RECLAMATION

Managing Water in the West

Overview of the Arizona Water Settlements Act-Activities Affecting the Upper Gila River Basin

Presented at the 25th Annual Arizona Riparian Council Annual Meeting, March 30, 2012



U.S. Department of the Interior Bureau of Reclamation

Outline

- Overview of the Arizona Water Settlements Act (AWSA)
 - Background
 - Key features
- Current Activities in the Upper Gila Basin
 - Funding for activities
 - Upper Valley water rights reduction
 - Support for New Mexico decision-making

Legal Background

- Doctrine of Prior Appropriation
 - No one owns water
 - Must be put to beneficial use
 - First in time, first in right creates senior and junior appropriators for future use



- Indians have a priority claim to reserved water for future use based on treaties with US, and US has a responsibility to administer and enforce those rights.
 - Federal reserved water rights appurtenant to reservation land
 - Priority date for rights is date of reservation establishment
 - Rights are not lost through nonuse



Benefits to Settlement vs. Litigation

 Addressing water management concerns in affected watersheds



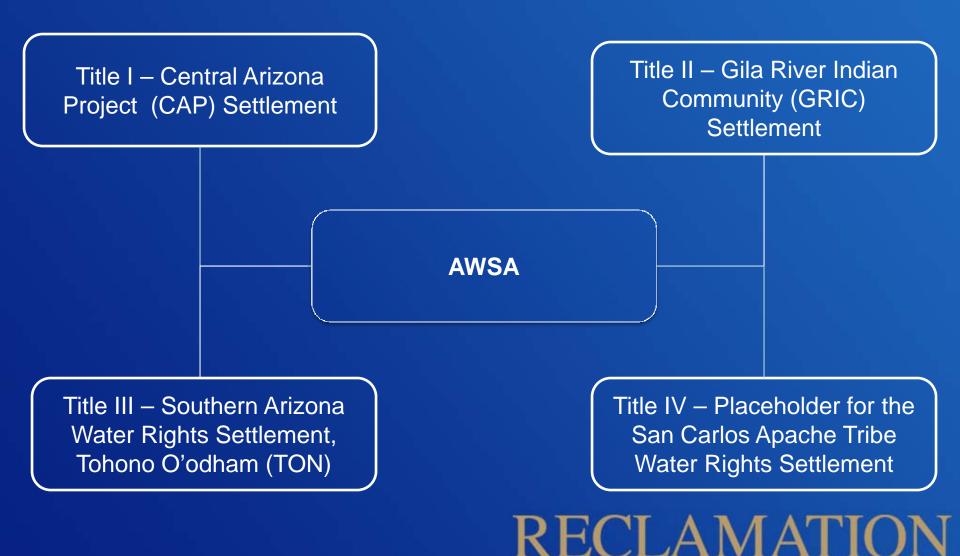


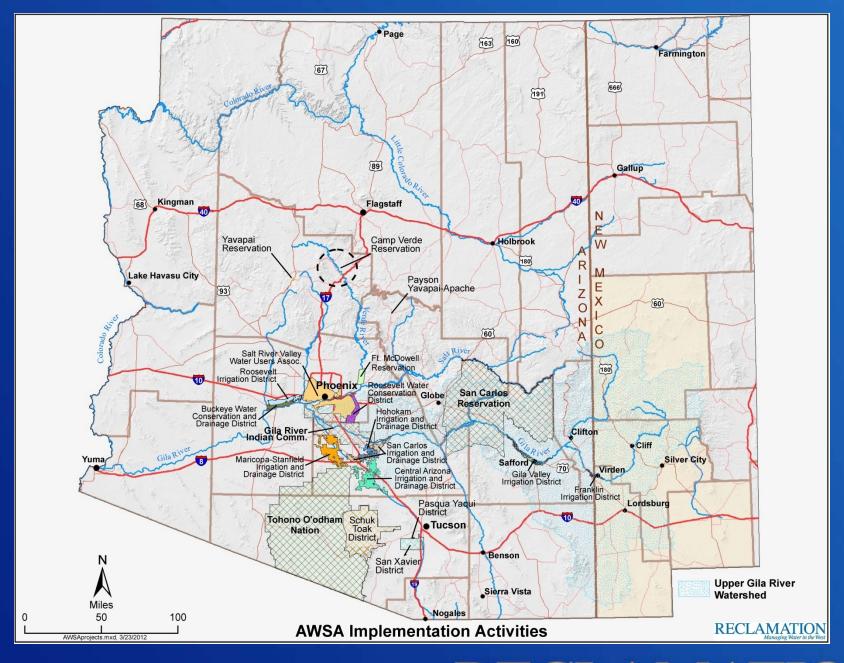
- Settling long-standing disputes
- Enhancing water supply certainty for all parties





Four Settlements in One – Sort of



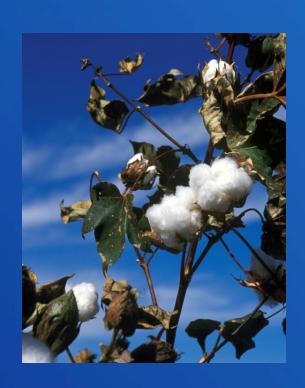


AWSA – Key Dates

- December 10, 2004 Public Law 108-451 Signed
- December 14, 2007 Statement of Findings for Enforceability of CAP, GRIC, & TON Settlements
- January 1, 2010 Lower Colorado River Basin
 Development Fund Available for AWSA expenditures

AWSA Title I Central Arizona Project Settlement

- Reduced Central Arizona Water Conservation District repayment of CAP costs
- Allocation of CAP Water
 - Reallocation of non-Indian Ag
 Priority Water
 - to AZ Tribes (197,500 AF)
 - To ADWR (96,295 AF)
 - Reallocation of un-contracted Municipal & Industrial Priority Water (65,647)
 - 20 cities and water companies in AZ



AWSA Title I Central Arizona Project Settlement

- Firming of CAP Indian Water
 - AZ/Secretary of Interior (SOI) will ensure 60,648
 AF of Ag priority water is reallocated for 100 years to AZ tribes during shortage at same priority as M&I.



