## **3 16.1 Environmental Setting/Affected Environment**

4 This section discusses the socioeconomics study area (the area in which impacts may occur), which 5 comprises Sacramento, San Joaquin, Yolo, Solano, and Contra Costa Counties, collectively referred to 6 as the Delta region in this chapter. This area includes the entire Plan Area (the area covered by the 7 BDCP); which is largely formed by the statutory borders of the Delta, along with areas in Suisun 8 Marsh and the Yolo Bypass. The Delta is a maze of islands and channels at the confluence of the 9 Sacramento and San Joaquin rivers. The Delta is located within portions of Contra Costa, 10 Sacramento, San Joaquin, Solano, and Yolo counties and includes portions or all of the cities of 11 Sacramento, Isleton, Elk Grove, West Sacramento, Rio Vista, Pittsburg, Antioch, Oakley, Brentwood, 12 Stockton, Lathrop, Manteca, Tracy, and Lodi. Most of the population resides along the boundaries of 13 the Delta. The Delta has a distinctive social, cultural, and natural heritage that reflects a long history 14 of agricultural and recreational industries and water supply and flood control infrastructure 15 including canals, sloughs, and pipelines conveying water from the Delta to the Central Valley, San 16 Francisco Bay, and southern California.

17 Existing socioeconomic conditions in the Delta region and the effect of the proposed project, 14 18 action alternatives, and No Action Alternative on socioeconomic conditions are discussed in this 19 chapter for the chapter's study area. The description is both quantitative and qualitative, and 20 focuses on community character, social and economic characteristics, population, housing, 21 employment, and income at regional levels, and satisfies NEPA's requirements regarding 22 socioeconomic impacts. CEOA does not require a discussion of socioeconomic effects, except where 23 they would result in reasonably foreseeable adverse physical changes to the environment. Under 24 CEQA social or economic effects alone shall not be treated as significant effects (State CEQA 25 Guidelines §§ 15064(f), 15131). DWR's Economic Analysis Guidebook (California Department of 26 Water Resources 2008a) also provides guidance regarding the economic assessments that should be 27 conducted from project formulation through implementation. These include cost effectiveness, 28 benefit-cost, socioeconomic impacts, risk and uncertainty, and financial analyses. Additional 29 information on individual racial/ethnic groups, low-income populations, and poverty levels is 30 presented in Chapter 28, Environmental Justice, Section 28.2.

## **16.1.1 Potential Socioeconomics Effects Area**

32 This chapter describes socioeconomics effects in the Delta region. The study area for the 33 socioeconomics analysis comprises Sacramento, San Joaquin, Yolo, Solano, and Contra Costa 34 Counties, collectively referred to as the Delta region. The discussion of the Delta region describes the 35 existing socioeconomic conditions of the statutory Delta and the surrounding Delta counties. 36 Potential effects related to changes in SWP and CVP deliveries are also described for those 37 hydrologic regions that receive water from the Delta: San Francisco Bay, Sacramento River, San 38 Joaquin River, Central Coast, South Coast, Tulare Lake, South Lahontan, and Colorado River. For 39 more information on these regions, see Chapter 30, Growth Inducement and Other Indirect Effects, 40 Section 30.1.3, and for a map of the hydrologic regions, see Figure 6-1 in Chapter 6, Surface Water.

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#### 1 16.1.1.1 Statutory Delta

Socioeconomic conditions in the Delta region are described below for population and housing,
employment and labor force trends, prominent business and industry types, government and
finance, and additional discussion of the recreation and agriculture sectors based on their
contributions to the regional economy.

6 The socioeconomic conditions are described for a larger area than the statutory Delta, because it is 7 anticipated that construction and operation of BDCP conservation measures, as described in Chapter

anticipated that construction and operation of BDCP conservation measures, as described in Chapter
 3, *Description of Alternatives*, Section 3.3.1, would potentially affect not only the statutory Delta, but

9 also a larger area that covers parts of the Delta counties surrounding the statutory Delta.
10 Additionally, data for some conditions, such as employment-by-industry information, are available

11 only at the county level. As a result, discussion of the Delta region covers specific characteristics of

12 the communities in the statutory Delta and a summary of information at the county level. Figure 1-9

13 in Chapter 1, *Introduction*, shows the counties and communities in the Delta region. The following

14 discussion is focused on Contra Costa, Sacramento, San Joaquin, Solano, and Yolo Counties.

#### 15 **Delta Community Overview**

16 Numerous communities with populations ranging from thousands (e.g., Pittsburg) to a few hundred 17 (e.g., Locke) are located in Contra Costa, Sacramento, San Joaquin, Solano, and Yolo Counties. 18 Surrounding these communities are farms, ranches, orchards, and vineyards, most of which have 19 residences associated with them that are not in a delineated community, but are socially tied to a 20 community through general proximity or public services (e.g., school district boundaries and public 21 service delivery areas). The Delta Reform Act of 2009 designated a number of unincorporated 22 Legacy Communities in the Delta, including Bethel Island, Clarksburg, Courtland, Freeport, Hood, 23 Isleton, Knightsen, Rio Vista, Ryde, Locke, and Walnut Grove. These communities exemplify the 24 Delta's unique cultural history and contribute to the sense of the Delta as a place. In addition to 25 recognized cities and communities, the Delta also includes numerous small, recreational areas 26 (including campgrounds, marinas, recreational vehicle parks, and vacation homes) that are popular 27 throughout the spring and summer months.

- Many Delta residents, whether full time or seasonal, are drawn to the area by the recreational opportunities afforded by the approximately 1,000 miles of waterways and multiple islands of the Delta. For many Delta residents, especially those arriving in more recent years, choosing to reside in the Delta is based on a desire to combine the urban lifestyles in nearby Sacramento and the Bay Area with a physical setting that provides relatively easy access to an extensive system of waterways.
- The unique landscape, heritage, and recreational opportunities found in the Delta combine to create a distinctive environment that supports its own social and cultural character. The combination of the physical and biological environment with the social, economic, and cultural character of the Delta communities creates a unique regional framework
- 36 Delta communities creates a unique regional framework.
- 37 Beyond the physical boundaries of the Delta, there are people who are connected to the Delta
- 38 because of their business needs, their recreation interests, and social activities. For the people who
- 39 reside outside the Delta, there is a sense of being part of the community because of the social
- 40 interaction, common ties, and common appreciation of the Delta environment shared among
- 41 residents and visitors. Different user groups may have a sense of being part of the larger Delta
- 42 community because of shared values that are linked to the Delta landscape and resources.

#### 1 Geographic Distribution and Characterization of Population in the Delta

The demographic composition of the Delta varies greatly. It can be characterized by small towns and
dispersed rural residences in the interior of the Delta, and large urban areas on the periphery. In
general, the population density of the inner Delta is very low. Most of the population resides in or
near the peripheral urban areas. The highest concentration of people is in the urban centers of
Sacramento to the north, Antioch and Pittsburg to the west, and Stockton and Tracy to the southeast.
The small rural communities of Freeport, Isleton, and Thornton also are in the interior of the Delta.

8 The population in the interior of the Delta is centered around several rural communities, including 9 Clarksburg, Courtland, Hood, Isleton, and Walnut Grove/Locke/Ryde (Delta Protection Commission 10 2012). These communities have experienced land use restrictions that inhibit urban development 11 within the Primary Zone of the Delta, an area generally representing the inner Delta, defined by the 12 Delta Protection Commission for the purposes of land use planning (see Figure 13-1 in Chapter 13, 13 Land Use, for a map of the Primary Zone of the Delta and the Secondary Zone, another area identified 14 for land use planning purposes, which lies outside of the Primary Zone). As a result of passage of the 15 Delta Protection Act of 1992 and implementation of the Delta Protection Commission's Land Use and 16 Resource Management Plan for the Primary Zone of the Delta in 1995, expansion of urban 17 development in these communities is generally not allowed unless proponents can demonstrate that 18 implementing their projects would not result in loss of wetlands or riparian habitat, will not degrade 19 water quality, will not interfere with migratory birds or public access, will not harm agricultural 20 operations, and will not degrade levees or expose the public to increased flood hazards (Delta 21 Protection Commission 2005). The Delta Protection Act requires the Delta Protection Commission to 22 prepare, adopt, review, and maintain a comprehensive long-term resource management plan for 23 land uses within the Primary Zone. The most recent Land Use and Resource Management Plan (Delta 24 Protection Commission 2011) was adopted in 2011.

25 In addition to more densely populated Delta communities in the Primary Zone, numerous residences 26 are scattered throughout the Delta islands and are either associated with agricultural parcels or are 27 more estate-style residences used as vacation or leisure residences. Among the Delta islands in the 28 interior of the Delta, Brannan-Andrus Island, Bethel Island, Byron Tract, New Hope Tract, and 29 Sargent Barnhart Tract historically have had the highest populations (California Department of 30 Water Resources 1995), although determining the populations of these individual islands is difficult 31 because of seasonal changes in the recreation-associated residency and the presence of temporary 32 agricultural workers on some islands, which can skew census tabulations. Some islands in the Delta 33 are dedicated solely to agriculture or natural habitat, including McCormack-Williamson Tract, 34 Kimball Island, and Coney Island.

35 The population of the Delta is relatively diverse as a result of its unique cultural history, the 36 presence of seasonal farm workers, and increasing development within the larger Delta 37 communities. There are high proportions of minority residents in both urban and rural areas. 38 Historically, many of the agricultural areas in the interior of the Delta exhibit high proportions of 39 minority residents, including Hispanics, Asians, and African-Americans because of a combination of 40 historical and recent settlement trends. Chapter 28, Environmental Justice, Sections 28.2.1 and 41 28.2.2, further discusses the demographics of minority populations in the Delta. Population 42 estimates and growth trends for counties and communities located in the Delta are provided in 43 Section 16.1.1.2, Population of the Delta. Photographs included in Appendix 16B, Community 44 *Characterization Photographs*, also provide context for the character of Delta communities.

#### 1 Economy

- 2 The economy of the interior of the Delta generally revolves around agriculture and tourism. This
- contrasts with the economies of the more urban and suburban communities on the periphery of the
   Delta that are generally tied to the more urban, diversified economies of Sacramento and the San
   Francisco Bay Area and are loss dependent on tourism and agriculture
- 5 Francisco Bay Area and are less dependent on tourism and agriculture.
- 6 The economy of the Delta is rooted in agriculture. For decades, the agricultural fields grew some of
- 7 California's most well-known crops, including asparagus and pears. Agriculture became the primary
- 8 economic driver in the Delta because of the rich soil, ample water supply, and proximity of urban
- 9 markets; and agriculture fostered a diverse population in terms of race and ethnicity. The
- 10 waterways of the Delta have been used to transport agricultural products to urban centers, such as
- 11 Stockton or Sacramento for processing, packing, and shipment.
- Today, the agricultural sector is still important in the Delta, but changes in mechanization and
   processing have resulted in a much smaller proportion of residents participating in agriculture than
   during the early part of the 20th century. Viniculture is growing in economic importance for some
   Delta communities. Concentrated around Clarksburg, 11 different appellation vintners have either
   lands or wineries in the Delta.
- 17 Tourism and recreation are the next most important economic drivers in the Delta. The Delta is a
- 18 recreation destination for boating, fishing, waterskiing, and windsurfing. Because the communities
- 19 in the interior of the Delta were established primarily for their easy access to the water, Delta
- communities are easily reached destinations for boaters and recreationists traveling through the
   area. As some areas have become key destinations for recreational users, the tourist activity
- area. As some areas have become key destinations for recreational users, the tourist activity
   supports additional services and businesses. Some of the recreationally-oriented communities have
- restaurants, cafes, retail shops, and service providers near the local dock or marina.

### 24 County Profiles

Key socioeconomic characteristics of each county and the main communities in the Delta region are
described based on available data, as presented in Section 16.1.1.2 through Section 16.1.1.7.

#### 27 Contra Costa County

- 28 The southwestern portion of the Delta lies in Contra Costa County, which extends from the Delta on
- its eastern and northeastern boundary to San Francisco Bay and San Pablo Bay on the west.
- 30 Identified communities in Contra Costa County that are in the statutory Delta are Bay Point,
- 31 Discovery Bay, and Knightsen. Communities in Contra Costa County that are partially in the
- 32 statutory Delta include Antioch, Bethel Island, Brentwood, Byron, Oakley, and Pittsburg.
- In 2010, more than 290,000 people, almost 28% of the county's population, resided in communities
   located partially or completely in the Delta. Of these, Antioch has the largest population, at 102,372
   residents, and Byron has the smallest, at 1,277 residents.
- As shown in Table 16-3, approximately 60% of the county's population is between the ages of 20
  and 64. The county as a whole is 52% minority,<sup>1</sup> with communities that are partially located in the

<sup>&</sup>lt;sup>1</sup> The Council on Environmental Quality (CEQ) defines the term "minority" as persons from any of the following U.S. Census Bureau categories for race: Black/African American, Asian, Native Hawaiian and Other Pacific Islander, and American Indian or Alaska Native. Additionally, for the purposes of this analysis, "minority" also includes all other nonwhite racial categories, such as "some other race" and "two or more races." The CEQ also concluded that

- Delta ranging from 20 to 80% minority composition (U.S. Census Bureau 2011). The minority
   population in these communities ranges from 20% in Bethel Island to a high of 80% in Pittsburg.
- 3 More than 20% of residents in the communities of Antioch, Bay Point, Brentwood, Knightsen,
- 4 Oakley, and Pittsburg were in the age range of 5 to 19 years, with larger proportions between the
- 5 ages of 20 and 64. In contrast, Bethel Island, an age-restricted community, was the only one of these
- 6 communities with more than 20% in the age range of 65 years and above. Most residents in these
- 7 communities live in owner-occupied housing (U.S. Census Bureau 2011).
- 8 The 2006-2010 average per capita income in Contra Costa County was \$37,818, and the median 9 household income was \$78,385, with 9% of the population living below the poverty level.<sup>2</sup> The 10 communities that are partially located in the Delta are similar in income profile to the county as a 11 whole, and have from 3 to 22% of the population living below the poverty line. Both the per capita 12 income and median household income of the county were higher than the state as a whole, and the 13 percentage of persons living below the poverty level was lower than that of the state (U.S. Census 14 Bureau 2012a).
- 15 From 2000 through 2012, the county's labor force grew at a rate of 0.5%, with 525,400 residents in 16 the labor force as of 2012. Of these, 474,900 are employed, resulting in a current unemployment 17 rate of 9.6%, lower than the statewide unemployment rate (California Employment Development 18 Department 2012a). Contra Costa County is home to a wide range of businesses. Various major 19 corporations have their headquarters in the county, including Chevron, The PMI Group Inc., and Bio-20 Rad. The county has a substantial heavy industrial and manufacturing sector. Business, professional, 21 and financial services are another large portion of the economy (California Employment 22 Development Department 2008).

#### 23 Sacramento County

- Sacramento County extends from the low Delta lands between the Sacramento and San Joaquin
  Rivers north to about 10 miles beyond the State Capitol and east to the foothills of the Sierra Nevada.
  The Sacramento, Mokelumne, and San Joaquin Rivers form the southern border of Sacramento
  County in the Delta.
- 28 The Delta lies in the southwestern region of the county. Sacramento County communities completely
- 29 within the Delta include Courtland, Freeport, Hood, Isleton, Locke, and Walnut Grove. Additionally,
- 30 small portions of the cities of Sacramento and Elk Grove lie partially within the Delta. In 2010,
- 31 469,498 people, or 33% of Sacramento County's population, resided in communities lying at least
- 32 partially within the Delta. Most of the county population resides in Sacramento and its suburbs
- 33 outside the statutory Delta. Of Sacramento County's eight communities in the Delta, Sacramento has
- 34 the largest population, with 466,488 residents; however, most of the population does not live within 25 the Data Ergenert and Head have the smallest nonvelations, each with forwar than 1,000 residents
- 35 the Delta. Freeport and Hood have the smallest populations, each with fewer than 1,000 residents.

persons identified by the U.S. Census Bureau as ethnically Hispanic, regardless of race, should be included in minority counts (CEQ 1997).

<sup>&</sup>lt;sup>2</sup> The U.S. Census Bureau defines the term "poverty level" by using the Office of Management and Budget's Statistical Policy Directive 14. Income thresholds are used to determine who is in poverty. If a family's total income is less than a specified threshold, the family is considered in poverty. Poverty levels do not vary geographically (U.S. Census Bureau 2010b).

- 1 As shown in Table 16-3, approximately 60% of the county's population is between the ages of 20
- and 64. The total minority population in the county is about 52%; however, in the communities that
  are totally located in the Delta, the percentage of the population identified as minority ranges from
  21% (Francest) to 66% (Head)
- 4 21% (Freeport) to 66% (Hood).

