

Arizona Water Banking Authority

3550 N. Central Avenue, Phoenix, Arizona 85012
Telephone 602-771-8487
Fax 602-771-8685



June 17, 2009

AUTHORITY MEMBERS
Herbert R. Guenther, Chairman
Tom Buschatzke
Maureen R. George
John Mawhinney
Lisa A. Atkins

EX OFFICIO MEMBERS
Honorable Steve Pierce
Honorable Kirk Adams

Ms. Lorri Gray, Regional Director
U.S. Department of the Interior
Bureau of Reclamation
Lower Colorado River Regional Office
P.O. Box 61470
Boulder City, Nevada 89006

Mr. Jeffrey Kightlinger, General Manager
Metropolitan Water District of Southern California
P.O. Box 54153
Los Angeles, CA 90054-0153

Mr. David Modeer, General Manager
Central Arizona Water Conservation District
P.O. Box 43020
Phoenix, AZ 85080-3020

RE: Certification of Intentionally Created Unused Apportionment (ICUA) for 2008 pursuant to the *Amended Letter Agreement for the Creation of Intentionally Created Unused Apportionment with Credits Created Under the 1992 Demonstration Agreement between CAWCD and MWD, December 11, 2007*

Dear Ms. Gray and Messrs. Kightlinger and Wilson:

Pursuant to the above-referenced Amended Letter Agreement, the Arizona Water Banking Authority (AWBA) is providing certification of the quantity of ICUA created in 2008 and the method used to create the ICUA to the U.S. Bureau of Reclamation, Metropolitan Water District of Southern California (Metropolitan), and the Central Arizona Water Conservation District (CAWCD).

A total of 28,442 acre-feet of ICUA was created in calendar year 2008 for the benefit of Metropolitan. ICUA was created through both the recovery and credit exchange methods. Of the total 28,442 acre-feet of ICUA developed in 2008 from credits previously accrued on behalf of Metropolitan, 27,442 acre-feet of LTSCs were recovered from wells within two irrigation districts in Pinal County, Arizona. The remaining balance of 1,000 acre-feet of ICUA were developed utilizing credit exchange whereby CAWCD exchanged LTSCs with the Central Arizona Groundwater Replenishment District (CAGR) in lieu of CAGR receiving Central Arizona Project water, which had been scheduled to be delivered to the CAGR for storage in 2008.

A letter from the Arizona Department of Water Resources to the AWBA summarizing their review of CAWCD's annual reporting is enclosed for your information.

Please don't hesitate to contact me if you require additional information.

Sincerely,

A handwritten signature in black ink that reads "Kim Mitchell". The signature is written in a cursive, flowing style.

Kim Mitchell, Manager
Arizona Water Banking Authority

Enclosure

cc: Mr. Terry Fulp, Bureau of Reclamation
Ms. Ruth Thayer, Bureau of Reclamation
Mr. Roger K. Patterson, Metropolitan Water District of Southern California
Mr. Gerald "Jerry" Zimmerman, Colorado River Board of California
Mr. Larry Dozier, Central Arizona Water Conservation District
Mr. Herbert R. Guenther, Arizona Water Banking Authority
Ms. Kay Brothers, Southern Nevada Water Authority
Mr. George Caan, Colorado River Commission of Nevada