

EDMUND G. BROWN, JR.
GOVERNOR

MATTHEW RODRIGUEZ
SECRETARY FOR
ENVIRONMENTAL PROTECTION

State Water Resources Control Board

OCT 17 2013

CERTIFIED MAIL # 7004-2510-0003-9147-1299
Return Receipt Requested

In Reply Refer to:
DS: A016749

BAIRD LANDS INCORPORATED
c/o Diane V Wurzel
1851 ARGONNE DR
WALNUT CREEK, CA 94598

Dear Diane V Wurzel:

ORDER ADOPTING CEASE AND DESIST ORDER FOR FAILURE TO FILE 2012 ANNUAL USE REPORT UNDER LICENSE 8679 (A016749)

Enclosed is a copy of Order WR 2013-0004-DWM signed by the Delta Watermaster of the State Water Resources Control Board (State Water Board), on October 17, 2013. This Order adopts the draft Cease and Desist Order (CDO) dated August 29, 2013 for failure to file your 2012 annual use report.

On August 29, 2013, the Delta Watermaster sent you a draft CDO and certified letter instructing you to submit your deficient 2012 annual use report online through our Report Management System (RMS). Instructions on how to access the RMS system as well as contact information for staff were provided. The Delta Watermaster allowed 20 days from receipt of the draft CDO to submit your 2012 annual use report to avoid formal enforcement action. The United States Post Office confirms the draft CDO was delivered on August 31, 2013 at 3:53 pm (Certified Mail # 70042510000391471244). As of the date of this letter, 47 days after confirmed receipt of the draft CDO, the office has not received your 2012 annual use report.

Since you have not complied with the conditions of the draft CDO by submitting your 2012 annual use report within 20 days of receipt, the enclosed Order adopts the draft CDO and subjects you to a potential \$1000/day Administrative Civil Liability beginning on October 17, 2013 as permitted by Water Code Section 1845(b)(1).

Enforcement is at the discretion of the State Water Board and we will take into consideration any corrective action taken. Therefore, you should immediately submit your 2012 annual use report using the access information provided on the enclosed sheet.

If you have any questions regarding the CDO, please contact me at (916) 445-5962. If you need assistance with the reporting system, please contact staff at 916-327-3289 or by email at: dramy.saechao@waterboards.ca.gov.

If you wish to write a letter, please send a written response to:

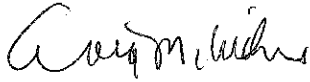
FELICIA MARCUS, CHAIR | THOMAS HOWARD, EXECUTIVE OFFICER

1001 I Street, Sacramento, CA 95814 | Mailing Address: P.O. Box 100, Sacramento, Ca 95812-0100 | www.waterboards.ca.gov

BAIRD LANDS INCORPORATED 2
c/o Diane V Wurzel

State Water Resources Control Board
Office of Delta Watermaster
Attention: Craig Wilson, Delta Watermaster
P.O. Box 100
Sacramento, CA 95812-0100

Sincerely,



Craig M. Wilson,
Delta Watermaster

Enclosures: Cease and Desist Order
Confidential User Information Sheet

ec: John O'Hagan, Manager
Enforcement Section
Division of Water Rights

STATE OF CALIFORNIA
CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY
STATE WATER RESOURCES CONTROL BOARD

DELTA WATERMASTER

ORDER WR 2013-0004-DWM

CEASE AND DESIST ORDER

In the Matter of Violation of Annual Reporting Requirements by

Baird Lands Incorporated
License 8679 (Application A016749)

SOURCE: Walthall Slough

COUNTY: San Joaquin

The State Water Resources Control Board (State Water Board or Board) is authorized under Water Code section 1831 to issue a Cease and Desist Order (CDO) requiring Baird Lands Incorporated (referred to herein as Licensee) to cease and/or abate a threatened or ongoing violation of the terms and conditions of your license, and/or an unauthorized diversion or use of water.

Licensee is alleged to have violated or is threatening to violate California Water Code section 1052, which provides:

The State Water Board is authorized to issue a Cease and Desist Order (CDO) when it determines that any person is violating or threatening to violate any of the following

- (1) The prohibition set forth in Section 1052 against unauthorized diversion or use of water subject to this division.
- (2) Any term or condition of a permit, license, certification, or registration issued under Division 2 of the Water Code.

On August 29, 2013, and in accordance with the provisions of section 1834 of the California Water Code, the State Water Board Delta Watermaster provided notice of the CDO against Licensee for the violation of the terms and conditions of your license, unauthorized diversion or use of water and/or Title 23, Division 3, Chapter 2, Article 20, section 847 of the California Code of Regulations. California Water Code section 85230(b) provides that the Delta Watermaster shall exercise the State Water Board's delegated authority to provide enforcement of license and permit terms and conditions. Pursuant to State Water Board Resolution 2012-0048, the Delta Watermaster is authorized to issue a notice of cease and desist, and when a hearing has not been timely requested, issue a CDO in accordance with Water Code section 1831 et seq.