More than 20% of residents in the communities of Courtland, Hood, Isleton, Sacramento, and Walnut
Grove were in the age range of 5 to 19 years, with larger proportions between the ages of 20 and 64.
In contrast, the community of Freeport was the only one of these communities with more than 20%
in the age range of 65 years and above. In Courtland, Freeport, Sacramento, and Walnut Grove, fewer
than half of residents live in owner-occupied housing units. In Hood and Isleton, a majority of
residents live in owner-occupied units (U.S. Census Bureau 2011).

- 11The 2006-2010 per capita income in Sacramento County was \$26,953, and the median household12income was \$56,439, with 14% of the population living below the poverty line (U.S. Census Bureau132012a). While the income averages are lower than those of the state, the level of poverty roughly14matches the state average percentage of persons living below the poverty limit. The communities in15the Delta have a range in percentages of persons living below the poverty line, ranging from 10% to16about 17%.
- 17 From 2000 to 2012, the Sacramento County labor force annual growth rate was 0.9%, with

667,800 residents in the labor force as of 2012 with an unemployment rate of 11.2%, slightly lower
than the state unemployment rate of 11.3% (California Employment Development Department
20 2012a, 2012b). In addition to the State of California, major employers include school districts,

21 healthcare facilities, and the agricultural industry (County of Sacramento 2009a).

#### 22 San Joaquin County

- Communities in San Joaquin County that are located in the Delta include French Camp, Terminous,
  Thornton, and the cities of Lathrop, Stockton, and Tracy. In 2010, the San Joaquin County population
  living in communities lying at least partially within the Delta was more than 393,000, about 57% of
  the county's population. Of San Joaquin County's communities partially or entirely located in the
  Delta, Stockton has the largest population at 291,707, followed by Tracy with 82,922 residents.
  Terminous is smallest, with a population of 381.
- As shown in Table 16-3, approximately 57% of the county's population is between the ages of 20
  and 64. The total minority population of the county is about 64%. In communities that lie at least
  partially within the Delta, the minority population ranges from 18% in Terminous to 77% in
  Stockton.
- More than 25% of residents in the communities of Lathrop, Stockton, and Tracy were in the age range of 5 to 19 years, with larger proportions between the ages of 20 and 64. In contrast, the community of Terminous was the only one of these communities with more than 20% in the age range of 65 years and above. In all of these communities, more than half of residents live in owneroccupied housing units (U.S. Census Bureau 2011).
- 38 The 2006–2010 per capita income in San Joaquin County was \$22,851, and the median household
- 39 income was \$54,341, with 14% of the population living below poverty level (U.S. Census
- 40 Bureau 2012a). These income figures are lower than the California average and this poverty rate is
- 41 higher than the state's as a whole. Of the communities that are located in the Delta, the percentage of
- 42 persons living in poverty ranged from 8% in Lathrop to about 20% in Stockton.

- 1 In 2012, there were 299,400 residents in the county's labor force. Of these, 249,900 persons were
- 2 employed, resulting in an unemployment rate of 16.5%. This was far greater than the state's
- 3 unemployment rate of 11.3% (California Employment Development Department 2012a and 2012b).
- 4 Major employment sectors in the county include agriculture, manufacturing, and wholesale and
- 5 retail trade (County of San Joaquin 2009a; California Employment Development Department 2009).

#### 6 Solano County

- 7 Located approximately 45 miles northeast of San Francisco and 45 miles southwest of Sacramento,
- 8 Solano County supports a mix of agricultural and suburban areas. It covers 909 square miles,
- 9 including 84 square miles of open water and 675 square miles of rural land (County of Solano
- 2009a). The southeastern part of Solano County lies in the Delta. Rio Vista is the only community in
   Solano County identified in this analysis as lying partially or completely within the Delta and
- representing only about 2% of the county's population. As shown in Table 16-3, approximately 61%
- of the county's population is between the ages of 20 and 64. The total minority population of the
   county is about 59% while minorities comprise 26% of the population of Rio Vista. In communities
   that lie at least partially within the Delta, the minority population ranges from 18% in Terminous to
- 16 77% in Stockton.
- Fewer than 15% of residents in Rio Vista were in the age range of 5 to 19 years, with 50% between
  the ages of 20 and 64 and more than 32% aged 65 or older. More than 75% of residents of Rio Vista
  live in owner-occupied housing units (U.S. Census Bureau 2011).
- The county's 2006–2010 per capita income was \$28,649, and the median household income was
  \$68,409. The percentage of persons living below the poverty level was 10% (U.S. Census
  Bureau 2012a). While the per capita income of Solano County is lower than the state average, the
  median household income surpasses that of the state and the poverty rate is lower that the
  statewide rate. The community of Rio Vista had 10% of residents living below the poverty line.
- In 2012, Solano County reported 217,900 residents in the labor force. Of these, 194,300 persons
  were employed, resulting in an unemployment rate of 10.8%, lower than the state unemployment
  rate of 11.3% (California Employment Development Department 2012a). Solano County restricts
  urban residential and commercial development outside cities, thus preserving approximately 80%
  of the land for open space or agricultural use. In addition to agriculture, the Solano County is home
  to biotechnology and other growth industries.

### 31 Yolo County

- The southeast portion of Yolo County lies in the Delta. The communities in Yolo County that are in the Delta include Clarksburg and West Sacramento. In 2010, the population of these communities was more than 49,000, accounting for about 24% of the county population. Of Yolo County's two communities in the Delta, West Sacramento has the larger population, with 48,744 residents, while Clarksburg supports 418 residents.
- As shown in Table 16-3, approximately 62% of the county's population is between the ages of 20
  and 64. The total minority population of the county is about 50%. In communities that lie at least
  partially within the Delta, the minority population ranges from 33% in Clarksburg to 53% in West
  Sacramento.
- About 20% of residents in the communities of Clarksburg and West Sacramento were in the age
  range of 5 to 19 years, with larger proportions between the ages of 20 and 64. In both of these

- communities, more than half of residents live in owner-occupied housing units (U.S. Census
   Bureau 2011).
- 3 The 2006–2010 per capita income in Yolo County was \$27,420, and the median household income
- 4 was \$57,077 (U.S. Census Bureau 2012a). The percentage of persons living below the poverty level
- 5 was 17%, compared with the state average of 14% (U.S. Census Bureau 2012a). Additionally, the per
- 6 capita income and median household income for Yolo County are lower than the state averages.
- 7 West Sacramento had a similar percentage of residents living below the poverty line, at 17%.

8 In 2012, Yolo County had 99,300 persons in the labor force, and an unemployment rate of 13.9%,

- 9 more than two percentage points higher than the unemployment rate of the state (California
- Employment Development Department 2012a). Yolo County is home to the Port of Sacramento,
  which ships out 1.3 million tons of the county's agricultural products, such as rice, wheat, and
  safflower seed, to worldwide markets (County of Yolo 2009a). Agriculture, education, health care,
- 13 and services are leading sources of employment.

#### 14 **16.1.1.2** Population of the Delta

#### 15 **Population and Growth Trends**

16The Delta Protection Commission's Economic Sustainability Plan for the Sacramento-San Joaquin17Delta reported a growth rate of about 54% within the statutory Delta between 1990 and 2010, as18compared with a 25% growth rate statewide during the same period (Delta Protection Commission192012). The report also indicated that population growth had occurred in the Secondary Zone of the20Delta but not in the Primary Zone (see Figure 13-1 for a map of the Primary and Secondary Zones of21the Delta, as defined by the DPC), and that population in the central and south Delta areas had22decreased since 2000.

Table 16-1 illustrates past, current, and projected population trends for the five counties in the
Delta. As of 2010, the combined population of the Delta counties was approximately 3.8 million.
Sacramento County contributed 37.7% of the population of the Delta counties, and Contra Costa
County contributed 27.8%. Yolo County had the smallest population (200,849 or 5.3%) of all the
Delta counties.

#### 28 Table 16-1. Delta Counties and California Population, 2000–2050

Area	2000 Population (millions)	2010 Population (millions)	2020 Projected Population (millions)	2025 Projected Population (millions)	2050 Projected Population (millions)
Contra Costa County	0.95	1.05	1.16	1.21	1.50
Sacramento County	1.23	1.42	1.56	1.64	2.09
San Joaquin County	0.57	0.69	0.80	0.86	1.29
Solano County	0.40	0.41	0.45	0.47	0.57
Yolo County	0.17	0.20	0.22	0.24	0.30
Delta Counties	3.32	3.77	4.18	4.42	5.75
California	34.00	37.31	40.82	42.72	51.01
Sources: California De	partment of Fina	ance 2012a.			

For the 10-year period between 2000 and 2010, the population of the Delta counties increased at an average annual rate of 1.37% (13.7% in total), with the greatest rate of population growth occurring in San Joaquin County. Population growth in Solano County during this 10-year period was the slowest (0.43% per year). The state showed about a 1% annual growth rate in population during this period, slower than that of the Delta counties combined.

Growth projections through 2050 indicate that all counties overlapping the Delta are projected to
grow at a faster rate than the state as a whole. Total population in the Delta counties is projected to
grow at an average annual rate of 1.2% through 2030 (California Department of Finance 2012a).

9 Table 16-2 presents more detailed information on populations of individual communities in the 10 Delta. Growth rates from 2000 to 2010 were generally higher in the smaller communities than in 11 larger cities such as Antioch and Sacramento. This is likely a result of these communities having 12 lower property and housing prices, and their growth being less constrained by geography and 13 adjacent communities.

- 14 Population density varies widely across the Delta region. Analysis done for the Delta Risk
- 15 Management Strategy (California Department of Water Resources 2008c) indicated several Delta
- islands with fewer than 20 residents. In contrast, some cities are wholly or partly within the
   statutory Delta (e.g., Sacramento and Stockton) and have densities exceeding 3,000 residents per
- 18 square mile. Smaller communities in the Delta, such as Walnut Grove, have population densities as
- 19 low as 200 residents per square mile (U.S. Census Bureau 2000).

#### 20 Age Distribution

The *Economic Sustainability Plan for the Sacramento-San Joaquin Delta* described a relatively young
 age class throughout the Delta with a slightly older population within the Primary Zone (Delta
 Protection Commission 2012). The report also indicated that there were a higher percentage of
 households with two or fewer residents in the Primary Zone than in the rest of the Delta or
 statewide.

Age distribution in the Delta is shown in Table 16-3. The age composition of people residing in the
Delta was generally similar to that of the state. The median ages in the five Delta counties ranged
from 30 to 38, consistent with the state's median age of 34.5.

1 Table 10-2. Denta communities ropulation, 2000 and 20
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Community	2000	2010	Average Annual Growth Rate 2000–2010				
Contra Costa County							
Incorporated Cities and	Towns						
Antioch	90,532	102,372	1.3%				
Brentwood	23,302	51,481	12.1%				
Oakley	25,619	35,432	3.8%				
Pittsburg	56,769	63,264	1.1%				
Small or Unincorporated	l Communities						
Bay Point	21,415	21,349	-0.0%				
Bethel Island	2,252	2,137	-0.5%				
Byron	884	1,277	4.5%				
Discovery Bay	8,847	13,352	5.1%				
Knightsen	861	1,568	8.2%				
Sacramento County							
Incorporated Cities and	Towns						
Isleton	828	804	-0.3%				
Sacramento	407,018	466,488	1.5%				
Small or Unincorporated	l Communities						
Courtland	632	355	-4.4%				
Freeport and Hood	467	309 <sup>a</sup>	-3.4%				
Locke	1,003	Not available	_				
Walnut Grove	646	1,542	13.9%				
San Joaquin County							
Incorporated Cities and	Towns						
Lathrop	10,445	18,023	7.3%				
Stockton	243,771	291,707	2.0%				
Tracy	56,929	82,922	4.6%				
Small or Unincorporated	l Communities						
Terminous	1,576	381	-7.6%				
Solano County							
Incorporated Cities and	Towns						
Rio Vista	4,571	7,360	6.1%				
Yolo County							
Incorporated Cities and	Towns						
West Sacramento	31,615	48,744	5.4%				
Small or Unincorporated	l Communities						
Clarksburg	681	418	-3.9%				
Sources: U.S. Census Bur	eau 2000; U.S. Census	Bureau 2011.					
<sup>a</sup> Freeport had a popula	tion of 38; Hood had a	population of 271.					

<sup>2</sup> 

	Contra		San						
Population	Costa	Sacramento	Joaquin	Solano	Yolo	Delta			
Segment	County	County	County	County	County	Counties	California		
Total	1,049,025	1,418,788	685,306	413,344	200,849	3,767,312	37,253,956		
Population									
<e td="" woorsa<=""><td>67,018</td><td>101,063</td><td>54,228</td><td>26,852</td><td>12,577</td><td>261,738</td><td>2,531,333</td></e>	67,018	101,063	54,228	26,852	12,577	261,738	2,531,333		
	6.4%	7.1%	7.9%	6.5%	6.3%	6.9%	6.8%		
E 10 mag	220,495	303.612	169,357	86,370	44,246	824,080	7,920,709		
5–19 years <sup>a</sup>	21.0%	21.4%	24.7%	20.9%	22.0%	21.9%	21.3%		
20.64 waard	631,074	855,562	390,540	253,275	124,255	2,254,706	22,555,400		
20-04 years"	60.2%	60.3%	57.0%	61.3%	61.9%	59.8%	60.5%		
(EL woons)	130,438	158,551	71,181	46,847	19,771	426,788	4,246,514		
65+ years"	12.4%	11.2%	10.4%	11.3%	9.8%	11.3%	11.4%		
Median Age	38.5	34.8	32.7	36.9	30.4	35.4	35.2		
Source: U.S. Cer	Source: U.S. Census Bureau 2011.								
<sup>a</sup> Percentages	are of the tota	l population.							

#### 1 Table 16-3. Delta Counties and California Age Distribution, 2010

2

Most communities in the Delta had an age distribution consistent with that of the counties and state
as a whole. However, a few communities, such as Bethel Island, Terminous, and Rio Vista, had a
greater percentage of the population at or near retirement age (U.S. Census Bureau 2012a).

#### 6 **16.1.1.3** Housing in the Delta

#### 7 Housing Unit Trends

8 Table 16-4 illustrates the distribution of housing units in the Delta as a whole, in each of the five 9 counties, and in California. It also provides information on housing units for incorporated Delta 10 communities. As of 2010, there were 1.4 million housing units within Delta counties, representing 10.4% of the housing units in the state. Sacramento County, with the largest population in the five-11 12 county Delta region, also contained the most housing units in the region in 2010. Yolo County, with 13 the smallest population in the Delta region, also had the fewest housing units. Recent growth in the 14 number of housing units has been greatest in San Joaquin County. Contra Costa County registered 15 the lowest increase in housing units. These patterns are consistent with the population growth 16 discussed previously.

From 2000 to 2010, the Delta counties experienced a 1.6% average annual growth in the total
number of housing units. This is higher than the state growth rate of 1.1%. During this 10-year
period, San Joaquin County had the greatest increase in the number of housing units in the Delta
region, with an additional 40,667 units being built (a 21% increase, or 2.15% average annual
growth). However, over the past several years, Delta region counties, along with many other areas,
have experienced a general decline in housing demand.

- Housing density varies greatly across the Delta region, corresponding to the variation in population
   density. Some Delta islands contain fewer than five housing units. As a result, substantial areas in
- the statutory Delta contain fewer than 20 housing units. As a result, substantial areas in the statutory Delta contain fewer than 20 housing units per square mile (California Department of

- 1 Water Resources 2008c). In contrast, cities that are wholly or partly within the statutory Delta, such
- 2 as Sacramento and Stockton, contain more than 1,000 housing units per square mile. The housing
- 3 density of small communities in the Delta generally falls in between these extremes; Walnut Grove,
- 4 for example, contains about 90 housing units per square mile (U.S. Census Bureau 2000).

Area	2000	2010	Average Annual Growth Rate 2000–2010
Contra Costa County	354,577	400,268	1.3%
Antioch	30,116	34,146	1.3%
Brentwood	7,788	17,715	12.7%
Oakley	7,946	11,104	4.0%
Pittsburg	18,300	21,056	1.5%
Sacramento County	474,814	556,208	1.7%
Isleton	384	378	-0.2%
Sacramento	163,957	195,446	1.9%
San Joaquin County	189,160	229,827	2.1%
Lathrop	2,991	5,061	6.9%
Stockton	82,042	97,085	1.8%
Tracy	18,087	25,596	4.2%
Solano County	134,513	153,280	1.4%
Rio Vista	1,974	3,771	9.1%
Yolo County	61,587	74,224	2.1%
West Sacramento	12,133	18,677	5.4%
Delta Counties	1,214,651	1,413,807	1.6%
California	12,214,550	13,591,866	1.7%

#### 5 Table 16-4. Housing Units in Delta Counties, Delta Communities, and California, 2000 and 2010

Source: California Department of Finance 2012b.

