BEFORE THE STATE WATER RESOURCES CONTROL BOARD

PUBLIC HEARING TO DETERMINE

REQUESTED CHANGES IN WATER

RIGHTS OF THE DEPARTMENT OF

WATER RESOURCES AND U.S. BUREAU

OF RECLAMATION FOR THE

CALIFORNIA WATERFIX PROJECT

MERCED IRRIGATION DISTRICT,
MODESTO IRRIGATION DISTRICT,
OAKDALE IRRIGATION DISTRICT,
SOUTH SAN JOAQUIN IRRIGATION
DISTRICT, TURLOCK IRRIGATION
DISTRICT, CITY AND COUNTY OF SAN
FRANCISCO, a California municipal
corporation, each individually, and
collectively the SAN JOAQUIN
TRIBUTARIES AUTHORITY,

Interested Parties.

THE SAN JOAQUIN TRIBUTARIES AUTHORITY'S PROTEST TO PHASE 2 OF THE PETITION REQUESTING CHANGES IN WATER RIGHTS OF THE DEPARTMENT OF WATER RESOURCES AND U.S. BUREAU OF RECLAMATION FOR THE CALIFORNIA WATERFIX PROJECT

PLEASE TAKE NOTICE that the MERCED IRRIGATION DISTRICT, MODESTO IRRIGATION DISTRICT, OAKDALE IRRIGATION DISTRICT, SOUTH SAN JOAQUIN IRRIGATION DISTRICT, TURLOCK IRRIGATION DISTRICT, all of which are California irrigation districts, the CITY AND COUNTY OF SAN FRANCISCO, a California municipal corporation acting by and through its PUBLIC UTILITIES COMMISSION, and the SAN JOAQUIN TRIBUTARIES AUTHORITY (all parties collectively referred to as SJTA), submit their Protest to Phase 2 of the above-referenced Petition as follows:

INTRODUCTION

The San Joaquin Tributaries Authority (SJTA) protests the California Department of Water Resources (DWR) and United States Bureau of Reclamation (Reclamation) (collectively Petitioners) joint petition to change the water rights necessary to enable the California WaterFix Project

(Petition). If approved, the Petition would have adverse environmental impacts, would not conserve the public interest, and is contrary to law. (Water Code, § 1700 et. seq.) The Petition cannot be approved by the State Water Resources Control Board (State Water Board) because the Petitioners have failed to properly identify, disclose and/or mitigate for adverse environmental impacts of the proposed California WaterFix Project (WaterFix Project). In addition, the Petition cannot be approved because it will not best serve the public interest. The Petition does not analyze how the benefits of the WaterFix Project will outweigh the adverse impacts to fish and aquatic species.

Finally, the Petition is contrary to law. The Petition was submitted prior to the completion of environmental analysis under the California Environmental Quality Act (CEQA) and National Environmental Policy Act (NEPA), before consultation under the Endangered Species Act (ESA), and prior to obtaining Clean Water Act (CWA) section 401 and 404 permits. All of these processes are intended to be iterative and the WaterFix Project is likely to undergo significant changes as a result of Petitioners' compliance with these regulatory processes. For these reasons, the Petition is premature and cannot be approved by the State Water Board at this time.

ADVERSE ENVIRONMENTAL IMPACTS

(1) Burden of Providing All Information on Fish and Wildlife Impacts

Petitioners have the burden of providing all information reasonably available concerning the extent to which fish and wildlife would be affected by the change and any measures proposed to be taken for the protection of fish and wildlife. (Water Code, § 1701.2(c).) Petitioners have not provided all reasonably available information concerning affects to fish and wildlife. In fact, Petitioners have provided only information on impacts related to the construction of the intakes. (Petition, at 14-16.) This limited approach does not comply with the law. The Petitioners attempt to frame the Petition as a minor proposal making small changes to the point of diversion and building new intakes. However, the Petition is much broader than a small relocation of diversion. Instead, the WaterFix Project would divert water into underground pipes and fundamentally change the existing conveyance of water through natural surface water systems. Taking 5,000,000 acre feet of water out of the Delta system is the most fundamental part of the WaterFix Project. However, the Petition fails to disclose any details regarding the operation of how this portion of the proposed

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project would operate. Removing 5,000,000 acre feet of fresh water from the Delta and concluding no impacts will result is disingenuous. Simply because the Petition refuses to disclose or address these impacts does make them any less real; the Petition must be revised to identify and analyze the impacts of the WaterFix Project.