FACTUAL BASIS FOR ISSUING THE CDO

The facts and information upon which this CDO is based are as follows:

1. Senate Bill X7-8, which was signed into law in 2009, authorized the State Water Board to adopt regulations requiring online reporting of water diversions. Consistent with the Senate Bill, the State Water Board has adopted regulations requiring annual reporting of water diversion and use

under licenses, and developed an online Report Management System (RMS) as a component of the enhanced Water Right Information Management System (eWRIMS). The regulation specifying annual licensee reporting requirements is codified at Title 23, Chapter 2.7, Article 2, section 929 of the California Code of Regulations.

2. In January 2013, the Division of Water Rights (Division) mailed out an initial notice to the Licensee notifying them of: the annual use reporting instructions on how to access the RMS system and submit their 2012 use report online. The Licensee was also notified that if they had any questions on the reporting process, they could contact the Division by phone or email. The deadline to submit their 2012 use report online was June 30, 2013.
3. On July 26, 2013, the Office of Delta Watermaster mailed out delinquency letters, which also included a copy of the January 2013 letter, to the licensees in the legal detail who had not submitted their 2012 use report by July 1, 2013 (Exhibit A). The delinquency letter provided notice that failure to submit the annual use report was a violation of the terms and conditions of the applicable license and/or Chapter 2, Article 20, section 847 of the California Code of Regulations, and granted licensee 20 days to file the 2012 use report. The letter gave notice that continued failure to submit the annual use report may result in enforcement action by the State Water Board.
4. As of August 27, 2013, the State Water Board has not received Licensee's 2012 annual use report for License 8679 (A016749).
5. On August 29, 2013, the Delta Watermaster sent to Licensee, by certified mail, a Notice of CDO and letter instructing Licensee to submit the delinquent water use report or request a hearing on the draft CDO, within 20 days from the date that Licensee received the Notice of CDO. The United States Postal Office confirms the draft CDO was delivered on August 31, 2013, at 3:53 pm (Certified Mail # 70042510000391471244).
6. On October 3, 2013, Delta Watermaster staff contacted Licensee and informed Licensee that the annual use report was delinquent and pending enforcement. Licensee informed staff that Licensee had not received any notices to return on water reports. Staff informed Licensee that Licensee was provided with information needed to file the reports electronically. Staff informed Licensee that the annual use report was delinquent, but provided that Licensee file the 2012 report prior to October 7, 2013, the enforcement action would be cancelled and no penalties would be assessed. Licensee asked for the information to be resent by fax or email. After confirming Licensee's email address, staff sent information which included the User ID, Password, and a copy of the 2011 annual use report filed by Licensee.
7. On October 4, 2013, Delta Watermaster staff contacted Licensee to inform Licensee that due to computer server updates, that filers may experience disruptions when trying to file during the weekend and that staff had sent another email regarding the situation and extending the date to file to October 9, 2013. Licensee informed staff that Licensee had not received the prior day's email or today's email. Staff informed Licensee that staff had received electronic automatic confirmation that staff's email had been sent to the email address provided to staff. After Licensee's request for a resend of the emails, staff resent both emails. Staff received verbal confirmation of three emails from staff to Licensee's email account. Staff explained that there are two different emails. The first earlier email contained Licensee's User ID and Password and an attachment copy of the submitted 2011 report for A016749, and the second email included information on the filing extension to October 9, 2013, as well as her User ID and password, but no attachment.
8. As of October 17, 2013, the report of licensee for 2012 has not been filed for A016749.

IT IS HEREBY ORDERED, pursuant to sections 1831 through 1836 of the California Water Code, that:

1. Licensee shall immediately come into compliance with the terms of the License by submitting their report of 2012 annual use by accessing the Report Management System at www.waterboards.ca.gov/RMS using the User ID and Password shown on the User Information Sheet accompanying this CDO.

Please note the User ID is a seven-digit alphanumeric string that begins with the letter "A" and followed by six numbers corresponding to your original application number. If you have any problems accessing the reporting system, please contact the staff noted on the letter accompanying this CDO.

Consequences of Non-Compliance

In the event Licensee fails to comply with the requirements of this Order, Licensee shall be in violation of this CDO and subject to additional enforcement, which may include the imposition of administrative civil liability pursuant to Water Code section 1845 (b)(1) of up to \$1,000 for each day in which the violation occurs, or referral to the Attorney General to take further enforcement action as described in California Water Code section 1845(a):

Upon the failure of any person to comply with a cease and desist order issued by the board pursuant to this chapter, the Attorney General, upon the request of the board, shall petition the superior court for the issuance of prohibitory or mandatory injunctive relief as appropriate, including a temporary restraining order, preliminary injunction, or permanent injunction.

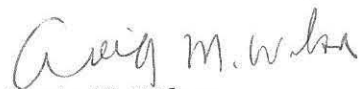
Reservation of Enforcement Authority and Discretion

Nothing in this Order is intended to or shall be construed to limit or preclude the State Water Board from exercising its authority under any statute, regulation, ordinance, or other law, including but not limited to, the authority to bring enforcement against Licensee for unauthorized diversion of water in accordance with Water Code section 1052.

Regulatory Changes

Nothing in this Order shall excuse Licensee from meeting any more stringent requirements that may be imposed hereafter by applicable legally binding legislation, regulations or water right license requirements.

STATE WATER RESOURCES CONTROL BOARD



Craig M. Wilson
Delta Watermaster

Dated: **OCT 17 2013**

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