Note: Data available for incorporated communities only.

#### 6

#### 7 Housing Type Trends

8 Housing type trends among the five counties and selected communities in the Delta are given in 9 Table 16-5. Of the Delta counties, Sacramento County had the highest number of single-family and 10 multifamily homes. In 2010, Sacramento County had 391,958 single-family and 148,453 multifamily homes. Yolo County had the fewest single-family and multifamily homes during the period, with 11 12 48,012 single-family units and 22,484 multifamily units in 2010. Of the Delta counties, San Joaquin 13 County displayed the greatest annual growth rate in single-family homes over the period (2.7%) and 14 the lowest annual growth rate in multifamily housing (0.6%). Yolo County had the second highest 15 growth rate in single-family housing and the highest growth rate in multifamily housing of the Delta 16 counties.

	2000 2010		Average Annual Growth Rate 2000–2010					
	Single-		Single-		Single-			
Area	Family	Multifamily	Family	Multifamily	Family	Multifamily		
Contra Costa County	261,990	85,008	298,145	94,488	1.4%	1.1%		
Antioch	24,283	5,564	28,016	5,861	1.5%	0.5%		
Brentwood	6,768	672	16,122	1,242	13.8%	8.5%		
Oakley	7,363	164	10,123	560	3.7%	24.1%		
Pittsburg	13,240	4,390	15,805	4,570	1.9%	0.4%		
Sacramento County	329,308	130,022	391,958	148,453	1.9%	1.4%		
Isleton	224	113	223	108	0.0%	-0.4%		
Sacramento	107,257	53,029	127,660	64,100	1.9%	2.1%		
San Joaquin County	140,524	39,445	178,172	41,852	2.7%	0.6%		
Lathrop	2,536	104	4,604	106	8.2%	0.2%		
Stockton	55,680	25,074	69,778	26,019	2.5%	0.4%		
Tracy	15,076	2,536	22,027	3,093	4.6%	2.2%		
Solano County	101,974	27,913	116,866	31,723	1.5%	1.4%		
Rio Vista	1,590	274	3,386	274	11.3%	0.0%		
Yolo County	38,868	19,110	48,012	22,484	2.4%	1.8%		
West Sacramento	7,585	3,017	12,787	4,311	6.9%	4.3%		
Delta Counties	872,664	301,498	1,033,153	339,00	1.8%	1.2%		
California	7,815,035	3,829,827	8,747,293	4,247,635	1.1%	0.9%		
Source: California Donartmont of Finance 2012h								

#### 1 Table 16-5. Housing Type Trends, by County and Incorporated Communities, 2000–2010

Source: California Department of Finance 2012b.

Note: Excludes mobile homes.

#### 2

#### 3 **Housing Vacancy Rates**

4 Housing vacancy rates among the five counties and selected communities in the Delta are given in

5 Table 16-6. Of the Delta counties, Sacramento County had the highest vacancy rate. In 2010,

6 Sacramento County had a vacancy rate of 4.44%. Contra Costa County had the lowest vacancy rate

7 during the period, with 2.98% in 2010. Of the Delta counties, Solano County displayed the greatest

8 change in vacancy rate between 2000 and 2010 (0.97%).

Area	Vacancy Rate 2000	Vacancy Rate 2010
Contra Costa County	2.95%	2.98%
Antioch	2.58%	2.58%
Brentwood	3.74%	3.67%
Oakley	1.43%	1.54%
Pittsburg	3.05%	3.04%
Sacramento County	4.47%	4.44%
Isleton	10.68%	10.58%
Sacramento	5.72%	5.72%
San Joaquin County	3.98%	3.94%
Lathrop	2.77%	3.18%
Stockton	4.25%	4.25%
Tracy	2.58%	2.58%
Solano County	3.06%	4.03%
Rio Vista	4.71%	4.30%
Yolo County	3.59%	3.52%
West Sacramento	2.83%	6.01%
California	5.83%	5.90%
Source: California Departme	nt of Finance 2012b.	

#### 1 Table 16-6. Housing Vacancy Rates, by County and Incorporated Communities, 2000–2010

Note: Excludes mobile homes.

2

#### 3 16.1.1.4 **Employment, Labor Force, and Industry in the Delta**

4 Employment, labor force, and industry indicators provide useful insight into an area's economy. The 5 following discussion describes recent employment trends, unemployment rates, labor force, and 6 industry data. This section describes the employment and labor force characteristics in the Delta 7 area based on data obtained largely from the California Employment Development Department 8 (EDD) Labor Market Information Division (2009, 2012a, 2012b). Employment and labor force data 9 are only available at the county level; thus, a community-level discussion is not included.

10 Employment, labor, and industry trends are discussed at a broad level for the five counties that 11 make up the Delta. In 2012, the EDD reported a labor force of 1,809,800 people for the Delta 12 counties. This is compared with 18,365,000 people in California's labor force; thus, Delta counties 13 make up about 10% of the state's total labor force. Table 16-7 provides a breakdown of the labor 14 force in each county in the Delta. Sacramento County is the largest contributor, with a labor force of 667,800. This is followed by Contra Costa County (525,400) and San Joaquin County (299,400). In 15 16 2012, Solano County registered 217,900 people in the labor force. Yolo County registered a labor 17 force of 99,300. All counties' labor force numbers have grown since 2000.

18 Table 16-8 displays information on Delta employment by industry, distribution of employment, and 19 annual growth rates. The top three industries in the Delta counties in 2011, based on the number of

- 20 employees, were services, government, and retail trade. The only industry that experienced positive
- 21 growth over the 2006-2011 period was agriculture, with an average annual growth rate of 1.1%.

- 1 Due to the national economic recession that occurred during this period, all other industrial sectors
- 2 had negative annual growth rates, ranging from -0.2% for the services sector to -8.2% for the
- 3 manufacturing and construction sector.
- 4 Table 16-9 shows per capita personal income, median household income, and poverty status for the
- 5 Delta counties. The per capita personal incomes (in 2010 inflation-adjusted dollars) for the five
- 6 counties ranged from a high of \$37,818 in Contra Costa County (30% higher than the state per capita
- 7 income of \$29,188) to a low of \$22,851 in San Joaquin County. Contra Costa County also had the
- 8 highest median household income in 2010 inflation-adjusted dollars (\$78,385), while San Joaquin
- 9 County had the lowest median household income (\$54,341) (U.S. Department of Labor 2009).

#### 10 Table 16-7. Delta Counties and California Employment Trends, 2000–2012

			Average Annual Growth Rate
Area	2000	2012	(2000–2012)
Contra Costa County			
Labor force	495,300	525,400	0.5%
Employed	476,400	474,900	-0.0%
Unemployment rate	3.8%	9.6%	N/A
Sacramento County			
Labor force	602,100	667,800	0.9%
Employed	574,200	592,900	0.3%
Unemployment rate	4.6%	11.2%	N/A
San Joaquin County			
Labor force	251,600	299,400	1.6%
Employed	231,600	249,900	0.7%
Unemployment rate	8.0%	16.5%	N/A
Solano County			
Labor force	191,100	217,900	1.2%
Employed	180,700	194,300	0.6%
Unemployment rate	5.5%	10.8%	N/A
Yolo County			
Labor force	86,200	99,300	1.3%
Employed	80,700	85,500	0.5%
Unemployment rate	6.4%	13.9%	N/A
All Delta Counties			
Labor force	1,626,300	1,809,800	0.9%
Employed	1,543,600	1,597,500	0.3%
Unemployment rate	5.1%	11.7%	N/A
California			
Labor force	16,658,900	18,365,000	0.9%
Employed	15,762,200	16,284,000	0.3%
Unemployment rate	5.4%	11.3%	N/A
Sources: California Employ	nont Dovolonment Der	artmont 2012a 201	2h

Sources: California Employment Development Department 2012a, 2012b. Note: Unemployment rates are cyclical, so annual growth rates do not apply. Employment data are from January 2000 and 2012.

11

12 The number of people living in poverty in the Delta counties is largely consistent with the income

13 data. Contra Costa County had the lowest percentage of the population living below the poverty

14 level, at 9%. Yolo County, with a slightly higher per capita income and median household income

- 1 than San Joaquin County, still registered the highest percentage of the population living below the
- 2 poverty level, at 17%. San Joaquin County closely followed at 16%. These percentages are higher
- 3 than those of the state, which had 14% of the population living below the poverty level.
- Chapter 28, *Environmental Justice*, Section 28.2.3, provides greater detail regarding the distribution
   of low-income populations within the Delta counties.

Industry	2006	2007	2008	2009	2010	2011	Annual Growth Rate <sup>b</sup>
Agriculture	23,500 (1.7%)	24,000 (1.7%)	24,600 (1.8%)	25,200 (1.9%)	25,300 (2.0%)	25,100 (2.0%)	1.1%
Manufacturing and construction <sup>a</sup>	192,600 (13.6%)	184,100 (13.0%)	167,200 (12.0%)	141,600 (10.7%)	130,800 (10.2%)	129,100 (10.1%)	-8.2%
Transportation, utilities, and warehousing	47,200 (3.3%)	49,200 (3.5%)	49,700 (3.6%)	47,200 (3.6%)	45,000 (3.5%)	45,300 (3.6%)	-0.7%
Trade	209,900 (14.8%)	208,000 (14.6%)	199,800 (14.4%)	185,300 (14.1%)	183,800 (14.4%)	186,100 (14.6%)	-2.1%
Information	33,900 (2.4%)	33,800 (2.4%)	31,800 (2.3%)	29,100 (2.2%)	27,200 (2.1%)	26,000 (2.0%)	-5.1%
Financial, insurance, and real estate services	98,000 (6.9%)	91,700 (6.5%)	84,500 (6.1%)	79,200 (6.0%)	73,400 (5.7%)	70,300 (5.5%)	-6.6%
Services	495,300 (35.0%)	504,700 (35.5%)	503,100 (36.2%)	488,000 (37.0%)	481,600 (37.6%)	489,700 (38.4%)	-0.2%
Government	313,100 (22.2%)	324,400 (22.8%)	328,100 (23.6%)	322,900 (24.5%)	312,800 (24.4%)	303,800 (23.8%)	-0.5%
Total for all Industries	1,413,500	1,419,900	1,388,800	1,318,500	1,279,900	1,275,400	-1.8%

#### 6 Table 16-8. Delta Counties Annual Employment and Shares by Industry, 2006–2011

Source: California Employment Development Department 2013.

<sup>a</sup> Includes natural resources and mining.

<sup>b</sup> Calculated as the total % growth from 2006 to 2011, divided by 6.

Note: Numbers in parentheses indicate the share as a percentage of the total employment. Percentages may not add to 100% due to independent rounding.

7

Area	Per Capita Incomeª (dollars)	Median Household Incomeª (dollars)	Persons Living Below Poverty Level	Percentage of Population Living Below Poverty Level			
Contra Costa County	37,818	78,385	94,412	9.0%			
Sacramento County	26,953	56,439	197,212	13.9%			
San Joaquin County	22,851	54,341	109,649	16.0%			
Solano County	28,649	68,409	42,988	10.4%			
Yolo County	27,420	57,077	34,345	17.1%			
Delta Counties (total or population- weighted average)	29,443	63,516	478,606	12.7%			
California	29,188	60,883	5,103,792	13.7%			
Source: U.S. Census Bureau 2012a. <sup>a</sup> 2010 inflation-adjusted dollars, using Consumer Price Index.							

#### 1 Table 16-9. Delta Counties and California Income and Poverty Levels, 2006-2010

2

#### 3 **16.1.1.5 Government and Finance in the Delta**

This section provides background information on local government finance in the Delta region,
including counties, cities, and special districts. Public revenues and expenditures are described in
more detail for the Delta focuses of Contra Costa, Sacramento, San Joaquin, Solano, and Yolo
counties.

8 Total revenues and expenditures vary substantially among the five Delta counties because of their 9 size, population, level of commercial and industrial development, land uses, and the level and types 10 of services provided. Revenue sources include tax receipts (primarily property taxes), rents, license 11 and permit fees, expenditures of state and federal government funds, charges for services (e.g., 12 water and sewer), and other sources. Revenue ranges from approximately \$253 million in Yolo 13 County for fiscal year (FY) 2010–2011 to more than \$2.1 billion in Sacramento County (California 14 State Controller's Office 2012). Table 16-10 presents the revenues in the Delta counties during FY 15 2010-2011.

Type of Revenue or Expenditure	Contra Costa County	Sacramento County	San Joaquin County	Solano County	Yolo County
Revenues (all values in millions	s of dollars)				
Property taxes	282.3	326.3	177.3	108.6	40.3
Other taxes	19.7	106.4	19.7	7.1	4.0
Licenses, permits, fines, forfeitures, etc.	51.9	95.0	16.1	28.1	16.7
Federal, State, other	693.8	1,327.4	506.1	314.3	165.2
Miscellaneous revenue	17.9	51.2	10.4	6.2	4.0
Other financing sources	265.0	241.5	94.4	89.5	22.9
Total revenue	1,330.7	2,147.7	823.9	553.8	253.0
Expenditures (all values in mill	ions of dollars)				
Legislative, administrative, finance, counsel, and general expenditures	107.6	131.5	43.0	50.5	28.5
Police protection, corrections, fire, public protection, etc.	360.3	642.1	261.2	171.2	73.6
Transportation	89.7	99.8	38.6	14.5	10.0
Public health, medical care, etc.	224.7	549.4	106.6	104.9	42.1
Welfare, social services, and other public assistance	390.9	632.1	342.2	157.1	71.6
Education and library services	23.0	10.1	5.7	17.1	5.9
Recreation facilities	0.0	14.3	5.6	1.5	1.7
Principal and interest on long-term debt	67.9	132.1	9.3	29.0	2.6
Other expenditures	42.3	N/A	18.5	N/A	1.4
Total expenditures	1,306.3	2,211.4	830.6	545.7	237.3

#### 1 Table 16-10. Revenues and Expenditures by Delta Counties during Fiscal Years 2010-2011

Note: Numbers may not sum due to rounding.

2

3 The revenue generated varies by county depending on state and federal allocations, tax rates, 4 property values, special assessments, and other special taxes. Revenue is generated from real 5 property based on the assessed value of the property (allocated according to formulas set by state 6 law) and by other taxes and assessments. Local agencies in each county are permitted to levy 7 additional ad valorem tax rates for repayment of debt that is approved by voters, such as financing 8 for facilities and services like hospitals and schools. As a result of the levy of additional voter-9 approved debt, tax rates may vary from area to area within any county, depending on the number 10 and amount of debt. A city, county, or other public entity also can form a special assessment district 11 and levy an assessment on real property to finance public improvements or services, infrastructure, 12 or community services. The special district can finance those public improvements that confer a 13 special, measurable, direct benefit to each parcel of the real property in the district.

14 Special assessment or service districts include benefit assessment districts (e.g., flood control, 15 sewer, and water); abatement districts (e.g., mosquito and vector control); Mello-Roos community

- 1 facilities districts<sup>3</sup>; maintenance districts (e.g., levee, open space, park, and playground);
- 2 reclamation districts; and community service districts (e.g., fire, police, lighting, and garbage).
- 3 Special assessment districts may collect revenues on a one-time basis or on a continuous (usually
- 4 annual) schedule, depending on the service. Special assessments are not based on property value.
- 5 Instead, each assessment district includes a benefit formula and each parcel in the service area is
- assessed according to the specific benefit it receives from the services and improvements. All Delta
   counties provide some government services, but rely on the special districts to provide other
- 8 services.
- 9 Expenditures by county governments range from approximately \$237 million in Yolo County for
- 10 FY 2010-2011 to approximately \$2.2 billion per year in Sacramento County (California State
- 11 Controller's Office 2012). Table 16-10 presents the expenditures in Delta counties during FY 2010–
- 12 2011. Expenditures include payments made by jurisdictions to buy goods, pay employees, and
- 13 provide services to residents. Many of the differences in the county-level expenditure per capita and
- the pattern of expenditures result from the counties' demographic composition. Also, the services
- 15 provided by county-level governments versus city governments or special districts vary from county 16 to county. Note that education is a relatively small part of the counties' budgets. Most local education
- 17 spending is handled by school districts, not by the counties.