(2) Reliance on the Draft Environmental Impact Statement/Report

The Petition relies on information from the Draft Environmental Impact Statement/Report (DEIS/R) to conclude the WaterFix Project will not have an adverse environment. Reliance on the DEIS/R is not appropriate for at least four reasons. First, the DEIS/R has not been finalized or adopted, but rather, has faced harsh criticism during the comment period. Second, it suffers from the same failure as the Petition – it fails to disclose and analyze the operational details of the WaterFix Project. Third, the modeling that serves as the basis for the DEIS/R analysis was based on the Bay Delta Conservation Plan alternatives. These alternatives included significant habitat conservation measures and other conservation efforts that are not included in the revised WaterFix Project. Finally, several organizations, including the EPA and the California Department of Fish and Wildlife have determined that the DEIS/R is inadequate. For example, CDFW commented that the DEIS/R failed to analyze impacts and the proposed mitigation measures failed to sufficiently explain how and to what extent these measures would reduce impacts and could be feasibly implemented. (CDFW Staff Comments, Oct 29, 2015 at 2) (stating, "the mitigation measures and CEQA conclusions need additional clarification to demonstrate that they will be effective in reducing or eliminating impacts and can be feasibly implemented").) CDFW further explained that the conclusions from the CEQA analyses "do not clearly demonstrate how each species' habitat requirements will be met." (Id.)

(3) Adverse Impacts to Central Valley Spring-Run Chinook Salmon

The Petition fails to include the available information and analysis regarding the impacts to Spring Run Chinook. The Petition summarily concludes that there will be no impact to fisheries and aquatic resources due to fish screens. (Petition, at 15.) However, the Petition fails to address the impacts of reduced Sacramento River attraction flows. The DEIR/S identified lower flows downstream of the north Delta diversions as a potential cause of reduced survival of juvenile spring

run and could also negatively affect upstream migration of adult spring run by changing flows and migratory cues. (DEIS/R, at 5.4-20.) The Petition does not disclose or analyze this potential impact.

The Petition also fails to identify potential temperature increases due to reduced Sacramento River flows near the north Delta intakes. The DEIS/R suggests such increased temperatures could "lead to biologically meaningful increases in egg mortality rates and overall reduced habitat conditions for spawning spring-run and egg incubation." (DEIR/S, at 4.3.7-98.) The Petition fails to consider increased temperature on fish and wildlife. The failure of the Petition to identify, analyze, and/or provide mitigation for impacts to fish species and aquatic habitat preclude the State Water Board from approving the Petition as it is currently drafted. (Water Code, § 1701.2.)

(4) Adverse Impacts to Steelhead

The Petition fails to include the available information and analysis regarding the impacts to steelhead. The Petition fails to consider impacts to steelhead, despite the previous identification of such potential impacts in the DEIR/S. For example, the DEIR/S concludes that the preferred alternative 4A would "degrade the quantity and quality of rearing habitat for steelhead" compared to existing conditions. (DEIR/S, at 4.3.7-22.) The DEIR/S also considered the reduction in Sacramento River flows near the north Delta intakes, expressing concern that such reduced flows could fail to attract migrating adult steelhead in the region. (DEIR/S, at 5.6-13.) In addition, the DEIR/S concluded that the WaterFix Project may reduce flows in the high flow channels in the Feather River, which could exacerbate conditions in an already unsuitable habitat. (DEIR/S, at 5.6-16.) The failure of the Petition to identify, analyze, and/or provide mitigation for impacts to fish species and aquatic habitat preclude the State Water Board from approving the Petition as it is currently drafted. (Water Code, § 1701.2.)

(5) Adverse Impacts to Green Sturgeon

The Petition fails to include the available information and analysis regarding the impacts to green sturgeon. However, the DEIR/S notes that the preferred alternative 4A "would reduce the quantity and quality of rearing habitat for larval and juvenile green sturgeon." (DEIR/S, at 4.3.7-294.) In addition, the flow changes from north Delta intake could change flows enough to reduce transport and migration flows for green sturgeon in the Feather River and Plan area." (DEIR/S, at

5.8-17.) The failure of the Petition to identify, analyze, and/or provide mitigation for impacts to fish species and aquatic habitat preclude the State Water Board from approving the Petition as it is currently drafted. (Water Code, § 1701.2.)

