agreement on the Implementation of Minute No. 323
- Interim Operating Agreement for Implementation of Minute No. 323
- 2017 Contributed Funds Agreement
- 2017 BICS Agreement
- 2017 Binational ICS Delivery Agreement
- Agreement Regarding Notice from the Secretary of the Interior for the Purpose of Implementing Section IV of Minute No. 323

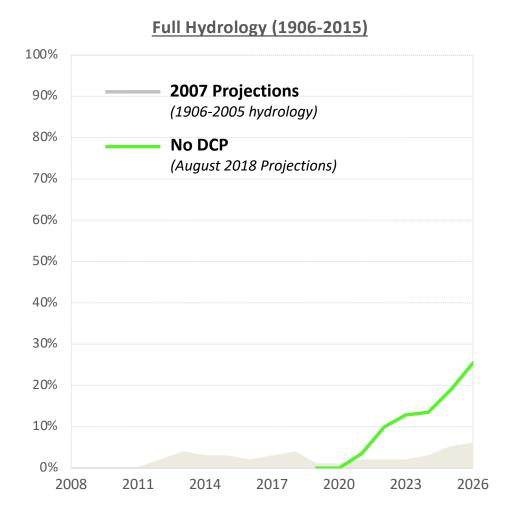
#### **INCREASED RISK: LAKE POWELL <3,490**

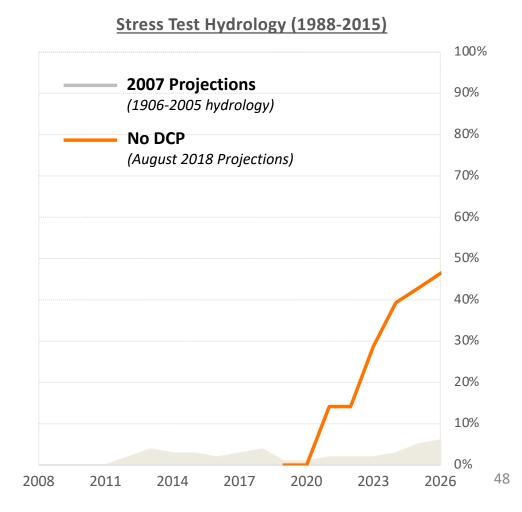
# The risk of reaching critical elevations has substantially increased since 2007 Guidelines were implemented.



#### **INCREASED RISK: LAKE MEAD <1,020**

# The risk of reaching critical elevations has substantially increased since 2007 Guidelines were implemented.





## **DROUGHT CONTINGENCY PLANS**

The Drought Contingency Plans will reduce the risk of Colorado River reservoirs reaching critical elevations.

#### **UPPER BASIN**

#### **GOALS**:

- Reduce risk of Lake Powell reaching critically low elevations (3,490 ft. / 3,525 ft.)
- Reduce risk of involuntary curtailment within Upper Basin to maintain compliance with 1922 Compact

#### **KEY ELEMENTS**

- CRSPA initial units drought response operations
- Demand Management Storage capacity

#### LOWER BASIN

#### GOALS:

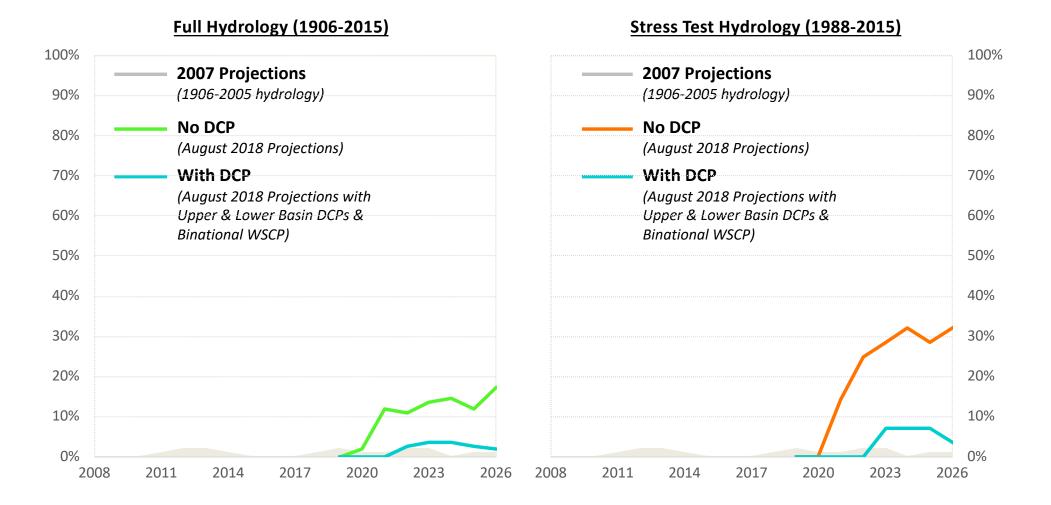
- Reduce risk of Lake Mead elevations from below 1,020 ft.

#### **KEY ELEMENTS**

- Creates water contributions
- Removes disincentives to storing water in Lake Mead
- Enhances ability to store and access water in Lake Mead

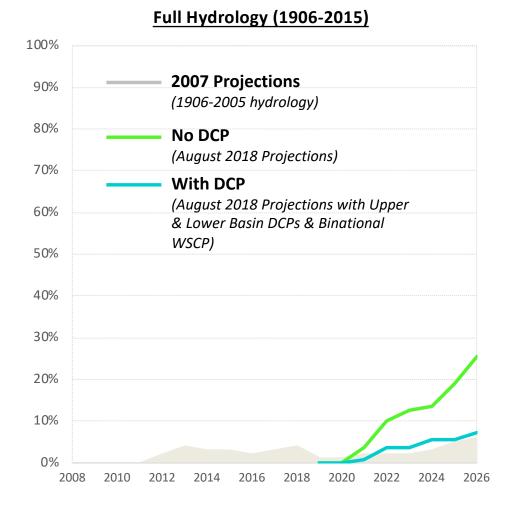
### **REDUCING RISK: LAKE POWELL <3,490**

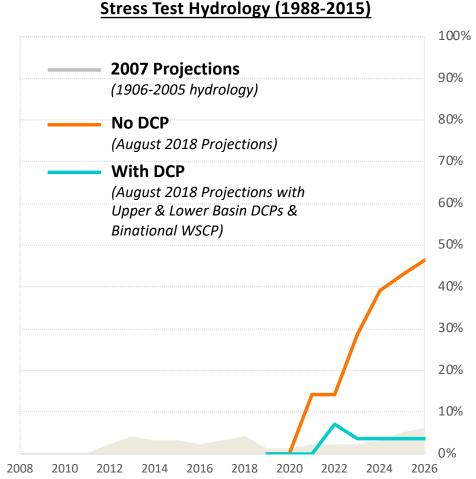
#### Modeling indicates that DCP will reduce risk.



#### **REDUCING RISK: LAKE MEAD <1,020**

#### Modeling indicates that DCP will reduce risk.





## **DCP SUMMARY**

- Reduces risk of Colorado River reservoirs reaching critical elevations
- Creates tools for the Upper Basin to manage Lake Powell for power and future compact requirements
- Includes California as a participant in protecting Lake Mead
- Triggers Mexico's agreement to store additional volumes of conserved water in Lake Mead
- Adds new levels of DCP Contributions to protect Lake Mead
- Creates additional incentives to store and access additional ICS, including during shortages