### 18Contra Costa County

- In FY 2010–2011, Contra Costa County received more than \$1.33 billion in total revenue. The largest
   source of revenue was federal and state funding, which provided more than \$693 million. Property
   taxes represented more than \$282 million in revenues. Revenues generated by Contra Costa County
   are used for a range of governmental activities.
- Expenditures in FY 2010–2011 totaled more than \$1.30 billion. Table 16-10 displays the total
   expenditures for Contra Costa County in several categories. Welfare, social services, and other public
   assistance consistently have been the largest expenditures for Contra Costa County (more than
   \$391 million in FY 2010–2011). Police and fire protection and other public safety activities
   represented the second largest expenditure category.

### 28 Sacramento County

- 29 Sacramento County's total revenues exceeded \$2.1 billion in FY 2010–2011. Federal and state
- 30 funding sources made up the largest revenue source, with more than \$1.32 billion directed to
- 31 Sacramento County. Property taxes provided the second largest revenue source (more than
- 32 \$326 million in FY 2010–2011).
- As shown in Table 16-10, Sacramento County's budget expenditures were similar in pattern to those
- 34 of Contra Costa County. The top two expenditures in Sacramento County in FY 2010–2011 were for
- 35 public safety programs (\$642 million) and social service programs (\$632 million). A substantial
- 36 portion of its budget also funded public health and medical services (\$549 million).

<sup>&</sup>lt;sup>3</sup> The Mello-Roos Act of 1982 provides a mechanism for certain public entities, such as cities, counties, schools, local districts, and joint power authorities, to finance public infrastructure and certain governmental services. The public entity forms a community facilities district and may levy a special tax on the real property within its boundaries. The district can apply the special tax revenues, or proceeds from bonds secured by special taxes, to finance general benefit facilities and services or special benefit improvements.

#### 1 San Joaquin County

- San Joaquin County received more than \$823 million in total revenues in FY 2010–2011. The largest
   source of revenue was federal and state funding of more than \$506 million. Property taxes
- 4 represented the second largest revenue source for San Joaquin County at more than \$177 million.
- Expenditures in FY 2010–2011 totaled more than \$830 million. Welfare, social services, and other
   public assistance were the largest expenditure at more than \$342 million. Public safety activities
   represented the second largest expenditure category, with more than \$261 million spent in FY
   2010–2011.

#### 9 Solano County

- 10 Many of the observations previously discussed for other counties also apply to Solano County.
- 11 Federal and state funding made up more than half of Solano County's revenue, totaling more than
- 12 \$314 million in FY 2010–2011. Property taxes provided another 20% of its revenue at more than
- 13 \$108 million in FY 2010–2011.
- 14 Expenditure patterns in Solano County are generally consistent with trends observed in other
- 15 counties. The top two expenditure categories in Solano County in FY 2010–2011 were social service
- 16 programs (\$157 million) and public safety programs (\$171 million).

#### 17 Yolo County

- 18 Yolo County revenues were more than \$253 million in FY 2010–2011. The largest source of revenue
- 19 was federal and state funding, which contributed more than \$165 million. Property taxes
- 20 represented the second largest revenue source for Yolo County in FY 2010–2011 (more than
- 21 \$40 million dollars).
- 22 Expenditures in FY 2010-2011 totaled more than \$237 million. Police protection functions
- represented the largest expenditures for Yolo County (more than \$73 million in FY 2010–2011).
- 24 Public assistance activities represented the second largest expenditure category, costing more than
- 25 \$71 million in FY 2010–2011.

### 26 **16.1.1.6** Economic Character of Recreation in the Delta

- The recreation industry in the Delta is composed primarily of boating, fishing, hunting, camping, and
   agritourism activities. Specific businesses directly support recreation in the Delta, including
   marinas, boat rentals, guide services, and wineries. Other businesses, such as hotels, restaurants,
- 30 specialty stores, and sporting goods retailers, provide general recreation and tourism goods and
- 31 services to users in the Delta region, including Delta recreationists among others.
- 32 The recreation-oriented focus of the Delta leads to an interdependent relationship between the
- 33 different businesses. Fishing guides and boaters depend on the marinas for supplies and fuel.
- 34 Marinas without food services rely on local food markets or restaurants to serve visitors.
- 35 Restaurants and wineries depend on hotels to provide accommodations for overnight or extended
- 36 visits. All the businesses depend on visitors and tourists spending time and money in the Delta.

#### 1 Source of Contributions to the Delta Economy

Attendance at special events in the Delta typically ranges from several hundred to several thousand
people. In 2010, the Stockton Asparagus Festival, one of the region's largest events, had an
estimated 85,000 people in attendance over the 3-day event. For some events in the Delta, attendees
travel by boat. A portion of the economic activity generated during these events is captured in the
agritourism and the boating-related economic estimates described below.

Heritage tourism involves traveling to experience an area's historic, cultural, and natural resources
(National Trust for Historic Preservation 2010). Examples include visits to historic sites, national
and state parks, museums, festivals, and other cultural events (D. K. Shiflett and Associates 2000).
Heritage tourism in the Delta occurs in small historic towns along the Sacramento River that
developed as steamboat landings during the Gold Rush. Freeport, Clarksburg, Hood, Courtland,
Locke, Walnut Grove, Ryde, Isleton, and Rio Vista are all considered legacy towns.

13There are 98 hotels in the Delta with a total of 5,036 rooms. In the five-county region, there are 40614hotel properties with a total of 33,402 rooms. Slightly less than a quarter of all hotels and roughly1515% of all rooms within the five-county region are in the Delta. There are 2,955 restaurants (Eating16and Drinking Places) within the five-county region. These restaurants employ an estimated 44,07317people, and are concentrated in Sacramento County, primarily in the City of Sacramento (AECOM182011).

19The Delta provides approximately 7.4 million visitor-days of recreational use (Plater and Wade202002). Projections indicate that visitation will reach more than 8.0 million visitor-days by 202021(Plater and Wade 2002). Based on state population growth trends, it was estimated that Delta22visitation could reach 11.8 million visitor-days by 2060.

A total of 86 marinas are located in the Delta. These marinas are concentrated in Contra Costa, Sacramento, and San Joaquin counties, with a few located in Solano and Yolo counties. Contra Costa County has the most marinas (34) and Solano County has the fewest (2) within the Delta. However, marinas in San Joaquin County are typically larger and have more berths on average (155) than marinas in other counties, and marinas in Contra Costa County have fewer (111). In addition to providing boat launching, berthing, fuel, and boat rentals, many marinas also provide ancillary amenities and services, such as picnic areas, trails, and camping facilities.

#### 30 Recreation-Related Industry Employment and Sales

Table 16-11 summarizes the employment and economic activity for recreation-related industries,
and identifies the proportion of the recreation-related industries in the total Delta region economy.
Employment estimates for 2009 were obtained from a private demographic and economic data
provider (Claritas MarketPlace), which aggregates and apportions economic census data from the
U.S. Census Bureau (AECOM 2011). The following categories of businesses are listed in Table 16-11:
Food Stores; Eating and Drinking Places; Hotels and Other Lodging Places; Amusement and
Recreational Services; and Museums, Art Galleries, Zoos.

				Sales (in
SIC		Total	Total	Millions of
Code	Business Description	Establishments	Employees	Dollars)
54	Food Stores	1,045	16,871	\$2,443
58	Eating and Drinking Places	2,955	44,073	\$1,950
70	Hotels and Other Lodging Places	287	5,631	\$217
79	Amusement and Recreational Services (e.g., Movies)	953	11,940	\$960
84	Museums, Art Galleries, Zoos	48	854	\$23
	Total Recreation-Related Industries	5,288	79,369	\$5,594
Total	All Industries	50,415	635,262	\$61,944
	Recreation-Related Industries as a percent of Total	10.5%	12.5%	9.0%
Source	: AECOM 2011			
Note: V	/alues are presented in 2007 dollars.			

#### 1 Table 16-11. Employment Conditions for Delta Region Recreation-Related Industries (2007)

SIC = Standard Industrial Classification

#### 2

3 In the Delta region's economy, the 5,288 recreation-related establishments make up approximately 4 10.5% of total establishments and support about 79,369 employees, or approximately 12.5% of total 5 employees. The Delta recreation-related industries contribute about \$5.8 billion in annual revenues, 6 or about 9% of revenues for all industries (approximately \$65 million).

7 The estimates in Table 16-11 include economic activity not related to recreation, so the totals 8 overstate the contribution of recreational activities in the Delta. For example, most establishments

9 in the Food Stores and Eating and Drinking Places categories receive only a portion of their sales

10 from recreation-related visits in the Delta: local residents and other business employees often

11 generate a substantial share.

#### 12 Direct Economic Contributions from Recreation in the Delta Region

13 Direct economic contributions from recreation in the Delta were projected based on visitation and 14 visitor-related spending in the Delta, recreation-related spending attributable to activities in Suisun 15 Marsh and Yolo Bypass, marina leasing revenue, and agritourism in the Delta. Visitor-related 16 spending in the Delta was estimated using per-day expenditure profiles developed based on the 17 average expenditures reported by boaters, anglers, and day use/other recreationists participating in 18 wildlife- or water-associated activities. Delta visitation estimates for 1997–2020 by recreational 19 activity, as presented in Plater and Wade (2002), were used in the analysis. Visitation projections 20 between 2020 and 2060 were based on the California Department of Finance (DOF) forecast rate of 21 population growth in the five-county region from 2020 to 2050. A linear trend analysis was used to 22 project population changes and associated visitation from 2050 to 2060 (AECOM 2011).

23 Recreation-oriented activities in the Delta were estimated to contribute approximately \$236.3 24 million in direct expenditures in 2010. These direct expenditures are expected to grow to 25 approximately \$256 million by 2020, \$269.9 million by 2025, and \$375.4 million by 2060.

26 As shown in Table 16-12, boating activity accounts for the largest share of total recreation-related 27 economic contributions in the Delta.

Recreation Activity	2010	2020	2025	2060
Water-Based Recreation				
Boating	\$157,837,000	\$170,277,000	\$180,248,000	\$246,006,000
Angling/Fishing	\$25,490,000	\$27,674,000	\$29,294,000	\$39,981,000
Day Use	\$20,528,000	\$22,240,000	\$23,542,000	\$32,131,000
Marina Lease Revenue	\$25,610,000	\$28,623,000	29,412,000	\$40,812,000
Non-Water-Based Recreation				
Suisun Marsh and Yolo Bypass Revenue	\$4,287,000	\$4,287,000	\$4,287,000	\$4,287,000
Agritourism	\$2,500,000	\$2,900,000	\$3,100,000	\$4,800,000
Total Estimated Recreation Economic Contribution	\$236,252,000	\$256,001,000	\$269,883,000	\$375,455,000
Source: AECOM 2011.				
Note: Values are presented in 2007 dolla	rs and rounded to	the nearest \$1.00	0.	

#### 1 Table 16-12. Projected Direct Economic Contributions from Recreation in the Delta

2

#### 3 **16.1.1.7** Economics of Agriculture in the Delta

4 Agriculture is one of the more important sectors of the Delta economy. Related information on 5 agricultural land use, soils, and production practices is provided in Chapter 14, Agricultural 6 Resources, Sections 14.1.1.3 through 14.1.1.6, which summarizes agricultural land uses and 7 production practices using information from county, state, and federal sources. The aggregate 8 employment data presented earlier in this section (see Table 16-8) suggest that agriculture is a 9 fairly small employment sector relative to other sectors at the county level, such as government and 10 retail trade. Part of the explanation for this is that the counties include cities such as Sacramento, Stockton, and Antioch. By their nature, cities are concentrations of non-rural economic activity. 11 12 County-level data summaries that include the cities tend to diminish the important role of agriculture in more rural areas of the counties, such as the statutory Delta. Commercial agriculture 13 14 and the associated agricultural services, packing, processing, marketing, insuring, and 15 transportation activities are critical components of the Delta region's economic and social character. 16 The economic production of Delta agriculture is multiplied through the regional economy through 17 these activities.

#### 18 Irrigated Land

Crop acreages in the statutory Delta and Restoration Opportunity Areas (ROAs) are described in
 Chapter 14, *Agricultural Resources*, Table 14-2. The major crops, ranked by acreage, are corn, alfalfa,
 grain, safflower, irrigated pasture, tomatoes, asparagus, and grapes.

- Nearly 70,000 acres are planted with perennial crops such as fruit trees and grapevines, which have a large fixed investment in growing stock with an economic life of 20 years or more; and asparagus, which has a lower initial investment and produces for up to 10 years. More than one third (38%) of the Plan Area's irrigated acreage is in San Joaquin County; Solano County has the second largest share (21%), with the remainder split among Sacramento, Contra Costa, and Yolo Counties (see
- 27 Chapter 14, *Agricultural Resources*, Section 14.1.4, for further descriptions).

#### 1 Yields, Prices, and Value of Production

- Annual crop reports generated by the county agricultural commissioners were gathered from the
  five Delta counties (California Department of Food and Agriculture 2010). The counties report
  average crop yields and prices for the entire county, not specifically for the statutory Delta.
  However, crop markets are regional rather than specific to a subregion of a county, so the countywide averages for crop prices are representative. Average yields, prices, and value of production per
  acre for 2005 to 2007 are shown in Table 16-13.
- 8 Most of the crop categories listed in Table 16-13 are dominated by one crop, such as alfalfa hay. 9 Some categories include more than one crop, so either a dominant crop or a crop that is considered 10 representative within that category is used as a proxy crop. For example, pumpkins make up the 11 largest acreage of crops in the cucurbit category, so they are used for displaying yield per acre, price 12 per unit, and production value per acre.
- 13Total value of production is summarized in Table 16-14, with crop categories further aggregated14into small grains (including rice); field crops; forage (alfalfa and pasture); all vegetable, truck, and15other specialty crops (including turf); and all orchards and vineyards. Percentage shares by acreage16and by value of production are shown below the totals. The value of production is based on the17reported acreage and the per-acre value shown in Table 16-13. Therefore, the values are farm18revenues expressed in the 2007 equivalent price level, but using average prices and yields for 200519through 2007.
- 20The total value of irrigated crop production in the Delta is more than \$600 million per year. Two21categories—vegetable, truck, and specialty crops and orchards and vineyards—account for more22than \$400 million per year, and these crops are produced on a little over one-quarter of the crop23acreage.
- 24 Livestock production in the Delta includes feed lots, dairies, and poultry farms. The California
- 25 Department of Water Resources' (DWR's) *Delta Risk Management Strategy Phase 1 Report*
- 26 (California Department of Water Resources 2008b) estimated that livestock production in the Delta
- represented 13% of the total value of agricultural production over the period from 1998 to 2004.
- Assuming that this percentage is still reasonably accurate, livestock would provide an additional
- 29 \$90.6 million per year, for an annual total of \$697 million in crop and livestock value.

Сгор	Acreage	Yield (tons per acre)	Price (\$ per ton)	Value per Acre (\$)
Corn	114,108	4.62	128	591
Alfalfa	69,868	6.51	139	907
Grain and hay <sup>a</sup>	51,343	2.29	129	297
Safflower	50,157	1.18	281	333
Pasture	42,863	N/A	N/A	113
Tomatoes	37,850	37.39	57	2,121
Asparagus	24,064	1.41	2,480	3,501
Grapes	22,095	5.34	544	2,903
Dry Beans	10,140	1.00	723	724
Sugar Beets	7,770	32.50	39	1,257
Pears	7,621	18.34	221	4,060
Rice <sup>b</sup>	7,298	3.76	268	1,008
Miscellaneous truck crops <sup>c</sup>	7,199	80.54	65	5,255
Cucurbits <sup>d</sup>	6,424	14.76	247	3,641
Walnuts	5,170	1.58	1,722	2,713
Sudan	4,753	1.26	528	666
Almonds	2,472	0.80	4,600	3,689
Apples	2,435	13.98	615	8,597
Miscellaneous field crops <sup>e</sup>	2,326	2.16	106	228
Apricots	2,041	7.82	387	3,025
Sunflowers	1,850	0.21	3,252	690
Turf <sup>r</sup>	1,630	N/A	N/A	15,151
Miscellaneous deciduous <sup>g</sup>	1,060	2.11	2,320	4,902
Cherries	739	2.10	3,980	8,354
Peaches and Nectarines	309	20.32	259	5,263
Subtropical trees <sup>h</sup>	81	13.75	683	9,388
Total Irrigated Crops	483,666			

#### 1 Table 16-13. Crop Yields, Prices, and Value per Acre in the Delta Counties, 2005–2007

Sources: Acreages are from California Department of Water Resources 2007; prices, yields, and values are from California Department of Food and Agriculture 2010.

Note: All dollar values are escalated to the 2007 equivalent price level using the Gross Domestic Product Implicit Price Deflator (U.S. Department of Commerce 2010).

