Canada-US Columbia River Treaty: A Review

Getnet Muluye, Ph.D., P.Eng. Manitoba Hydro, Canada

Presented at

2020 International Conference on the Nile and Grand Ethiopian Renaissance Dam: Science, Conflict Resolution and Cooperation August 20-21, 2020 Florida International University, Miami, USA

Disclaimer: All the views and opinions presented here are my own and do not represent the views and opinions of any entity whatsoever with which I have been, am now, or will be affiliated.

OUTLINE

- ✓ The Treaty
- ✓ Columbia River Basin
- ✓ Drivers of the Treaty
- **✓ Key Treaty Provisions**
- **✓** Future of the Treaty
- ✓ Remarks

Canada-U.S. Columbia River Treaty

The Columbia Treaty

"Treaty between Canada and the United States of America relating to **Cooperative Development** of the Water Resources of The Columbia River Basin"

... Canada-U.S. Columbia River Treaty

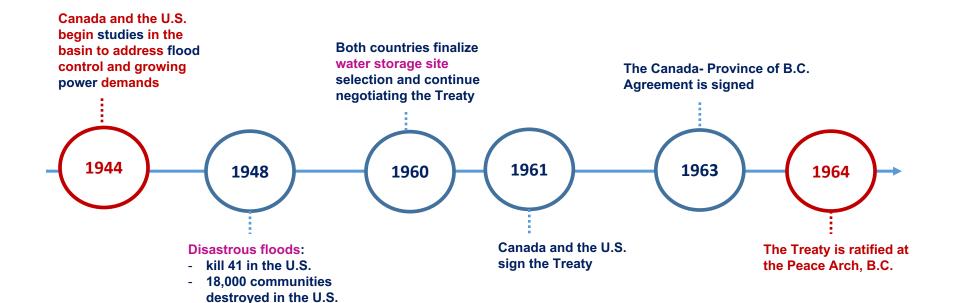
Cooperative development and operation of the river, primarily for

- √ flood control
- √ hydropower

The Treaty

- ✓ "Very successful" in terms of meeting the primary Treaty objectives
- ✓ Considered a model of "co-operative development" on an international river system based on equitable sharing of d/s benefits

Columbia River Treaty Timeline

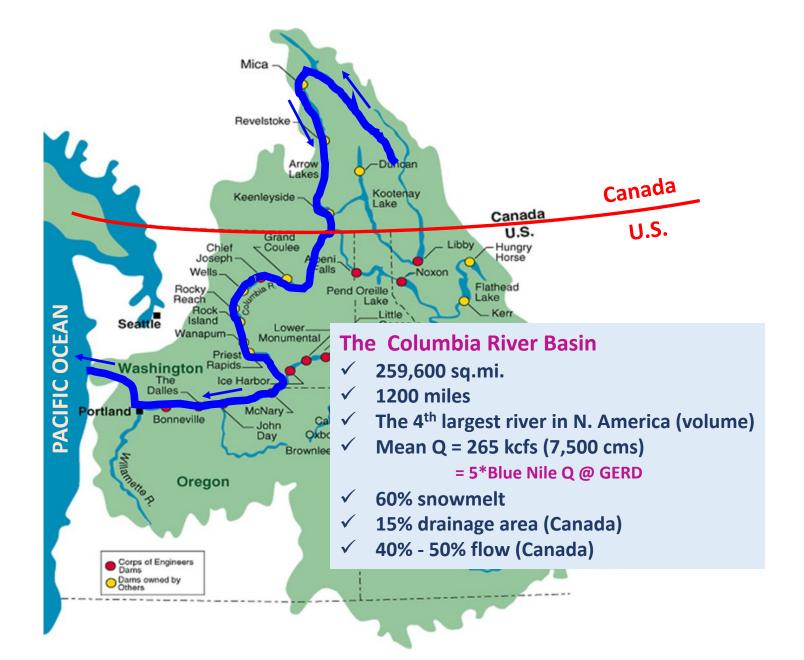


The Treaty

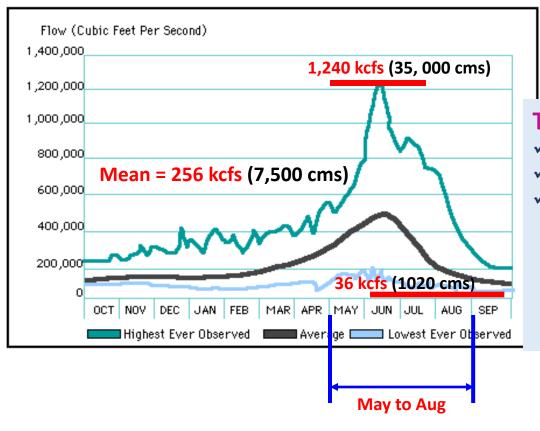
- √ Negotiations took 20 years 1944 to 1964
- ✓ Signed in 1961
- ✓ Ratified in 1964
- ✓ Minimum term 60 years
 - √ Can be unilaterally terminated as early as 2024
- ✓ Currently being re-negotiated