(6) Adverse Impacts to Delta Smelt

The Petition fails to include the available information and analysis regarding the impacts to Delta smelt. The Petition states that smelt will benefit from the WaterFix Project due to reduced entrainment. (Petition, at 14-15.) However, the Petition does not disclose that there are potentially adverse impacts from the WaterFix Project as well, such as reducing the quantity of sediment, which can adversely impact smelt habitat. (DEIR/S, at 5.1-30.) In addition, the WaterFix Project may increase toxic blue algae, which has both direct and indirect adverse impacts on smelt. (DEIR/S, at 5.4-14.) The failure of the Petition to identify, analyze, and/or provide mitigation for impacts to fish species and aquatic habitat preclude the State Water Board from approving the Petition as it is currently drafted. (Water Code, § 1701.2.)

CONSERVE THE PUBLIC INTEREST

The State Water Board is required to evaluate whether the Petition will conserve the public interest. (Water Code, § 1701.) This evaluation requires the State Water Board to weigh and balance competing beneficial uses of water. (State Water Board Decision 1651 ["State Water Board must consider the potential impacts to fish, wildlife, or other instream beneficial uses."]; WR Order 2009-0033, at 6 [review of a proposed change to a permit or license requires the Board to "consider the same factors that were considered when reviewing the underlying water right application, and therefore the Board should consider the public interest and effects on fish and wildlife."].) In order to conclude the Petition would best serve the public interest, the Petition would need to demonstrate the benefit from the WaterFix Project – *i.e.*, disclose the estimated increased water supply reliability, economic benefit, and improved safety of statewide water systems. These benefits would then need to be compared to the adverse impacts of the WaterFix Project – *i.e.*, adverse impact to fish and wildlife, impact to legal water users, etc.

The Petition fails to include this information or analyses. Specifically, the Petition does not estimate or describe how Petitioners will benefit if the Petition were approved. Petitioners do not

disclose how much more water will be pumped over any specific time period. The Petition does not analyze the economic impact of the assumed benefit. Nor does the Petition estimate how the public safety of water systems will be improved. Without this information it is not possible to properly analyze whether the Petition would best serve the public interest. The State Water Board should withhold any approval of the Petition until this information is disclosed, reviewed for accuracy, and weighed against adverse project impacts.

THE PETITION IS CONTRARY TO LAW

(1) Petition Violates Water Code Section 85086

Water Code section 85086 states that any approval of the Petition "shall include appropriate Delta flow criteria." This requirement further specifies that the flow criterion is different and distinct from existing water quality control flow objectives. (Water Code, § 85086(c)(1) [stating the flow criteria is "new," focused on the "Delta ecosystem" and pursuant to "public trust" protections].) The Water Code clearly requires that the flow criteria will be developed in a new process specific to the Delta and requires the Petitioners fund the analysis for developing such criteria. (Water Code, § 85086(d).)

The Petition does not include proposed flow criteria. Instead of developing and including flow criteria in its Petition, the Petitioners state that Water Code section 85086 requirements will be satisfied by the "existing regulatory framework for the Delta provided by the WQCP and D-1641." (Petition, at 11.) The reference to the ongoing Bay Delta Plan review is not sufficient to satisfy the requirements of section 85086. First, section 85086 requires the flow criteria to be developed before approval of the Petition and be included in any approval. Second, the requirement that the flow criteria be included in the approval of the Petition indicates that Petitioners must be the parties responsible for meeting or complying with the flow criteria. The ongoing Bay Delta Plan review currently proposes to make SJTA Members responsible for meeting a portion of the water quality objectives. Third, section 85086 states that the Petitioners must fund a new process that develops flow criteria; reliance on an existing process, not funded by Petitioners, is not contemplated. Fourth, the delegation of developing flow criteria through the Bay Delta Plan presupposes or predetermines

that the objectives developed in the Bay Delta Plan review will satisfy the requirement for flow criteria. The Petition provides no support for such assumption.

In support of the Petition's reliance on the Bay Delta Plan review for the development of flow criteria, the Petition alleges Petitioners currently comply with the existing water quality requirements. This statement is not accurate or supported by historical data. Rather, since 1995, Petitioners have fully complied with Bay Delta Plan objectives in only 8 of the 21 years. Assuming arguendo that this statement is accurate, the SJTA protest regarding this issue could be resolved by an agreement in which the Petitioners are responsible for meeting existing water quality objectives and are also responsible for complying with any amendments to the water quality objectives in the future.