- <sup>a</sup> Wheat is used as the example crop in this category.
- <sup>b</sup> Medium grain rice is used as the example crop in this category.
- <sup>c</sup> Bell peppers are used as the example crop in this category.
- <sup>d</sup> Pumpkins are used as the example crop in this category.
- <sup>e</sup> Grain sorghum is used as the example crop in this category.
- <sup>f</sup> Turf prices and values are not reported for Delta counties. The statewide average for all counties reporting both acreage and value is used.
- <sup>g</sup> Plums are used as the example crop in this category.
- $^{\rm h}~$  Citrus price and yield from the San Joaquin Valley are used.

2

3

Crop Category	Acreage (Percentage of Total)	Value of Production in Million \$ per Year (Percentage of Total)
Grains	58,641 (12.1%)	22.6 (3.7%)
Field crops	191,104 (39.5%)	106.2 (17.5%)
Forage crops	112,731 (23.3%)	68.2 (11.2%)
Vegetable, truck, and specialty crops	77,167 (16.0%)	250.4 (41.3%)
Orchards and vineyards	44,023 (9.1%)	159.1 (26.2%)
Total	483,666	606.5

#### 1 Table 16-14. Total Value of Production for Crops in the Delta

Sources: California Department of Water Resources 2007; California Department of Food and Agriculture 2010.

Note: Value of production is based on prices received by farmers, in 2007 dollars (U.S. Department of Commerce 2010).

2

#### 3 Costs of Production and Labor Use for Selected Crops

Costs of irrigated crop production include labor, purchased inputs (e.g., seed, fertilizer, chemicals),
custom services, investment in growing stock, other capital (including machinery and structures),
and other overhead costs.

7 Croplands that may be affected by BDCP alternative activities have benefited from substantial 8 investments in land, structures, and growing stock of perennial crops. Perennial crops such as 9 orchards and vineyards may have useful lives of 25 years or more, and asparagus and multiyear 10 forage crops also have years of production value. Investment in growing stock may be expressed as 11 the accumulated costs incurred during the period when the crop is planted and brought to bearing 12 age, called the establishment period. Establishment costs for perennial crops can range up to 13 \$20,000 per acre (cash outlays plus noncash and allocated overhead costs). Table 16-15 provides 14 typical establishment costs for some major perennial crops grown in the Delta.

Example Crop	Establishment Period (years)	Assumed Life of Stand (years)	Accumulated Total Cost during Establishment (\$ per acre)	University of California Cooperative Extension Cost of Production Study
Alfalfa hay	1	4	421	Sacramento Valley, 2008
Almonds	3	25	7,418	San Joaquin Valley North, 2006
Asparagus	2	10	2,442	San Joaquin County, 2007
Bartlett pears	5	30	20,015	Sacramento County, 2003
Irrigated pasture	1	20	380	Sacramento Valley, 2003
Walnuts	4	25	10,450	San Joaquin Valley North, 2007
Wine grapes	3	25	12,802	Cabernet Sauvignon, San Joaquin Valley North, Delta Crush District 11, 2008

#### 1 Table 16-15. Typical Establishment Costs for Example Perennial Crops in the Delta

Source: University of California Cooperative Extension 2003a, 2003b, 2006, 2007a, 2007b, 2008a, 2008b. Notes: Costs are converted to 2007 dollar equivalent values using the Gross Domestic Product Implicit Price Deflator (U.S. Department of Commerce 2010). Assumed stand life is the financial life used for the cost and budget analysis. Individual growers may decide to keep stands in production longer or to remove them sooner.

2

Farm expenditures are largely spent in the surrounding community in the form of input purchases,
hired labor, rents paid to landlords, and custom services. Total labor in the agricultural production
sector and associated input and processing sectors have been summarized, but crops vary
substantially in the amount of labor hours and input purchases required, as shown in Table 16-16.

		Typical	Custom	
	Typical Annual	Labor	Services	University of California
	Land Costs	(hours per	Purchased	Cooperative Extension
Example Crop	(\$ per acre)	acre)	(\$ per acre)	Cost of Production Study
Alfalfa hay	288	2.0	301	Sacramento Valley, 2008
Almonds	812	28.9	720	San Joaquin Valley North, 2006
Asparagus	300	119.5	1,915	San Joaquin County, 2007
Bartlett pears	605	103.0	6,009	Sacramento County, 2003
Corn, Grain	180	11.0	9	Sacramento Valley, 2008
Dry beans	181	12.0	213	Sacramento Valley, 2008
Irrigated pasture	59	2.8	148	Sacramento Valley, 2003
Safflower	61	2.5	0	Sacramento Valley, 2005
Walnuts	916	12.3	986	San Joaquin Valley North, 2007
Tomatoes, processing	265	53.0	22	Sacramento Valley, 2007
Wheat	90	3.3	7	Sacramento Valley, 2004
Wine grapes	872	93.0	417	Cabernet Sauvignon, San Joaquin Valley North, Delta Crush District 11, 2008

#### 1 Table 16-16. Land Rent, Labor Hours<sup>a</sup>, and Custom Services for Example Crops in the Delta

Source: University of California Cooperative Extension 2003a, 2003b, 2004, 2005, 2006, 2007a, 2007b, 2007c, 2008a, 2008b, 2008c.

Note: Costs are converted to 2007 dollar equivalent values using the Gross Domestic Product Implicit Price Deflator (U.S. Department of Commerce 2010). Some labor hours may also be included in custom services payments.

<sup>a</sup> Significant labor hours are usually included in custom service payments

2

In general, fruit, nut, and vegetable crops require the greatest amount of labor per acre, largely
related to cultivation, harvest, and pruning efforts. Land rents may involve an actual cash payment
or crop share payment, or they may be the imputed rental value of owned land. Custom services
include hired services for pest control, land leveling, harvesting, and field packing. The typical labor
hours shown are only those that have been itemized in the University of California Cooperative
Extension cost of production studies. Additional labor is associated with the custom services
provided.

All costs displayed in the tables are representative of well-run farming operations. Substantial
 variation exists among farming operations.

#### 12 Farm Size, Revenue, and Government Payments

The U.S. Census of Agriculture is conducted every five years and collects information on farm
numbers, sizes, costs and revenues, government payments, and owner characteristics. Average farm
sizes and revenues for the five Delta counties are shown in Table 16-17. A small increase in average
farm size during recent years has occurred in most of the Delta counties, with an expected average
value of production per farm increasing.

The values for San Joaquin and Contra Costa Counties are likely to be more representative of Delta
 farms because greater proportions of those two counties' total farmland lie in the Delta. Government

- 1 payments include payments for federally-supported commodities, cost-sharing payments for soil
- 2 and water conservation investments, and payments for participating in programs such as the
- 3 Conservation Reserve. A portion of the commodity payments may be reflected directly or indirectly
- 4 in market prices for government program commodities, as shown in Table 16-13. Important
- 5 federally supported commodities in California include cotton, rice, small grains, corn, and oilseeds.
- 6 On average, less than ten percent of the value produced per farm in 2007 is attributable to
- 7 government payments, as shown in Table 16-17.

County	Year	Average Farm Sizeª (acres)	Average Value of Production per Farm (\$)	Average Value of Government Payments per Farm (\$)
Contro Conto	2007	232	111,687	10,079
Contra Costa	2002	213	175,690	7,892
Sacramento	2007	236	248,485	23,579
	2002	208	182,328	24,797
San Joaquin	2007	204	431,665	14,343
	2002	202	350,083	24,646
Solano	2007	403	274,489	14,769
	2002	384	240,468	20,383
Yolo	2007	488	390,864	28,157
	2002	519	343,124	31,199

#### 8 Table 16-17. Average Farm Sizes and Revenues in Delta Counties, 2002 and 2007

Source: U.S. Department of Agriculture 2002, 2007.

Note: All values are converted to 2007 dollars using the Gross Domestic Product Implicit Price Deflator (U.S. Department of Commerce 2010).

<sup>a</sup> Farm size in the Census definition includes all land, including farmsteads, rangeland, and idle land.

9

# 10 **16.2 Regulatory Setting**

11 This section provides the regulatory setting for socioeconomic conditions of communities, including 12 potentially relevant federal, state, and local requirements applicable to the BDCP. Generally, 13 economic resources are protected and regulated by federal and state legislation, and local policies 14 and ordinances at the county and city level regulate population growth, housing development, and 15 industry creation. Planning efforts at local and regional levels can also influence socioeconomic

16 forces through land use controls and other policies.

## 17 16.2.1 Federal Plans, Policies, and Regulations

Federal policies and regulations that affect socioeconomic conditions and are applicable to
implementation of BDCP alternatives address protection of property, property acquisition by
agencies, agricultural economic protections, and county and city general plans that protect housing
opportunities. Federal and state water contracts and agreements with communities and agricultural
users also affect socioeconomic conditions, and are described in Chapter 5, *Water Supply*, Section
5.1.2.5. State and local agencies' programs to protect agriculture, including the Delta Protection

Commission Land Use and Resource Management Plan (Delta Protection Commission 2011), also
 affect socioeconomics, and are described in Chapter 13, Land Use, Sections 13.2.2 and 13.2.3.

# 3 16.2.1.1 Constitution of the United States: Fifth Amendment Takings 4 Clause

5 The takings clause of the Fifth Amendment provides that "[n]o person shall be deprived of life, 6 liberty, or property, without due process of law; nor shall private property be taken for public use, 7 without just compensation." The takings clause does not prohibit government from taking private 8 property; it requires that property owners be compensated for the value of the property taken. 9 According to the U.S. Supreme Court, the takings clause "was designed to bar Government from 10 forcing some people alone to bear public burdens which, in all fairness and justice, should be borne by the public as a whole" (Armstrong v. United States [1960] 364 U.S. 40, 49). The taking of private 11 12 property by the government can occur in a number of ways: by direct appropriation, by occupation 13 or invasion, or by regulation (regulatory taking).

14 Government exactions may be considered unconstitutional takings if they do not meet the

15 "reasonable relationship nexus" test, as set out in Dolan v. City of Tigard (1994) 512 U.S. 374 and

16 Nollan v. California Coastal Commission (1987) 483 U.S. 825. In order for an exaction to be valid: (1)

the legislation must serve a legitimate governmental purpose; and (2) the means used to achieve theobjective must substantially advance the intended purpose.

# 1916.2.1.2Uniform Relocation Assistance and Real Property Acquisition20Policies Act of 1970

Title II, Uniform Relocation Assistance, Section 201 (b), establishes a uniform policy for the fair and equitable treatment of persons displaced as a direct result of programs or projects undertaken by a federal agency or with federal financial assistance. The primary purpose of this title is to ensure that such persons shall not suffer disproportionate injuries as a result of programs and projects designed for the benefit of the public as a whole and to minimize the hardship of displacement on such persons.

27 Title III, Uniform Real Property Acquisition Policy, Section 301, was developed "In order to

28 encourage and expedite the acquisition of real property by agreements with owners, to avoid

29 litigation and relieve congestion in the courts, to assure consistent treatment for owners in the many

30 federal programs, and to promote public confidence in federal land acquisition practices."

## **16.2.1.3** Housing and Community Development Act of 1974

Under Section 104(d) of the Housing and Community Development Act of 1974, as amended (Public
Law 93-383, 42 USC 5301 et seq.) and the implementing regulations at 24 Code of Federal
Regulations Part 42, a residential anti-displacement and relocation assistance plan is required and
must provide for: (1) one-for-one replacement of occupied and vacant occupiable low- and
moderate-income dwelling units demolished or converted to another use in connection with a
development project assisted under Parts 570 and 92; and (2) provide relocation assistance for all
low- and moderate-income persons who occupied housing that is demolished or converted to a use

39 other than low- or moderate-income housing.

### 1 **16.2.1.4 U.S. Department of Agriculture**

The U.S. Department of Agriculture administers and implements several programs that can influence both how the agricultural sector may react to changes in water supply availability or agricultural lands, and how large the direct economic effects on agriculture might be. These programs include the direct and countercyclical payments program, commonly referred to as the farm commodity programs (U.S. Department of Agriculture 2008a), and the Conservation Reserve Program and similar programs. This section briefly describes important parts of the farm program.

- 8 The current farm commodity programs are defined in the Food, Conservation, and Energy Act
  9 of 2008, passed by Congress and signed into law in 2008. This law, commonly referred to as the
  10 Farm Bill, authorizes the programs for the next 5 years. At any time, Congress may, with the
- 11 President's approval, extend, modify, restructure, or eliminate one or more programs.
- The current Farm Bill (U.S. Department of Agriculture 2008b) contains 15 titles that describe and
   authorize one or more specific programs. Key programs include the following.
- 14 1. Commodity Programs. Certain agricultural commodities receive price supports and/or direct 15 payments under the 2008 Farm Bill. These include corn, cotton, rice, small grains, grain 16 sorghum, oilseeds, dry peas/lentils, and sugar crops (other crops also are included but are not 17 grown in California). Under these crop programs, benefits are paid to producers with eligible 18 historical acreage (called Base Acres) of covered commodities. Some of these payments are 19 available even if the program commodity is no longer grown on that base acreage; however, 20 conversion of the land to nonagricultural uses generally eliminates all commodity program 21 payments.
- 22 2. Conservation Reserve and Wetland Reserve Programs. These programs provide annual
   23 payments to farmers willing to enter long-term contracts to maintain vegetative cover on
   24 eligible lands or to restore wetlands on previously agricultural land. They also provide cost 25 sharing and other financial assistance for soil conservation, water conservation, and wildlife
   26 conservation activities.
- Marketing and Credit Assistance. Numerous programs are designed to provide direct assistance,
   credit guarantees, and loans to support agriculture.
- Crop Insurance and Disaster Assistance. These programs provide subsidized crop insurance to
   farmers and provide disaster assistance payments to crop and livestock producers in declared
   disaster counties.

## 32 **16.2.2** State Plans, Policies, and Regulations

# 3316.2.2.1California Constitution: Article 1 Declaration of Rights,34Section 19

Under the California Constitution and other statutes, public agencies may use eminent domain power to: (1) acquire private property (real, business, personal, tangible, or intangible property); or (2) reduce the economic value of property for a public purpose (these are referred to as "damages") if they pay "just compensation" to the owner. Just compensation includes: (1) the fair market value of the real property and its improvements; and (2) any diminution in value of the remaining property when property taken is part of a larger parcel.

Bay Delta Conservation Plan Draft EIR/EIS

#### 1 **16.2.2.2** Williamson Act

2 The California Land Conservation Act (Williamson Act) is an agricultural land protection program 3 enacted by the California Legislature in 1965 to maintain the agricultural economy of the state by 4 preserving its agricultural land. The act discourages premature and unnecessary conversion of 5 agricultural land to urban uses. Cities and Counties implement the legislation by creating 6 agricultural preserves, which are generally comprised of at least 100 acres of farmland. Once a 7 preserve has been established, an individual landowner can enter into a contract with the county, 8 which binds the land to remain in agricultural uses for at least ten years. Counties have continuing 9 roles in administering the act with respect to compatibility guidelines and nonrenewal or 10 cancellation of contracts.

- 11 Most California counties, including all Delta and San Joaquin Valley counties, allow owners of 12 agricultural land to sign rolling, 10-year agreements with the county that restrict the land to
- 13 agricultural and open space uses. In return, the landowner receives a lower property tax assessment
- 14 that reflects the value of the land in agricultural use. According to the California Department of
- 15 Conservation, the annual property tax savings can range from 20 to 75%. The county must approve
- 16 the cancellation of an existing contract, and the landowner must pay a cancellation fee equal to
- 17 12.5% of the current fair market value of the property. If land in a Williamson Act contract is
- 12.5% of the current fair market value of the property. If fair in a winnamson Act contract is acquired by a public agency for a defined public purpose, the act provides a process for cancellation
- 19 of the contract (California Department of Conservation 2006). Additional detail, including a
- 20 summary of recent legislation, is provided in Chapter 14, *Agricultural Resources*, Section 14.2.2.5.

# 2116.2.2.3Economic Sustainability Plan for the Sacramento-San Joaquin22Delta (Draft)

23 In November 2009, the California Legislature enacted SB 1 X7, also known as the Sacramento-San 24 Joaquin Delta Reform Act (Delta Reform Act). The bill required the Delta Protection Commission to 25 adopt an Economic Sustainability Plan (ESP) containing public safety recommendations; economic 26 goals, policies, and objectives in local general plans and other local economic efforts; comments and 27 recommendations to DWR concerning its update of the Delta flood management plan; and 28 identification of ways to encourage recreational investment along key river corridors. The plan 29 covers the Legal Delta. The Delta Reform Act required the Delta Protection Commission to submit 30 the completed ESP to the Delta Stewardship Council (DSC), which was required to consider the 31 recommendations included therein and to adopt any recommendations that the DSC, in its 32 discretion, determines to be feasible and consistent with the objectives of DSC's Delta Plan and the 33 purposes of the Delta Reform Act.