- Trail, B.C heavily flooded

The Columbia River Basin



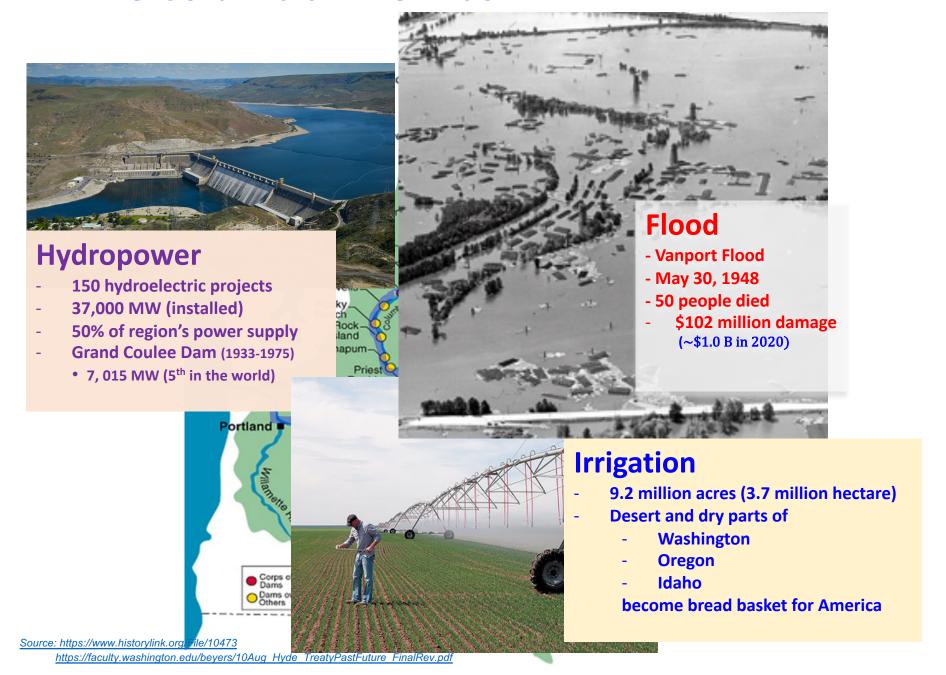
The Columbia River



The Columbia River Basin

- √ 60% snow melt
- ✓ Flood season: May to Aug
- ✓ Flow record @ The Dalles, OR
 - Min. Q = 36 kcfs (1020 cms)
 - Mean Q = 265 kcfs (7,500 cms)
 - Max Q = 1, 240 kcfs (35,000 cms)
 - June 1894

