

**EXCHANGE OF NOTES BETWEEN THE GOVERNMENT OF CANADA AND THE
GOVERNMENT OF THE UNITED STATES OF AMERICA CONCERNING
ADJUSTMENTS IN FLOOD CONTROL PAYMENTS IN CONNECTION WITH
THE DUNCAN AND ARROW DAMS**

I

*The Acting Secretary of State of the United States of America to the chargé
d'affaires ad interim for Canada*

Washington, August 18, 1969

SIR,

I refer to paragraph 11 of the Annex to the exchange of notes dated January 22, 1964⁽¹⁾, between the Government of Canada and the Government of the United States regarding the Columbia River Treaty. Pursuant to that paragraph, consultations have taken place between representatives of the two Governments concerning adjustments in the flood control payments by the Government of the United States to the Government of Canada as a result of early completion of projects contemplated by subparagraphs (B) and (C) of Article II(2) of the Columbia River Treaty.

Duncan Dam, constructed pursuant to Article II(2)(C), commenced operation on July 31, 1967, thereby providing two extra years of flood control benefits to the United States. Arrow Dam, constructed pursuant to Article II(2)(B), commenced operation on October 10, 1968, thereby providing one extra year of flood control benefits to the United States.

It is the understanding of my Government that as a result of the consultations referred to above it has been determined by representatives of both Governments that an adjustment to the flood control payments should be made in accordance with the principles established in the said paragraph 11. Consequently, I have the honor to propose that the United States pay to Canada \$82,000 (U.S.A.) for the early completion of Duncan Dam and \$196,000 (U.S.A.) for the early completion of Arrow Dam, such amounts to be paid within a reasonable period that takes into account any United States domestic procedures related to the making of such payments.

If this proposal is acceptable to your Government, I have the honor to propose that this note, together with your note of acceptance on the part of your Government, shall constitute an agreement between our Governments which shall enter into force on the date on which the Government of the United States notifies the Government of Canada that it has completed all internal measures necessary to give effect to this agreement.

⁽¹⁾ Treaty Series 1964 No. 2.