34 As completed by the Delta Protection Commission, ESP provides background information and data 35 about the economics and demographics of the Delta, along with information about existing policies 36 and the state of Delta levees. The report also analyzes of key industry sectors in the Delta, including 37 industry trends and an assessment of the effects of various policy proposals. The final section of the 38 plan provides a summary of integrative issues, identifying key issues and strategies for the Legacy 39 Communities. Finally, the plan identifies a number of recommendations for supporting economic 40 sustainability in the Delta. These are organized into 8 categories: Levee and Public Safety, General 41 Recommendations for Economic Sustainability, Recommendations for Economic Sustainability of 42 Agriculture, Recommendations for Economic Sustainability of Recreation and Tourism, 43 Recommendations for Infrastructure, Recommendations for Habitat and Ecosystem Improvements,

- Recommendations for Water Supply Reliability, and Recommendations for Research and Monitoring
   (Delta Protection Commission 2012).
- 3 While the ESP prepared by the Delta Protection Commission and this chapter evaluate similar
- 4 mechanisms for effects on socioeconomics within the Delta (and surrounding areas), the ESP
- 5 sometimes used assumptions and data different than those applied for the analysis in this chapter.
- 6 For example, the two respective efforts reviewed varying baseline conditions, study areas, and
- 7 information about proposed water conveyance and habitat restoration activities to be undertaken.

# 8 16.2.2.4 Transitions for the Delta Economy (Public Policy Institute of California)

10 In January 2012 the Public Policy Institute of California (PPIC) completed a report that evaluated the potential economic effects of permanent island flooding, changes in water salinity, expansion of 11 12 seasonal floodplain and tidal marsh habitat, and growth in recreation. This study examined the 13 potential economic effects of changes in the Delta land and waterscape as a result of management 14 activities and natural forces and suggested planning priorities to support transitions in the Delta 15 economy. The report reviewed recent patterns and trends in Delta land use and employment, and 16 drew on a range of data and modeling tools to assess the effects of the following types of physical 17 changes on economic activity in the Delta: (i) the permanent flooding of roughly 75,000 acres of land 18 on subsided Delta islands that may not offer sufficient economic justification for repair after 19 flooding; (ii) increases in irrigation water salinity from the introduction of dual conveyance, sea 20 level rise, and the flooding of islands that restrict salinity intrusion from the Delta's western edge; 21 and (iii) reductions in cropland from the expansion of seasonal floodplain and tidal marsh habitat.

22 While the report prepared by the PPIC and this chapter are based on similar impact mechanisms 23 and a similar geographic scope for potential effects on socioeconomics within the Delta (and 24 surrounding areas), Transitions for the Delta Economy and the analysis presented in this chapter 25 vary in their treatment of future conditions in the Delta and the potential response to levee failure. 26 There are important distinctions between the analyses conducted in the PPIC report and the 27 analyses found in this chapter. The PPIC report projected out future Delta economic conditions by 28 estimating losses resulting from sea level rise, inundation of central Delta islands, and consideration 29 for future economic benefits resulting from increased recreation opportunities. This EIR/EIS, in 30 contrast, has focused on quantifying economic benefits and costs resulting from constructing and 31 operating water conveyance facilities and analyzed the economic consequences of implementing a 32 long-term habitat restoration and preservation program.

## 33 16.2.2.5 DWR Economic Analysis Guidebook

34 DWR's Economic Analysis Guidebook (California Department of Water Resources 2008a) provides 35 guidance regarding the economic assessments that should be conducted from project formulation 36 through implementation. These include cost effectiveness, benefit-cost, socioeconomic impacts, risk 37 and uncertainty, and financial analyses. This chapter of the EIR/EIS reports the estimated 38 socioeconomic impacts that would occur under each of the project alternatives. The socioeconomic 39 impacts are measured as changes in employment and income, property tax revenues, and 40 community character attributable to each project alternative. The socioeconomic impact analysis 41 follows the DWR guidelines by quantifying the direct, indirect, and induced employment and income 42 effects of constructing and operating CM1. These impacts were quantified through the use of 43 IMPLAN. The socioeconomic impacts of implementing Conservation Measures 2–22 were also

- 1 estimated, but not quantified because the information required as input to the IMPLAN model was
- 2 not available. The socioeconomic assessment also extended beyond the study area and included CVP
- 3 and SWP export areas.
- 4 The other economic analyses outlined in the DWR guidebook were not conducted as part of the
- 5 NEPA/CEQA compliance documentation. However, the BDCP also includes an assessment of project
- 6 implementation costs and potential funding mechanisms.

#### 7 16.2.2.6 Proposed Final Delta Plan

8 In November 2009, the California Legislature enacted SB 1 X7, also known as the Sacramento–San 9 Joaquin Delta Reform Act. The Delta bill created a new Delta Stewardship Council (DSC) and gave 10 this body broad oversight of Delta planning and resource management. The DSC is tasked with 11 developing, adopting, and commencing implementation of a long-term plan (the "Delta Plan") which 12 will be a legally enforceable, comprehensive management plan which emphasizes the coequal goals 13 of "providing a more reliable water supply for California and protecting, restoring, and enhancing 14 the Delta ecosystem" (Water Code Section 85300(a)) as foundation for state decisions as to Delta 15 management.

16The Delta Plan generally covers five topic areas and goals: increased water supply reliability,17restoration of the Delta ecosystem, improved water quality, reduced risks of flooding in the Delta,18and protection and enhancement of the Delta. The Delta Stewardship Council does not propose19constructing, owning, or operating any facilities related to these five topic areas. Rather, the Delta20Plan sets forth regulatory policies and recommendations that seek to influence the actions,21activities, and projects of cities and counties and state, federal, regional, and local agencies toward22meeting the goals in the five topic areas.

23 The DSC is in the process of approving the Delta Plan. The DSC adopted the Proposed Final Delta 24 Plan, as well as the Final Delta Plan Program EIR and the Final Rulemaking Package, at its May 16, 25 2013 meeting. Once the State Office of Administrative Law and California Secretary of State approve 26 the plan, the proposed policies in the Delta Plan will become enforceable regulations. The Proposed 27 Final Delta Plan consists of 14 policies and 73 regulations (Delta Stewardship Council 2013). Policies 28 included in the Delta Plan are summarized in Chapter 13, Land Use, Section 13.2.2.2. While none of 29 these policies are directly focused on socioeconomic effects, many are indirectly related in that they 30 would protect infrastructure and water supply critical to economic activities. Additionally, Chapter 31 5, Protect and Enhance the Unique Cultural, Recreational, Natural Resources, and Agricultural Values 32 of the California Delta as an Evolving Place, introduces 19 recommendations focused on protecting 33 the Delta's communities and supporting the agricultural, recreation, and tourism economy in the 34 Delta.

## **16.2.3** Regional and Local Plans, Policies, and Regulations

### 3616.2.3.1Contra Costa County General Plan

The following are excerpts from the *Contra Costa County General Plan* (County of Contra Costa2009).

#### 1 Housing Element

- Goal 1: Maintain and improve the quality of the existing housing stock and residential
   neighborhoods in Contra Costa County.
- 4 2. **Goal 2:** Preserve the existing affordable housing stock in Contra Costa County.

#### 5 Land Use Element

- Goal 3-D: To provide for a range and distribution of land uses that serve all social and economic
   segments of the County and its subregions.
- 8 2. Goal 3-G: To discourage development on vacant rural lands outside planned urban areas which
   9 is not related to agriculture, mineral extraction, wind energy, or other appropriate rural uses.
- Goal 3-K: To develop a balance between job availability and housing availability with consideration to wage levels, commute distance, and housing affordability.

#### 12 **16.2.3.2** Sacramento County General Plan

- The *Sacramento County General Plan* update was adopted on November 9, 2011. The plan seeks to
   provide a sustainable growth management program for the unincorporated territory through 2030.
- The portion of Sacramento County potentially affected by the action alternatives is largely
   agricultural. The small, unincorporated communities of Courtland, Hood, Locke and Walnut Grove
   are located in the vicinity of some action alternatives.
- An economic development element was added as part of the 2011 update. This element introduced
   goals, objectives, policies, and implementation measures under the following strategic objectives.
- Create a balanced land use policy providing for adequate commercial, office, industrial, and
   residential land
- Identify new growth areas
- Promote and support commercial corridor redevelopment
- Attract key regional sales tax generators
- Promote agriculture and agritourism
- Continue redevelopment of Mather Airfield and McClellan Park
- Support County airport systems
- Develop regional and local partnerships and programs
- Intensify business retention, attraction, development and business recruitment
- **30** Develop international trade
- Increase sports, tourism and the arts in the region
- Attract institutions of higher education

The following are excerpts from the *Sacramento County General Plan* (County of Sacramento2009b).

8 9	3.	Assistance in the development of adequate housing to meet the needs of low-income and moderate-income households.
10 11 12 13	4.	Promotion of housing opportunities for all persons regardless of race, religion, sex, marital status, and economic status. This includes promotion of housing opportunities for members of special needs groups, including female heads-of-household, senior citizens, persons with disabilities, farm workers, homeless people, and large families.
14	5.	Preservation of assisted housing development for lower income households.
15	16.2.3	3.3 San Joaquin County General Plan
16	Th	e following are excerpts from the San Joaquin County General Plan (County of San Joaquin 2009b).
17	Ec	onomic Development Goal
18 19	1.	Provide a well-balanced, diversified economy with employment opportunities for all economic segments of the County.
20	2.	Policy: Conservation of Affordable Rental Housing.
21	3.	(v) Conservation of Subsidized Rental Housing.
22 23 24 25 26 27	4.	Within the unincorporated County area, there are two subsidized rental housing projects owned and operated by the Housing Authority that provide affordable housing for 96 migrant farm worker households and 31 families. While neither of these projects is at-risk of converting to market rate housing, the County will provide assistance to the Housing Authority in obtaining state or federal funding, if needed, to ensure that these two projects are maintained and continued to provide affordable rental housing.
28	5.	(w) Preservation of Mobile Home Parks.
29 30	6.	The County will seek to preserve mobile home parks as a means of conserving the affordable housing stock. The County will undertake the following actions:
31 32 33		a. Identify mobile home parks that are not located in residential zones and determine whether their long-term preservation could be facilitated by a rezoning to residential area. The County will contract the owner(s) of such park to obtain their consent for rezoning.
34 35 36		b. Conduct a survey of mobile home parks to determine infrastructure improvement and housing rehabilitation needs. Based on the results of the survey, create a priority list of parks and improvements that can be assisted using state and federal funds.
37 38 39		c. Provide assistance, in collaboration with an experienced nonprofit organization, to mobile home park residents who desire to acquire and manage their parks. Assistance will include coordination of meetings between interested residents and park owners to identify the most

1. Promote a relationship between job and housing availability with consideration given to age

2. Limited development in rural areas which does not compromise valuable open space and prime

agricultural lands, and does not contaminate or overdraft groundwater aquifers. Promote a

diversity of residential living options while ensuring community compatibility and quality

**Plan Administration Element** 

residential development.

levels, housing affordability, and commute distance.

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- 6 1. (x) Conservation of Non-Subsidized Low-Cost Rental Housing.
- 7
   2. Through its housing rehabilitation program (See program 'b'), San Joaquin County will target
   privately owned rental housing that is feasible to rehabilitate. The County will maintain the
   affordability of such rental housing by offering financial assistance to property owners in
   exchange for long-term affordability and occupancy restrictions to lower income households.
- 11 **16.2.3.4** Solano County General Plan
- 12 The following are excerpts from the *Solano County General Plan* (County of Solano 2009b).
- GOAL. It is the county's goal to promote and ensure adequate housing in a satisfying
   environment for all residents of Solano County.
- 15 Housing Conservation and Rehabilitation
- An important aspect of ensuring adequate housing in a satisfying environment in Solano County is the conservation and rehabilitation of the existing housing supply. Conserving and improving the County's housing supply not only requires the rehabilitation of substandard structures, but also the continued maintenance and upkeep of existing structures in fair to sound condition.
- 20 Economic Development Goal 3
- Develop and maintain a favorable business environment in Solano County through recruitment,
   expansion, and retention of businesses to promote a closer match between local jobs and labor
   force skills.

### 24 **16.2.3.5** Yolo County General Plan

- 25 The following are excerpts from the *Yolo County General Plan* (County of Yolo 2009b).
- Policy CC-2.4. Emphasize the unincorporated communities as retail, service, and employment
   centers for local residents, as well as residents of surrounding rural (agricultural) areas. Where
   appropriate, include economic development in the unincorporated communities that serves
   intra-county and regional tourism.
- Policy CC-2.7. Provide for higher density housing and mixed-use development in the downtown areas of the unincorporated communities to support commercial uses, create more pedestrian travel, extend activity into the evening, increase the variety of housing opportunities to include affordable and special needs housing, enhance safety, reduce traffic and support regular, frequent fixed-route transit service.

#### 35 Yolo County Housing Element

36 The following are excerpts from the Yolo County Housing Element (County of Yolo 2009b).

- The purpose of the Yolo County Housing Plan (Implementation Program) is to identify specific actions the County intends to take to implement the goals and policies of the Housing Element.
   The Housing Plan is designed to accomplish the following:
- 4 a. Identify and provide adequate sites to achieve a variety and diversity of housing
- 5 b. Facilitate the development of affordable housing
- 6 c. Address and if necessary remove government constraints
- 7 d. Conserve and improve existing affordable housing stock
- 8 e. Promote equal housing opportunity
- 9 Additional goals and policies of the Housing Element include:
- Strengthen Neighborhoods. Support safe, well-maintained, and well-designed housing as a way of strengthening existing and new neighborhoods.
- Strengthen neighborhoods through the maintenance and rehabilitation of existing housing stock.
- Promote and encourage community-wide infrastructure (e.g., curbs, gutters, sidewalks, street lighting, etc.) and complete streets.

## **16 16.3 Environmental Consequences**

17 This section describes the potential effects of the alternatives on socioeconomic conditions within 18 the Delta region. Effects are identified and, where appropriate, mitigation measures are identified. 19 This section describes potential direct and indirect effects on socioeconomics that would result with 20 implementation of each alternative. The assessment within the Delta included potential effects on 21 community character and cohesion, population, housing, employment, and income. In addition, 22 particular focus was placed on fiscal effects on local governments and on economic effects of 23 potential changes in agricultural production and recreational activity. BDCP alternatives are not 24 anticipated to cause changes in water deliveries in areas upstream of the Delta. Therefore, 25 discussion focuses on effects occurring in the Delta region.

- 26 This analysis separates effects relating to socioeconomic conditions in the Delta into two categories: 27 one related to the construction and operation of water conveyance facilities (CM1), which are 28 project-level features, and one related to implementation of other conservation measures (CM2-29 CM22), which are program-level features. Under each alternative, the analysis further separates 30 effects from the water conveyance facilities into those stemming from construction of the structural 31 features and those resulting from related operational and maintenance activities following 32 construction. Nine of the proposed conservation measures related to supporting covered species 33 and reducing effects from environmental stressors (listed below and described in detail in Chapter 34 3, Description of Alternatives, Section 3.6.3), which would be implemented under all action 35 alternatives, are not anticipated to result in any meaningful effects on socioeconomic conditions in 36 the Delta region because the actions implemented under these conservation measures are not, for 37 the most part, land-based or land-focused activities, nor would they be expected to result in any 38 direct or indirect effects on population, housing, or employment in the study area. Accordingly, 39 these measures will not be addressed further in this analysis:
- 40 Methylmercury Management (CM12)

- Nonnative Aquatic Vegetation Control (CM13)
- Stockton Deep Water Ship Channel Dissolved Oxygen Levels (CM14)
- 3 Nonphysical Fish Barriers (CM16)
- 4 Illegal Harvest Reduction (CM17)
  - Conservation Hatcheries (CM18)

5

- 6 Urban Stormwater Treatment (CM19)
- 7 Recreational Users Invasive Species Program (CM20)
- 8 Nonproject Diversions (CM21)

Several analytical methods and models were used to assess environmental consequences. Section
 16.3.1, *Methods for Analysis*, is organized according to the region and topic addressed by these
 methods and models. Each method and model is described, and the region and economic effect to
 which it was applied are identified.