(2) Petition is Deficient and Fails to Properly Describe Proposed Project

Water Code section 1701.2 requires that a petition to change the terms of a permit or license shall "include all information reasonably available to the petitioner," and "include sufficient information to demonstrate a reasonable likelihood that the proposed change will not injure any other legal user of water." (Water Code, § 1701.2.) At the most basic level, these requirements require Petitioners disclose the changes to how, when, where, and at what time the diversion of water pursuant to the right will change. The Petition does not provide this information or otherwise disclose how the WaterFix Project will be operated. For example, the Petition describes the altered operations as follows:

"Construction of the north Delta intakes will allow greater flexibility in operation of both south and north Delta diversions, and better balancing of the associated water quality and hydrodynamic benefits for fish, drinking water, agriculture, and other beneficial uses. Diversions at the north Delta intake would be greatest in wetter years and lowest in drier years, when south Delta diversions would provide the majority of CVP and SWP south of Delta exports."

(Petition, at 9.) This description of operations only provides general conclusions that are not supported. Certainly this description does not satisfy Water Code section 1701's requirement to "include all information reasonably available to the petitioner." For these reasons, the Petition

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violates the requirements of Water Code section 1701.

In addition, CEQA requires a project proponent provide a "description of the project's technical, economic, and environmental characteristics." (Cal. Code Regs., tit. 14, § 15124.) The purpose of these requirements is to ensure that the impacts of a project are understood and able to be analyzed. The Petitioners fail to provide a description of the Project's technical characteristics by failing to disclose how the dual conveyance system will be operated – basic disclosure regarding the quantity and season of water diverted at the newly proposed point of diversion are not included in either the Draft Environmental Impact Report/Statement (DEIS/R) or the Petition. This lack of detail precludes stakeholders or regulatory agencies from fully understanding the timing or quantity of water that will move through pipes as opposed to through natural conveyance. This information is fundamental; the WaterFix Project cannot be analyzed without better understanding the basic operational facts of how and where water will be taken out of the system.

(3) The Petition is Premature

Water Code section 1701.2 requires all information reasonably available to Petitioners be included in the Petition. This provision requires the Petitioners withdraw their Petition and re-file after the numerous iterative regulatory processes have been completed. Only after environmental review has been completed, including satisfaction of all CEQA and NEPA requirements, should the State Water Board consider the Petition for approval. Similarly, Petitioners must complete consultation under the Endangered Species Act and receive a 401 certification before a final project can be determined. It is highly likely Petitioners compliance with these regulatory processes will result in significant modifications to the WaterFix Project. Accordingly, it would be a waste of the State Water Board's limited resources to review the existing preliminary proposal for the WaterFix Project, given the Project is likely to significantly change.

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(4) The State Water Board Cannot Rely on the Existing Environmental Documents

The Petitioners released the DEIR/S for the Bay Delta Conservation Plan project on December 9, 2013. Since that time, Petitioners revised and renamed the project "WaterFix." Petitioners recirculated the existing Draft Environmental Impact Statement/Report (DEIS/R) for the WaterFix project on July 9, 2015. Currently, the Petitioners are reviewing comments on the DEIS/R and have yet to adopt a final environmental document identifying a preferred alternative project.

Petitioners have received numerous comments on the DEIS/R. Several comments are critical and demand Petitioners make significant changes to the project. For example, the United States Environmental Protection Agency (USEPA) stated the DEIS/R is inadequate because the "impacts of the WaterFix project on the Delta ecosystem cannot be fully evaluated at this time, and any attempt to describe the environmental impacts of the project is necessarily incomplete." (USEPA Letter to USBR, at 2). In fact, the "proposed project and alternatives evaluated in the DEIS . . . defer actions necessary to protect water quality and aquatic life to the future." (*Id.*) Although the "project has been significantly revised since the initial DEIS . . . [it still] relies on modeling results that are based on the [original] BDCP alternatives . . . [which] is not necessarily representative of the environmental effects resulting from the WaterFix alternatives." (*Id.*, at 3). Other comments are similarly critical of the DEIR/S document. Given the comment and responses to the DEIS/R, it is likely that the WaterFix Project may undergo significant revision and further environmental analysis. (Cal. Code Regs., tit. 14, § 15088.5(a)(4) ("A lead agency is required to recirculate an EIR when . . . the draft EIR was so fundamentally and basically inadequate and conclusory in nature that meaningful public review and comment were precluded.").)

The State Water Board cannot rely on preliminary environmental documentation. It is likely the preferred project alternative described in the DEIS/R may undergo further changes or the environmental analysis may significantly change. For these reasons, the State Water Board cannot approve the Petition until it is able to rely on valid environmental analysis via a final environmental impact report/statement.