... The Columbia River Basin

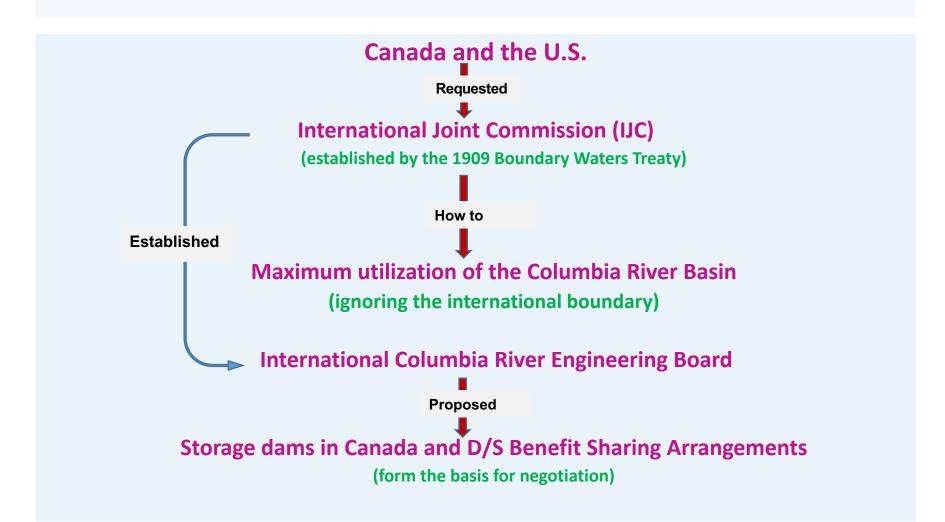


3,046 M

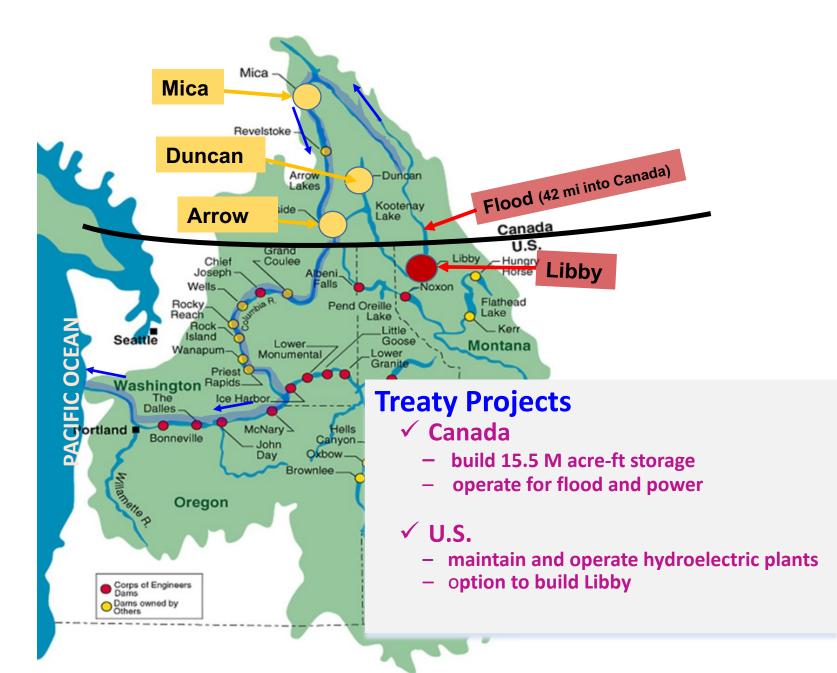
Treaty Drivers

Two major events

- ✓ devastating flooding– Vanport flood in 1948
- √ growing power demand upswing in economy after WWII



Key Treaty Provisions



Benefit Sharing

Flood Control Benefits

The U.S. pays Canada:

1. Assured Annual Flood Control

- ✓ up to 8.45 M acre-feet storage
- √ 50% of future calculated flood control benefits
 - \$64.4 M [~ \$0.6 B in 2020] (a 60 year lump-sum pre-payment)

2. Called Upon Flood Control

- √ greater than 8.45 M acre-feet storage
- √ \$1.875 M for each of the first four requests
- √ lost power generation

3. After 2024 (60 years from ratification)

- ✓ Called Upon Flood
- ✓ Pay for operating costs and economic losses

Power Benefits

The U.S. pays Canada:

Canadian Entitlement

- √ downstream power benefits
 - calculated additional power from the U.S. plants
 - re-calculated annually five years in advance
 - not adjusted for actual benefits realized
- **√** 50% of the downstream power benefits
 - Annually averages 473 MW of energy and
 - 1,304 MW capacity
 - \$254 M [~ \$2.5 B in 2020] a pre-sale of the first 30 years entitlement
 - helped to build the three Treaty dams

Treaty Governance

Implementation

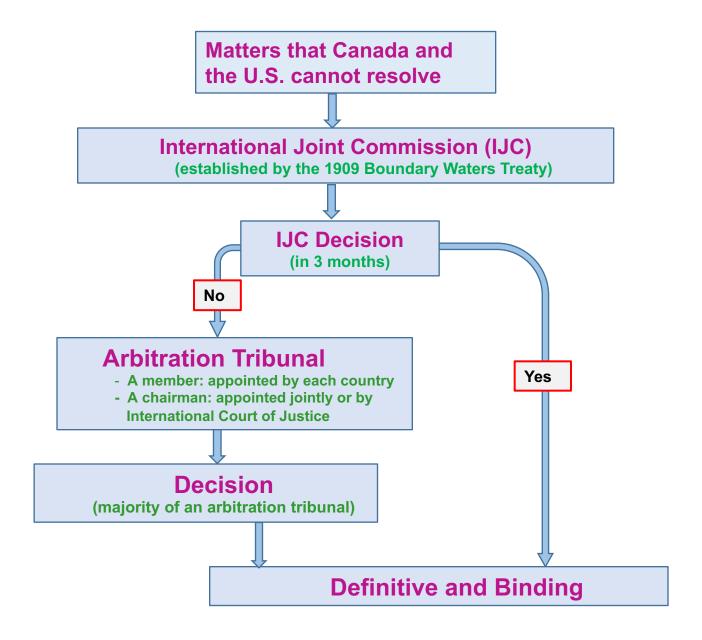
The Treaty is implemented by entities:

- √ Canadian entity
 - B.C. Hydro
- ✓ The U.S. entity
 - US Army Corps of Engineers
 - Bonneville Power Administration

Permanent Engineering Board

- ✓ Established by the Treaty
- √ Consists of four members
 - Two from each country
- ✓ Mandates
 - Reviews entities actions for consistency with Treaty objectives
 - Assists in reconciling differences concerning technical and operational matters
 - Reports to Canada and the U.S. governments annually

Settlement of Differences



Period of Treaty

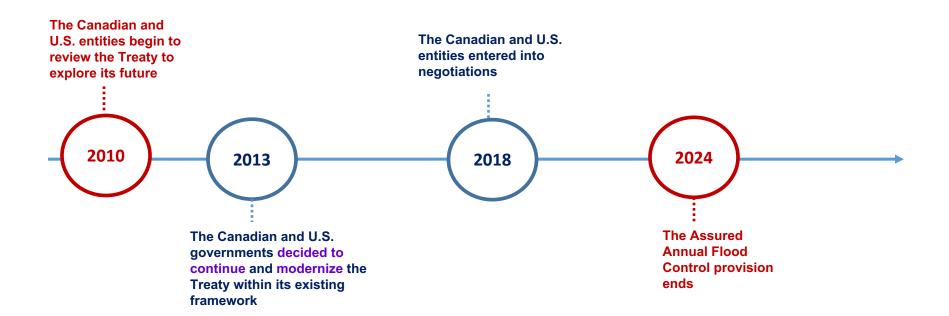
- ✓ Period
 - a minimum of 60 years (at least 2024)
- **✓** Termination
 - either country can unilaterally terminate
 - requires 10 years written notice
 - Earlies termination date 2024 (notice required by 2014)

What would happen if the Treaty is terminated?

- ✓ Treaty dams
 - Operated for Canadian interests only
- ✓ Diversion
 - Canada can divert water to other basins
- ✓ Canadian Entitlement
 - ends
- √ Flood Control
 - Called Upon only
- ✓ Columbia River Basin governance
 - the 1909 Boundary Waters Treaty applies (if not terminated by then)

Treaty Future

Treaty Review and Negotiation



What Would A Modernized Treaty Look Like?

- √ The 1964 Treaty has only two primary objectives
 - flood control
 - power production

Considered very successful - from the Treaty's original objectives

- √ The Modernized Treaty
 - Ecological function as one of the primary objective
 - Indigenous participation
 - Meaningful public participation

Guiding Principles for Future Negotiations?

✓ The U.S.

- Nine (9) general principles
 - Maximize benefits on both sides
 - Ecosystem-based function as one of the key objectives
 - Canadian Entitlement
 - Rebalance the power benefits to reflect the actual value of coordinated operation

✓ Canada

- Fourteen (14) principles
 - Maximize benefits on both sides
 - Ecosystem-based function as one of the key objectives
 - Period of Treaty
 - Fixed for a sufficient duration to allow planning and operational flexibility
 - Canadian Entitlement
 - Should consider all d/s U.S. benefits, including flood, power, ecosystems, water supply, irrigation, navigation and any relevant benefits

Canada states that without Canadian Entitlement (or with alterations that would decrease its share of these revenues), it sees no reason for the Treaty to continue.

Closing Remarks and Treaty Takeaways

- ✓ Cooperative development and benefit sharing framework
 - practical, an effective mechanism to govern international rivers
- ✓ Integrated basin-wide development and management (beyond an international borders)
 - helps to realize the full river basin potential
 - facilitates regional integration, peace, security and sustainable development
- √ Coordinated operations of u/s and d/s water management facilities
 - provide greater benefits than unilateral approach hydropower, flood control, ecosystem, navigation, irrigation
- ✓ Benefit sharing
 - key to the success of a Treaty or an agreement
- √ A Treaty or an agreement should
 - be based on a win-win situation
 - be fixed for a sufficient duration to provide planning and operational flexibility
 - have an option to unilaterally terminate it

Thank you!