### 13 **16.3.1** Methods for Analysis

14 Part of the socioeconomic analysis is based upon results of hydrologic and water quality analytical 15 model simulations of the Existing Conditions, the No Action Alternative, and action alternatives. For 16 the BDCP EIR/EIS, operations of Alternative 1A through Alternative 9 were analyzed for future 17 conditions at the year 2060. Under 2060 conditions, it is anticipated that sea level rise will occur and 18 hydrology in the Delta watershed will change because climate change modeling indicates that there 19 will be less snow and more rain as compared to Existing Conditions, as described in Chapter 5, 20 Water Supply, Section 5.3. This analysis compares conditions under implementation of the 21 alternatives with Existing Conditions (without sea level rise and climate change) and No Action 22 Alternative (with sea level rise and climate change).

The *Cumulative Analysis* (Section 16.3.4) in this chapter presents the results of the comparison of
 socioeconomic conditions with operations of Alternative 1A through Alternative 9 at 2060 with
 conditions under No Action Alternative at 2060.

26 For the purposes of socioeconomic analysis, effects of BDCP action alternatives are divided into 27 discussion of effects that could occur during and/or as a result of construction activities associated 28 with one or more of the BDCP conservation measures ("temporary effects") and effects that could 29 occur during and/or as a result of operation and maintenance activities associated with one or more 30 of the BDCP conservation measures ("permanent effects"). Note that construction activities are 31 anticipated to occur over an eight-year period, and that the construction period assumed for this 32 chapter may differ slightly from the periods assumed for other chapters. This is due to the 33 refinement of the estimated length of the construction period for purposes of providing cost data 34 used to model socioeconomic effects.

### 35 **16.3.1.1 Delta Community Effects**

### 36 Analytical Approach

Analysis of the Delta community specifically addressed population, housing, and social and
 community effects. Potential effects on housing and population include displacement of existing

residences and changes in employment. Estimated construction and operation expenditures were
 used as an input to the Impact Analysis for Planning (IMPLAN) model, which applies multipliers to
 generate estimates of employment and income change for the five-county Delta region. The five county Delta region IMPLAN model is described in Section 16.3.1.2, *Delta Regional Employment and Income*.

6 Social and community impacts were qualitatively evaluated with consideration of effects on 7 established communities whose character could be most directly influenced by BDCP activities 8 based on total population, economic composition, proximity to proposed BDCP features, and the 9 nature of BDCP activities. This assessment focused on communities in the statutory Delta, where the 10 direct effects of the BDCP would occur and where social and community effects would be greatest. 11 Social and community effects elsewhere in the larger five-county Delta region are anticipated to be minor because they would be spread over a large, heavily populated area and among many 12 13 communities.

### 14 **Population and Housing Impacts**

15 Estimates of housing demand, for the construction phase and the operation phase of each 16 alternative, were calculated based on changes in employment. The employment impact data were 17 drawn from the analysis of Delta regional employment and income (see Section 16.3.1.2 for a 18 description of that methodology). A BDCP alternative is expected to draw from the entire workforce 19 in the five-county region, not merely those workers who are available in the immediate area of 20 construction or operation activity. It is expected that some portion of the construction workforce 21 would consist of workers in the five-county Delta region who would not demand new housing. 22 However, the conveyance construction would require specialty occupations, such as tunnel boring 23 machine operators, that require skills not likely available in the local workforce. Thus, out-of-region 24 contractors may bring their crews to the area. These workers may arrive from outside the five-25 county Delta region and demand additional housing. Because of the likelihood that specialized 26 occupations and out-of-region contractors would enter the region, this analysis assumed that some of the new construction and operation workers would demand housing in the five-county region. 27 28 The proportion of construction crews coming from within the Delta region was determined through 29 consultations with the engineering staff that developed project cost estimates.

Changes in housing demand were assessed for the short-term construction phase and for the longerterm operation phase. Available permanent housing was determined by estimating the number of
vacant housing units using the total housing units and vacancy rates for each of the five counties.
Available temporary housing for the construction crews, e.g., recreational vehicle [RV] parks, was
evaluated through internet searches of RV parks in each of the five counties.

35 Total estimated changes in population as a result of implementing a BDCP alternative were 36 calculated by multiplying the average number of persons per household, according to the DOF 37 (California Department of Finance 2008), and the change in number of workers anticipated under each phase (by alternative) using the results of the five-county Delta region IMPLAN analysis (see 38 39 Section 16.3.1.2). Population changes were assessed for the short-term construction phase and for 40 the longer-term operation phase. The changes in population resulting from construction and 41 operation of a BDCP alternative were then compared to the projected population. In instances where 42 population changes are anticipated to deviate from the historical annual average for the five-county 43 Delta region (2000 to 2008), an impact is identified and discussed.

### 1 Social and Community Impacts

The assessment of social and community impacts was based on comparing social and communitylevel impacts of each alternative to the Existing Conditions or No Action Alternative. The
methodology specifically identified the physical and socioeconomic changes to the environment,
including systematic changes to the entire region, such as regional economic changes that may affect
the day-to-day ways that people live, work, or play.

7 As used in this analysis, community character describes the physical and social structure of a 8 community that makes up its unique or distinctive attributes. Examples of Delta community 9 characteristics include location, small town feeling or rural setting, proximity to recreational 10 opportunities, and cultural and natural heritage, all of which contribute to a sense of place. 11 Community cohesion describes a shared sense of belonging and "common ground" among members 12 of a community. Cohesion is supported by mobility and the ability to build and maintain 13 relationships within a community, and is often enhanced by the activities of community 14 organizations or community gathering places (such as schools, libraries, places of worship, and 15 recreational facilities).

16 The physical and economic effects of the alternatives, as addressed in other sections of this 17 document, were reviewed to determine what extent and degree of change to the environment could 18 affect individual communities and populations, and how they would potentially affect community 19 character. Construction activities related to water conveyance facilities would occur over a 20 multiyear period and could create sources of noise, pollution, traffic, and other conditions that could 21 be considered to affect the characteristics of Delta communities. These activities, along with the 22 long-term placement of the conveyance facilities, could also alter the character of these areas by 23 reducing the extent of undeveloped land in proximity to communities and by changing the viability 24 or desirability of leading economic and social pursuits, including agricultural activities and water-25 based recreation. A list of businesses and institutions within 0.5 miles of the water conveyance 26 facility construction footprint for each conveyance alignment was also reviewed to identify 27 community gathering places that could be directly or indirectly affected by construction activities.

Implementation of habitat restoration could have some similar effects during the construction
period by introducing conditions that would alter and potentially detract from the rural
characteristics of Delta communities. These BDCP activities could also introduce sources of noise, air
pollution, and traffic during earthwork and site preparation of habitat areas. In the long term, these
activities could also affect communities by converting agricultural land to other uses, which could
change economic and social conditions within communities. These areas could also change the
extent or nature of recreation in the Delta, which could also alter the character of communities.

35 Aside from direct conflicts with existing structures requiring relocation (which are described in 36 Chapter 13, Land Use, Impact LU-2), changes in regional economics, including employment and 37 income (discussed under Impacts ECON-1, ECON-7, and ECON-13), and changes to population and 38 housing in the study area (discussed under Impacts ECON-2, ECON-8, and ECON-14), BDCP activities 39 may also result in indirect effects on the demographic composition of communities. For example, 40 lower rates of unemployment could contribute to spillover benefits like reduced numbers of vacant 41 buildings, lower poverty and crime rates, and lessened need for social services. The BDCP's effects 42 on community character are anticipated to be substantially influenced by changes in the size and 43 composition of a population as well as changes in employment and, more generally, in the economic 44 welfare of a particular community. Thus, the demographic effects of regional economic changes

- 1 inform anticipated changes to a community's character and stability. Considerable decreases or
- 2 increases in population size or substantial demographic changes resulting from the construction of
- 3 water conveyance facilities or from implementation of other conservation measures would be
- 4 anticipated to alter community character and could create effects on the quality of the human
- 5 environment, particularly in those communities closest to BDCP activities.

### 6 Data Sources

- 7 Existing Conditions estimates and No Action Alternative projections for population and housing
- 8 were obtained from the DOF, California Department of Housing and Community Development, and
- 9 the U.S. Census Bureau, and are described in Section 16.1, *Environmental Setting/Affected*
- 10 *Environment*. The availability of housing was assessed using vacancy rate and number of dwellings
- 11 by type from DOF (California Department of Finance 2012b). Additionally, DWR's geodatabase of
- 12 businesses and institutions in the Delta was used to identify potential community gathering places
- 13 in the vicinity of water conveyance construction activities.

### 14 Links to Other Impact Analysis Sections

- Impacts on population and housing relied directly on the output from the economic and
   employment analyses and are addressed in Section 16.3.1.2, *Delta Regional Employment and Income.*
- 17 Potential social impacts and impacts on community character may result from changes in
- 18 employment, income, and changes in recreational uses and opportunities. These impacts are
- discussed in the relevant sections, and their conclusions were used to assess impacts on communitycharacter.
- 20 character.

### 21 Analysis Metrics

- The analyses of effects on Delta communities' population, housing, and character are presentedquantitatively or qualitatively.
- Quantitative estimates of changes in population.
- Quantitative estimates of changes in housing supply and quantity demanded.
- Qualitative description of potential changes in community character.

### 27 16.3.1.2 Delta Regional Employment and Income

### 28 Analytical Approach

- 29 Regional economic effects include changes in characteristics like regional employment and income. 30 [Note that for the purposes of the environmental consequences section of this chapter, "income" 31 refers to "labor income". As defined by the IMPLAN model, labor income consists of "all forms of 32 employment income, including Employee Compensation (wages and benefits) and Proprietor 33 Income".] The magnitudes of the economic effects within the five-county Delta region depend on the 34 initial changes in economic activity within the region (such as construction expenditure or loss of 35 production from existing economic activities), the interactions within the regional economy, and the 36 "leakage" of economic activity from this regional economy to the larger, surrounding economy.
- 37 Economic linkages create multiplier effects in a regional economy as money is circulated by trade.
- 38 These linkages are often modeled using a large mathematical model called an input-output model.

1 IMPLAN is a computer database and modeling system used to create input-output models for any 2 combination of United States counties. IMPLAN is the most widely used input-output model system 3 in the United States. It provides users with the ability to define industries, economic relationships, 4 and projects to be analyzed. It can be customized for any county, region, or state, and used to assess 5 the "ripple effects" or "multiplier effects" caused by increasing or decreasing spending in various 6 parts of the economy. The model describes the flows from producers to intermediate and final 7 consumers using a series of economic multipliers. The model of county-level economic interactions 8 is used to project, using the input-output multipliers, total regional economic activity based on a 9 change in expenditures. The IMPLAN output used in the assessment includes the direct, indirect, and 10 induced changes in employment and income.

IMPLAN includes (1) estimates of county-level final demands and final payments developed from
 government data; (2) a national average matrix of technical coefficients; (3) mathematical tools that
 help the user formulate a regional model; and (4) tools that allow the user to change data, conduct
 analyses, and generate reports.

15 Economic effects on the five-county Delta region economy can result from construction and 16 operation of facilities, changes in recreational uses, changes in agricultural production, changes in 17 operations and maintenance of existing natural gas wells, changes in water quality to municipal and 18 industrial users, and changes in other affected businesses. The direct effects of quantified changes 19 (e.g., construction and operation spending or change in agricultural production or recreation 20 expenditures) are input to IMPLAN regional economic models. Based on input from the DHCCP cost 21 estimators, local and non-local components of labor and non-labor (i.e., equipment and other 22 materials) expenditures associated with construction and operation of the BDCP facilities were 23 identified. These expenditures were used as input to IMPLAN to determine the regional employment 24 and income changes associated with the construction and operation of BDCP facilities under each of the alternatives. The resulting output (employment and income) for each alternative model run is 25 26 the change from the base model run (Existing Conditions and the No Action Alternative are the same 27 "base" IMPLAN model).

28 A separate regional IMPLAN model was used to estimate the employment and income changes 29 associated with changes in agricultural production in the five-county Delta region. Changes in 30 employment and income associated with changes in recreation expenditures were not estimated 31 using a regional IMPLAN model because direct changes in recreational expenditures have not been 32 quantified. Similarly, changes in employment and income associated with potential abandonment of 33 existing natural gas wells in the study area were not estimated using a regional IMPLAN model 34 because employment effects are anticipated to be very small. The direct effects of the 35 implementation of the other conservation measures (CM2–CM22) were not quantified, so their 36 effects on the regional economy are described in Section 16.3.3, but were not analyzed using 37 IMPLAN.

38 An IMPLAN model of the five-county Delta region identified in Section 16.1, Environmental 39 Setting/Affected Environment, was used to estimate total changes in employment and income in the 40 region. The model follows county lines and incorporates, to the extent allowed by available data, the 41 employment and income characteristics of the economic sectors in the region modeled. 42 Construction-related changes were modeled based on the expected year of expenditure. All other 43 changes were assumed to be average annual changes. Estimates of direct employment during 44 construction and operation of each alternative were derived from the total payroll estimate. With 45 the exception of employment, all direct effects were expressed in dollar terms for all affected

- sectors. For example, agricultural effects were incorporated into the input-output models in dollar
   terms as changes in gross revenues or costs.
- 3 Figure 16-1 provides an overview of the steps that were followed to quantify the potential
- 4 socioeconomic impacts as a result of constructing and operating the water conveyance facilities
- 5 (CM1). Both the beneficial and adverse socioeconomic impacts resulting from implementing the
- 6 restoration activities were qualitatively discussed. Quantification of socioeconomic impacts was
- 7 measured as changes in employment and income. These changes in employment and income were
- 8 estimated for three primary activities; temporary and permanent loss of agricultural production,
- 9 construction expenditures, and operation and maintenance expenditures.

### 10 Assumptions and Limitations

11 An IMPLAN model is formulated as a single-region model. The model does not explicitly recognize 12 interregional dependencies among sectors, except for the model's data related to imports<sup>4</sup>, exports, 13 and regional purchases. For this reason, single-county models would require very careful 14 interpretation and qualification; more of the secondary effects of changes are apt to occur in other 15 counties and thus be excluded from single-county models. The model used is a grouping of the five 16 Delta counties, which includes a broader and more self-sufficient range of economic activities than 17 each individual county. This region is sufficiently large to capture most of the important secondary 18 effects of direct changes in economic activity. However, a portion of direct BDCP expenditures is 19 estimated to occur outside of the Delta region, and a portion of the secondary effects of within-Delta 20 expenditures would occur outside the Delta. These effects are not included in results for the five-21 county Delta region.

- IMPLAN does not allow for substitution among production inputs, and no economies of scale are
   possible. It also does not include price effects that might be important to a region. The model also
   assumes that workers who become unemployed or employed due to a change in final demand have
   no alternative employment.
- Finally, the IMPLAN database is very large, incorporating up to 440 sectors. IMPLAN is periodically updated as more and better data become available, but it is not possible to check every number for accuracy. However, some of the coefficients for key affected sectors, such as agriculture, were
- 29 validated or revised to provide a better representation of secondary effects within the analysis.

### 30 Data Sources

- 31 IMPLAN uses a system of national accounts for the United States based on data collected by the
- 32 U.S. Department of Commerce's Bureau of Economic Analysis, the U.S. Department of Labor's Bureau
- 33 of Labor Statistics, and other federal and state government agencies. Data are collected for 440
- 34 distinct sectors of the national economy, corresponding to the North American Industry
- 35 Classification System. Industry sectors are classified on the basis of the primary commodity or
- 36 service produced. Corresponding data sets are produced for each county in the United States,
- 37 allowing analysis of individual counties, clusters of contiguous counties, individual states, or groups
- 38 of states.

<sup>&</sup>lt;sup>4</sup> Imports are goods and services brought into the region being analyzed by the IMPLAN model from other parts of the state, nation, or world. Exports are goods and services produced in the region being analyzed by the IMPLAN model which are shipped outside this region to other parts of the state, nation, or the world.

- 1 The model estimated regional economic changes arising from the increased expenditures during
- 2 construction and operation of the water conveyance facilities. The changes in agricultural output
- 3 resulting from the changes in acreages and production were used as input into the five-county Delta
- 4 region IMPLAN model to estimate the secondary regional employment and income changes.
- 5 Potential effects on employment and income from implementation of the other conservation
- 6 measures (CM2–CM22) were not evaluated using IMPLAN because the specific locations, sizes, and
- 7 costs are not known at this time.

#### 8 Links to Other Analysis Sections

9 The agricultural economics analysis provides the data needed to evaluate the regional economic 10 effects associated with changes in agricultural production in the Delta. These data include changes in 11 value of production and costs associated with changes in crop production. These changes were 12 translated into changes in final demands as input into the five-county Delta region IMPLAN model to 13 estimate indirect and induced changes.

