

## United States Department of the Interior

P.O. Box 61470 Boulder City, NV 89006-1470



LCB-4225 2.2.4.23

## VIA ELECTRONIC MAIL ONLY

Jess Knudson City Manager City of Lake Havasu City 2330 McCulloch Boulevard North Lake Havasu City, AZ 86403

Subject: Approval of Calendar Year (CY) 2024 Colorado River Water Diversion – Lake Havasu

City (LHC)

Dear Mr. Knudson:

The Bureau of Reclamation received LHC's CY 2024 Colorado River water diversion estimate in which LHC requests approval to divert up to 14,600 acre-feet (AF) in CY 2024. In accordance with Title 43, Code of Federal Regulations Part 417 (Part 417), this letter provides LHC with notice of my determination regarding LHC's proposed diversion and beneficial use of Colorado River water for CY 2024.

Pursuant to Contract No. 3-07-30-W0039, as amended, LHC is entitled to divert up to 19,192.7 AF per year of Arizona fourth priority Colorado River water and an unspecified amount of Arizona fifth and/or sixth priority Colorado River water for use within LHC's service area. Pursuant to two separate subcontracts with the Mohave County Water Authority, LHC is also entitled to divert up to 9,389 AF per year of Arizona fourth priority Colorado River water.

On August 15, 2023, Reclamation released its Colorado River Basin August 2023 24-Month Study, which projects Lake Mead's most probable elevation on January 1, 2024 to be 1,065.27 feet. In its letter dated August 24, 2023, Reclamation announced that, in accordance with the 2007 Interim Guidelines, Lake Mead and the lower Colorado River will operate in a Tier 1 Shortage Condition in CY 2024. In addition, the 2019 *Lower Basin Drought Contingency Plan Agreement* (LB DCP Agreement) will also govern the operation of Lake Mead for CY 2024. In accordance with Section XI.G.2.D.1.a of the 2007 Interim Guidelines, 2.48 million AF is apportioned for consumptive use in the state of Arizona in CY 2024 (a reduction of 320,000 AF from its 2.8 million AF basic apportionment). Additionally, in

<sup>1</sup> Available at https://www.usbr.gov/lc/region/g4000/24mo/.

-

<sup>&</sup>lt;sup>2</sup> Referring to Colorado River Interim Guidelines for Lower Basin Shortages and the Coordinated Operations for Lake Powell and Lake Mead dated December 13, 2007.

accordance with Section III.B.1.a of Exhibit 1 to the LB DCP Agreement,<sup>3</sup> the state of Arizona will be required to make DCP Contributions in the total amount of 192,000 AF in CY 2024.

Consistent with the Arizona mainstream Colorado River water priority system, there are no reductions to the water supply available to first, second and third priority entitlement holders for CY 2024. As noted in Reclamation's August 24<sup>th</sup> letter, the Arizona fourth priority Colorado River water available supply for CY 2024 is 1,149,934 AF on a consumptive use basis. Of this amount, 113,927 AF,<sup>4</sup> on a diversion basis, is available for distribution among mainstream fourth priority entitlement holders for use in CY 2024 in accordance with the state of Arizona's August 6, 2009, Arizona Shortage Sharing Recommendation<sup>5</sup> and the "pool" approach described by letter dated January 25, 2021.<sup>6</sup> Reclamation has determined that the available Arizona mainstream fourth priority water supply is sufficient to satisfy all initial on-river mainstream water orders for CY 2024. However, given the limited available supply, requests for modifications to increase approved water order amounts will be evaluated on a case-by-case basis to ensure approved volumes do not collectively exceed the 113,927 AF of available supply. Arizona fifth priority and/or sixth priority entitlements will not be available for diversion in CY 2024.

Based upon the Shortage Condition determination, a review of the CY 2024 diversion estimate provided by LHC, and the information gathered during Reclamation's Part 417 consultation, I approve the diversion of up to 14,600 AF of Colorado River water during CY 2024 for use in LHC's service area. This approved diversion results in an estimated consumptive use of 9,052 AF.

Reclamation would like to highlight that, in accordance with the *Inadvertent Overrun and Payback Policy*, <sup>7</sup> accumulations of inadvertent overruns are not permitted in CY 2024 and are suspended as long as a Shortage Condition is in effect. To assist entitlement holders in monitoring their Colorado River water use to ensure they remain within available quantities, Reclamation will project CY 2024 diversions and consumptive use of Colorado River water during CY 2024 and will make these projections available daily on Reclamation's website <sup>8</sup> beginning in January 2024. Reclamation encourages Colorado River water entitlement holders to use the projections to adjust diversions to remain within their Reclamation-approved annual Colorado River water order.

<sup>&</sup>lt;sup>3</sup> Referring to *Lower Basin Drought Contingency Operations*. Available at: https://www.usbr.gov/lc/region/g4000/dcpdocs/Attachment-B-Exhibit-1-LB-Drought-Operations.pdf.

<sup>&</sup>lt;sup>4</sup> The mainstream pool will receive 9.91% of the Arizona fourth priority Colorado River water available for CY 2024, calculated as 164,652 AF divided by the difference between Arizona's 2,800,000 AF basic apportionment and the average historical consumptive use by Arizona first, second, and third priority users (1,149,934 AF). The average historical consumptive use by Arizona first, second, and third priority users is based on the four highest years of consumptive use during the five-year period from 2018-2022.

<sup>&</sup>lt;sup>5</sup> Available at https://new.azwater.gov/sites/default/files/8-6-2009 ADWR Shortage %20ecommendation.pdf

<sup>&</sup>lt;sup>6</sup> Available at: https://new.azwater.gov/sites/default/files/01.25.21\_ADWR\_CAWCD\_shortage\_recommendationLetter.pdf.

<sup>&</sup>lt;sup>7</sup> Available at: https://www.usbr.gov/lc/region/g4000/IOPP.pdf.

 $<sup>^{8}\</sup> Available\ at:\ https://www.usbr.gov/lc/region/g4000/hourly/forecast.pdf.$ 

Thank you for submitting LHC's diversion estimate for CY 2024. Should you have questions, please contact Jeremy Dodds, Water Accounting and Verification Group Manager, at (702) 293-8164 or jdodds@usbr.gov. Individuals who are deaf, deafblind, hard of hearing, or have a speech disability may dial 711 (TTY, TDD, or TeleBraille) to access telecommunication relay services.

Sincerely,

JACKLYNN GOULD Digitally signed by JACKLYNN GOULD Date: 2023.12.22 09:47:10 -08'00'

Jacklynn L. Gould, P.E. Regional Director

cc: Christopher S. Harris
Executive Director
Colorado River Board of California
770 Fairmont Avenue, Suite 100
Glendale, CA 91203

Thomas Buschatzke Director Arizona Department of Water Resources 1802 W. Jackson Street, Box 79 Phoenix, AZ 85007

Ron Foggin Interim Public Works Director City of Lake Havasu City 900 London Bridge Road Lake Havasu City, AZ 86404 Eric P. Witkoski Executive Director Colorado River Commission of Nevada 555 East Washington Avenue, Suite 3100 Las Vegas, NV 89101

John Entsminger General Manager Southern Nevada Water Authority 1001 South Valley View Boulevard, MS 480 Las Vegas, NV 89153

Cal Sheehy Chairperson Mohave County Water Authority 2535 Sundown Circle Bullhead City, AZ 86442