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1	DATED:	January 5, 2016	O'LAUGHLIN & PARIS LLP	
2 3 4 5 6			Ву	TIM O'LAUGHLIN VALERIE KINCAID, Attorneys for SAN JOAQUIN TRIBUTARIES AUTHORITY
7 8 9 10	DATED:	January 5, 2016		
11 12			By:	Phillip McMurray MERCED IRRIGATION DISTRICT
13 14 15	DATED:	January 5, 2016		
16 17 18			Ву:	Datharte
19 20 21				Anna Brathwaite MODESTO IRRIGATION DISTRICT
22 23 24	DATED:	January 5, 2016	O'LA	UGHLIN & PARIS LLP
25 26 27 28			Ву:	TIM O'LAUGHLIN VALERIE KINCAID, Attorneys for OAKDALE IRRIGATION DISTRICT

1 2	DATED:	January 5, 2016		
3				MULL
4			By:	
5				Ken Robbins SOUTH SAN JOAQUIN
6				IRRIGATION DISTRICT
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8	DATED:	January 5, 2016		
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10				Cary Hashimoto
11			By:	TURLOCK IRRIGATION DISTRICT
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1	Re: Before the California State Water Resources Control Board Public Hearing to Determine Requested Changes in WaterRights of the					
2	Department of Water Resources and U.S. Bureau of Reclamation for the California WaterFix Project					
3	San Joaquin Tributaries Authority's Protest to Phase 2 of the Petition					
4	DDOOF OF SEDVICE DV EMAIL (MAIL					
5	PROOF OF SERVICE BY EMAIL/MAIL (Government Code §11440.20)					
6						
7	I, Linda L. Wood, declare that:					
8 9	I am employed in the County of Sacramento, State of California. I am over the age of eighteen years and not a party to the within cause. My business address is 2617 K Street, Suite 100, Sacramento, CA 95814. On this date, in the following manner, I served the foregoing document(s) identified as:					
10 11	THE SAN JOAQUIN TRIBUTARIES AUTHORITY'S PROTEST TO PHASE 2 OF THE PETITION REQUESTING CHANGES IN WATER RIGHTS OF THE DEPARTMENT OF WATER RESOURCES AND U.S. BUREAU OF RECLAMATION FOR THE					
12	CALIFORNIA WATERFIX PROJECT					
13						
14	►►► UNITED STATES MAIL [CCP §1013]: I enclosed the documents in a sealed envelope addressed to the following persons and placed the envelope for collection and mailing, following our ordinary business practices. I am readily familiar with our practice for collection and processing					
15 16	correspondence for mailing. On the same day that the correspondence is placed for collection and mailing, it is deposited in the ordinary course of business with the United States Postal Service, in a sealed envelope with postage thereon fully prepaid at Chico, California addressed as below:					
17 18	FACSIMILE: Based on prior consent, I caused the documents to be sent to the following persons via telecopier/facsimile machine a true copy thereof to the parties indicated below:					
19 20	OVERNIGHT DELIVERY [CCP §1013(c)]: I enclosed the documents in a sealed envelope provided by an overnight delivery carrier and addressed it to the persons identified below. I placed said envelope for collection at a regularly utilized drop box of the overnight carrier.					
21 22 23	▶▶▶ E-MAIL [CCP §1010.6]: Based on pending consent of the parties, and/or court order or an agreement of the parties to accept service by e-mail, I caused the documents to be sent to the following persons at the following e-mail address, and did not receive, within a reasonable time after the transmission, any electronic message or other indication that the transmission was unsuccessful:					
24 25	PERSONAL DELIVERY [CCP §415.10] I arranged to have the documents personally delivered to the office of the persons identified below on:					
26 27 28	SEE ATTACHED SERVICE LIST					

SERVICE LIST 1 2 California Department of Water Resources c/o James Mizell 3 1416 Ninth Street, Room 1104 Sacramento, CA 95818 4 Email: James.Mizell@water.ca.gov 5 6 U.S. Bureau of Reclamation 7 c/o Amy Aufdemberge U.S. Department of Interior 8 Office of Regional Solicitor, Pacific Southwest Region 2800 Cottage Way Sacramento, CA 95825-1898 10 Email: Amy.Aufdemberge@sol.doi.gov 11 12 I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct, and that this declaration was executed on January 5, 2016, at Sacramento, California. 13 14 Inda A. Wood 15 16 Linda L. Wood, Legal Assistant 17 18 19 20 21 22 23 24 25 26 27 28