Pima Maricopa Irrigation Project-GRIC

AWSA Title I Central Arizona Project Settlement

- Lower Colorado River Basin Development Fund – Disbursements began in 2010
 - Funds from CAP repayment & some power revenue used to pay for AWSA activities like
 - Rehab of the San Carlos Irrigation Project (SCIP)
 - New Mexico Unit Fund
 - Gila Valley Irrigation District for potential diversion deficits resulting from a NM water exchange
 - Additional gages for the Gila and tributaries for CUFA



- Quantification of GRIC water sources
- Reallocation of CAP water to GRIC
- Infrastructure development, operation, maintenance and replacement assistance
- Rehabilitation & operations agreement for Indian and non-Indian portions of the San Carlos Irrigation
 Project
- Allows GRIC to contract or lease water to users in 10 AZ counties

- Subsidence Remediation Program
- Reduction of Water Rights on TBI Eligible Acres
 - Payments to Gila Valley and Franklin Irrigation Districts for the acquisition and extinguishment of UV decreed water rights on TBI Eligible Acres
 - Phase I rights to 1st 1000 acres to be acquired by Dec 2011
 - Decision ongoing
 - Phase II rights to 2nd 1000 acres to be retired Dec 2014

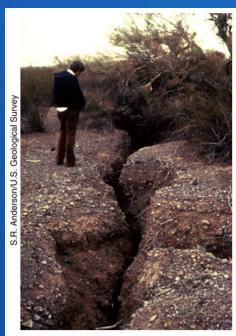
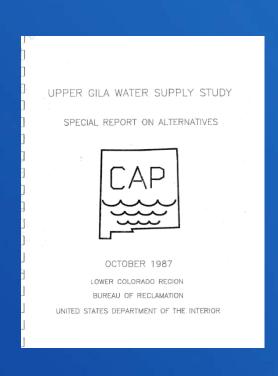


Figure 6. Earth fissure near Picacho, Arizona.

- New Mexico Gila River Exchange
 - Pre-AWSA
 - Gila River Exchange 18,000 AF annual average
 - Plus 30,000 AF/year if augmented supplies available
 - Authorized Hooker Dam or alternative
 - Reclamation eliminated Hooker Dam based on costs and environmental issues
 - 3 off-stream storage alternatives but recommended use of groundwater until supply not sufficient (Reclamation estimated by 2010)



- New Mexico Post AWSA
 - NM must decide if they wish to divert Gila River water in exchange for CAP water by December 31, 2014.
 - NM can exchange up to an annual average of 14,000 af/yr from Gila/SF Rivers and tributaries
 - Funding provided for a NM Unit or other water utilization alternatives - starting in 2012 for 10 years
 - Up to an additional \$62 million is available if NM chooses to construct a Unit for the exchange

- Consumptive Use & Forbearance Agreement (CUFA)
 - Provides rules by which exchanges will occur
 - The Secretary has dual roles -
 - the authorized diverter with respect to NM
 - the CAP Owner for deliveries to downstream entities

CUFA Signatories

- Gila River Indian Community
- San Carlos Irrigation & Drainage District
- Secretary of Interior
- Franklin Irrigation District
- Gila Valley Irrigation District
- Phelps Dodge/Freeport McMoRan
- Brown Canal Company
- Curtis Canal Company
- Dodge-Nevada Canal Company
- Fort Thomas Canal Company

- Graham Canal Company
- Highline Canal Company
- Montezuma Canal Company
- San Jose Canal Company
- Smithville Canal Company
- Sunset Canal
- New Model Canal
- Union Canal Company
- Sunset Ditch Company
- New Mexico New Model Community Ditch Association
- Valley Canal Company

- 2010 Payment to Gila Valley Irrigation District to develop programs or facilities to mitigate the risks of a NM CAP Exchange
- Transfer title to the Blue Ridge Reservoir to Interior for operation of the C.C. Cragin Dam & Reservoir by Salt River Project
 - Dedicates 3500 AF/yr for municipal/industrial use in Northern Gila county



- Retirement of debt for the Safford Water Reclamation Plant
 - Via Annual payments through 2013



AWSA Title III (SAWRSA) Southern AZ Water Rights Settlement

- Amends SAWRSA of 1982 to allow full implementation
- Construct and deliver CAP water to the San Xavier Reservation and the Schuk Toak District
- Complete or pay out the San Xavier New Farm irrigation works – Tribe opted for pay out
- Allows TON to contract or lease CAP water to users

Title IV - San Carlos Apache Tribe Water Rights Settlement

 Preserves the water rights claims of the San Carlos Apache Tribe while settlement negotiations continue

Reclamation's Role in AWSA Implementation

- Provide oversight/support for the Secretary of Interior
- Manage the Lower Colorado River Basin Development Fund
- Assure Environmental Compliance of Settlement Activities
- Fulfill Reclamation's Federal Trust Responsibility to the Tribes

Questions?



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