- Regional economic effects associated with Conservation Measures 2–22 are described qualitatively,
   focusing on activities during implementation of these measures and on economic activities
- 16 potentially displaced within areas affected by these measures.

### 17 Analysis Metrics

- 18 The analysis of regional economic effects is presented quantitatively or qualitatively.
- Quantitative estimates of changes in annual regional employment.
- Quantitative estimates of changes in annual regional labor<sup>5</sup> income.
- Qualitative description of changes in employment and income that may result from
   implementation of Conservation Measures 2–22.

### 2316.3.1.3Fiscal Effects on Local Delta Governments

Fiscal effects on local Delta governments would occur from changes to property tax, sales tax, or assessment revenue resulting from implementation of a BDCP alternative. The analysis estimated the loss of property tax revenue resulting from potential acquisition of existing privately-held land as a result of a BDCP alternative. The analysis also discusses potential changes in sales tax revenue as a direct result of the estimated construction and operation expenditures, and from changes in agricultural sales and recreational expenditures.

- 30 A BDCP alternative may result in changes to existing land ownership and use that, in turn, would
- 31 affect the property taxes on affected parcels. As part of the economic assessment in Chapter 8 of the
- 32 BDCP, *Implementation Costs and Funding Sources*, estimates of foregone property tax revenues, in
- 33 undiscounted 2012 dollars, were developed for the effects of land acquisitions for constructing and
- 34 operating water conveyance facilities (Conservation Measure 1) and for implementing habitat
- 35 restoration measures (Conservation Measures 2-22). (The conveyance configuration analyzed in
- 36 BDCP Chapter 8 is the same as the Alternative 4 configuration.) The estimates of foregone property

<sup>&</sup>lt;sup>5</sup> IMPLAN's labor income includes "all forms of employment income, including Employee Compensation (wages and benefits) and Proprietor Income".

- tax revenues were developed based on the following data and assumptions, which are described
   more fully in BDCP Chapter 8, *Property Tax and Assessment Revenue Replacement*, Section 8.2.3.23 :
- Acquisition of fee-title interest in private land was assumed to result in loss of local property tax
   and assessment revenues. Surface and subsurface easement acquisition is not expected to have a
   significant impact of local property tax and assessment revenue and therefore was excluded
   from the analysis.
- An assessment rate of 1.5% per dollar of assessed value was used to estimate property tax and
   assessment revenue impacts.
- Because assessed property value is generally lower than market value, the assessment rate could not be directly applied to estimated fee-title acquisition costs. The rate was therefore re-expressed in terms of fee-title value by calculating the ratio of assessed value to estimated market value for the parcels and then multiplying the 1.5% average assessment rate by this ratio. This resulted in an average assessment ratio of 1.0% per dollar of market value. The assessment rate as a percent of market value was then applied to the fee-title land acquisition cost estimates for each conservation measure.
- For additional assumptions regarding the market value of land acquired for conveyance facilities
   and habitat restoration, please see BDCP Chapter 8, *Land Value Assumptions*, Section 8.2.2.4.2.<sup>6</sup>
- 18 To account for anticipated variation in forgone property tax revenue for alternatives whose
- 19 conveyance footprint acreages or habitat target acreages differ from those analyzed for the BDCP, 20 scaling factors were developed based on the difference in the total land area affected by different
- scaling factors were developed based on the difference in the total land area affected by different
   alternatives, as a percentage of that affected under Alternative 4. The foregone revenue estimates
- for Alternative 4 provide the basis for the development of estimates for alternatives with varying
- 22 Ior Alternative 4 provide the basis for the development of estimates for alternatives with varyin
   23 levels of land acquisition. Potential effects of tax revenue changes on local governments are
- 24 described in Section 16.4, *Environmental Consequences*.

### 25 **16.3.1.4 Delta Agricultural Economics**

- 26The analysis of the economic effect of changes in Delta agricultural production used results from27Chapter 14, Agricultural Resources and Appendix 14A, Individual Crop Effects as a Result of BDCP28Water Conveyance Facility Construction, which include changes in acreage resulting from facilities29construction and operation and potential, but unquantified changes in crop production from water30conveyance operations, and changes related to implementation of Conservation Measures 2–22.
- Quantitative estimates were made of the change in the value of agricultural production. Estimates
   were based on the acreage changes and, if appropriate, yield changes, estimated in Appendix 14A,
   *Individual Crop Effects as a Result of BDCP Water Conveyance Facility Construction*, and the prices and
- 34per-acre crop revenue information summarized in Section 16.1. Quantitative estimates are
- 35 presented for the Delta region as a whole, but areas within the Delta that may be disproportionately
- 36 affected are described in Section 16.3.3, *Effects and Mitigation Approaches*.
- The location, size, and operation of CM2-CM22 are conceptual, so potential effects on the value of
   agricultural production are discussed qualitatively. Other potential effects on agricultural

<sup>&</sup>lt;sup>6</sup> As described in Chapter 1, *Introduction*, Section 1.1, the full Draft EIR/EIS should be understood to include not only the EIR/EIS itself and its appendices but also the proposed BDCP documentation including all appendices.

Socioeconomics

- 1 production and costs that may be caused by the disruption of transportation and other
- 2 infrastructure are described qualitatively.
- 3 In summary, the following quantitative and qualitative comparisons are provided.
- Quantitative estimates of changes in value of agricultural production.
- 5 Qualitative estimates of changes in production costs.
- Qualitative estimates of changes in value of agricultural facilities and investment.
- 7 The potential effects of BDCP facilities and operations on farm employment and related economic
  8 sectors were also evaluated and are described as part of the regional economic analysis in Section
  9 16.3.3.

### 10**16.3.1.5Delta Recreational Economics**

11The analysis of the economic effect of changes in Delta recreation used results from Chapter 15,12*Recreation*, Sections 15.3.3.2 through 15.3.3.16, which included potential changes in recreational13opportunities and quality resulting from facilities construction and operation, as well as potential14changes resulting from the implementation of CM2-CM22.

- 15 These changes, along with their anticipated economic effects, are discussed qualitatively in Section
- 16 16.3.3 and are based on the discussion and analysis included in Chapter 15, *Recreation*, Sections
- 17 15.3.3.2 through 15.3.3.16. While these discussions estimate recreational effects on the study area as
- a whole, it is possible that recreational opportunities and quality in specific areas within the Delta
- would be disproportionately affected by BDCP activities. It is also possible that these activities
   would create beneficial effects in specific places based on the relocation of existing activities
- would create beneficial effects in specific places based on the relocation of existing activities
   accomplished as part of an environmental commitment (see Appendix 3B, *Environmental*
- 21 accomplished as part of an environmental commitment (see Appendix 3B, Environmental 22 *Commitments*) or through the creation of new or higher-quality recreational opportunities related to
- 22 *commitments*) or through the creation of new or higher-quality recreational opportunities related to 23 mitigation measures, as described in Chapter 15, *Recreation*, Sections 15.3.3.2 through 15.3.3.16.
- 24 The potential for these economic effects is discussed, where appropriate.

### 25 **16.3.1.6 Commercial Fishing Effects**

Commercial salmon fishing effects are not addressed for individual alternatives in this chapter
 because, while speculative, these effects are anticipated to be positive overall and would be spread
 among coastal regions where commercial landings occur. The economic impacts of potential
 changes in commercial salmon fisheries related to implementation of the BDCP have been

- qualitatively assessed in *Draft Bay Delta Conservation Plan Statewide Economic Impact Analysis*,
   Section 3.5, Commercial Fisheries. As discussed in this report, fall-run Chinook salmon are the only
- 32 major commercial fish species in the Delta.
- As discussed in the *Statewide Economic Impact Analysis*, the overall impacts of the implementation of the BDCP are expected to be positive for both the populations and commercial landings of fall-run chinook salmon. Due to the exogenous oceanic conditions and other factors inside and outside the Delta, however, there is a high level of uncertainty involved in forecasting salmon populations over time. Thus, the statewide economic impact analysis was not able to quantify and monetize the impact of the BDCP related to commercial fisheries. The overall effects, however, are anticipated to
- 39 be positive.

## 1 **16.3.2 Determination of Effects**

For NEPA purposes, effects on socioeconomic conditions were considered changed if
implementation of an alternative would result in one of the following conditions.

- Changes related to regional economics. For the purposes of this analysis, a reduction in
   employment or labor income associated with BDCP activities would be considered an adverse
   socioeconomic effect, while an increase in employment or labor income associated with BDCP
   activities would be considered a beneficial socioeconomic effect.
- Changes related to population and housing. For the purposes of this analysis, a concentrated,
   substantial increase in population or new housing associated with BDCP activities would
   constitute an adverse socioeconomic effect.
- Changes related to community character. For the purposes of this analysis, BDCP activities that
   would substantially disrupt social and economic patterns within established communities would
   be deemed to represent an adverse socioeconomic effect. BDCP activities that would support
   social and economic patterns within established communities would be considered a beneficial
   socioeconomic effect.
- Changes related to recreational economics. For the purposes of this analysis, an adverse socioeconomic effect would occur when construction or operations and maintenance activities result in loss of public access to or public use of well-established recreation facilities or activities lasting for more than 2 years.
- Changes related to agricultural economics. For the purposes of this analysis, an adverse
   socioeconomic effect would be characterized by a reduction in crop acres or a reduction in
   agricultural production value as a result of BDCP activities.
- Changes related to local government fiscal conditions. For the purposes of this analysis, an
   adverse socioeconomic effect would result if a BDCP activity led to a reduction in local
   government revenue. A beneficial socioeconomic effect would result if a BDCP activity led to an
   increase in local government revenue.
- Where applicable, effects are described as beneficial or adverse and are identified as substantial or
  not substantial relative to the geographical context of the Delta Region. Socioeconomic effects are
  described at a project level for construction and operation of the conveyance facilities (CM1). Effects
  that would result from implementation of other conservation measures are described at a
  programmatic level.

32 Economic effects are potentially significant if they lead to reasonably foreseeable physical or social 33 impacts. As noted, under CEQA, economic effects are not significant impacts, but an EIR should 34 consider their potential to lead to reasonably foreseeable physical changes in the environment. 35 Several impact topics discussed in this chapter could lead to such physical or social effects, including 36 those related to housing, population, and community character. Economic impacts may also be used 37 to assess the significance of other environmental changes that caused them, such as changes in 38 water supply or water quality. The significance of those associated environmental impacts is 39 discussed in other chapters.

### 1 **16.3.2.1 Compatibility with Plans and Policies**

2 Constructing the proposed water conveyance facility (CM1) and implementing CM2-CM22 could 3 potentially result in incompatibilities with plans and policies related to socioeconomics. Section 4 16.2, *Regulatory Setting*, provides an overview of federal, state, regional and agency-specific plans 5 and policies related to socioeconomics. This section summarizes ways in which BDCP is compatible 6 or incompatible with those plans and policies. Potential incompatibilities with local plans or policies, 7 or with those not binding on the state or federal governments, do not necessarily translate into 8 adverse environmental effects under NEPA or CEQA. Even where an incompatibility "on paper" 9 exists, it does not by itself constitute an adverse physical effect on the environment, but rather may 10 indicate the potential for a proposed activity to have a physical effect on the environment. The relationship between plans, policies, and regulations and impacts on the physical environment is 11 12 discussed in Chapter 13, Land Use, Section 13.2.3.

13 Government Code Section 65302(c) requires a housing element in all city and county general plans. 14 The detailed requirements of such elements are set forth in Government Code section 65580 et seq. 15 The effect of these requirements is to assure that cities and counties recognize their responsibilities in contributing to the attainment of the state housing goal. The basic objective is to ensure that 16 17 decent housing and a suitable living environment can be made available for every Californian. 18 Related goals found in general plans within the Delta region include maintaining and improving the 19 quality of existing housing stock, preserving the existing affordable housing stock, conserving and 20 rehabilitating existing housing supply, facilitating the development of affordable housing, promoting 21 equal housing opportunity, and strengthening neighborhoods. Implementing a BDCP action 22 alternative could require increased demand for housing or require the removal of existing 23 structures, including residential structures. Such effects are described under Impacts ECON-2, 24 ECON-8, and ECON-14. As discussed under these sections, changes in population and housing are 25 anticipated to be minor relative to the five-county Delta region and the effects would be anticipated 26 to be dispersed throughout the region.

Delta region county general plans also include goals specific to economic development and general
economic goals. These generally emphasize strategies to support the maintenance and development
of local economic activities including identification of key resources, infrastructure, or sectors to
pursue. The potential effects of implementation of BDCP alternatives on regional economics are
described in Impacts ECON-1, ECON-7, and ECON-13. In particular, this discussion focuses on the
direct and indirect effects on employment and labor income associated with BDCP activities.

33 General plans also include other goals or policies related to socioeconomic conditions in specific 34 elements dedicated to economic development or are included in other elements, such as land use, 35 recreation, or plan administration. Examples include policies protecting land uses that are 36 supportive of economic activities, including agricultural lands or open space areas dedicated to 37 recreational uses. Additionally, the Economic Sustainability Plan identifies a range of 38 recommendations related to BDCP activities, as summarized in Section 16.2.2.3. These include 39 recommendations that the economic impacts of habitat creation and development of facilities for 40 export water supply be fully mitigated, that the loss of highly productive farmland be minimized to 41 the greatest practical extent, that Delta water quality be protected for agricultural uses. In addition 42 the impact discussions referenced above, socioeconomic effects related to land use changes 43 associated with the BDCP are considered under Impacts ECON-5, ECON-6, ECON-11, ECON-12, 44 ECON-17, and ECON-18. Additional physical effects related to these issues are described in Chapter 45 8, Water Quality, Chapter 14, Agricultural Resources, and Chapter 15, Recreation.

### **1 16.3.3 Effects and Mitigation Approaches**

### 2 **16.3.3.1** No Action Alternative

3 Under the No Action Alternative, socioeconomic conditions would continue largely as under Existing 4 Conditions. This alternative includes continued SWP/CVP operations, maintenance, enforcement, 5 and protection programs by federal, state, and local agencies, as well as projects that are permitted 6 or under construction. A complete list and description of programs and plans considered under the 7 No Action Alternative is provided in Appendix 3D, Defining Existing Conditions, No Action Alternative, 8 No Project Alternative, and Cumulative Impact Conditions. Over the long-term, Delta communities and 9 socioeconomic conditions in the Delta would be subject to risks associated with climate change, 10 seismic activity, and other phenomena, as discussed in Appendix 3E, Potential Seismic and Climate 11 Change Risks to SWP/CVP Water Supplies.

#### 12 Regional Economics

13 Under the No Action Alternative, the regional economy of the Delta region is expected to be similar 14 in structure to that described in Section 16.1, Environmental Setting/Affected Environment. Potential 15 changes in expenditures related to recreation and municipal and industrial water uses as well as 16 potential changes in the value of agricultural production could result in changes to regional 17 employment and income in the Delta region under the No Action Alternative. The scale of the 18 economy would change with population growth; however, the structure of the economy would not. 19 Therefore, for the purposes of this analysis, no regional economic impact evaluation is undertaken 20 as the economy is assumed to be similar to that characterized by the baseline five-county Delta 21 region IMPLAN model.

#### 22 **Population and Housing**

Under the No Action Alternative, it is anticipated that the population would follow the projections
 described in Section 16.1, *Environmental Setting/Affected Environment*. Trends in housing demand
 and supply would correspond to population trends. It is assumed that the growth in housing would
 match the growth in population, as described in Section 16.1, *Environmental Setting/Affected Environment*.

#### 28 Community Character

Under the No Action Alternative, community character, including community cohesion and the
 functionality of community gathering places, within the five-county Delta region would be similar to
 that described under Section 16.1, *Environmental Setting/Affected Environment.* Projects and
 programs implemented under this alternative would not be anticipated to create adverse effects on
 the character of Delta communities.

34 *CEQA Conclusion*: The ongoing programs and plans under the No Action Alternative would not be
 35 anticipated to alter the character of Delta communities when compared with Existing Conditions
 36 and therefore would not be anticipated to result in a physical change to the environment.

#### 37 Local Government Fiscal Conditions

In consideration of the programs and plans adopted included in the No Action Alternative, local
 government fiscal conditions in Delta region would be anticipated to be similar to those conditions

- described under Section 16.1, *Affected Environment/Environmental Setting*. Programs resulting in
   public acquisition of privately-held land, in addition to the population and economic changes
   described above, could affect property and sales tax revenue; however, the overall effects of this
- 4 alternative are not anticipated to be adverse.
- *CEQA Conclusion:* The ongoing programs and plans under the No Action Alternative, along with
   anticipated population growth, would be anticipated to result in local government fiscal conditions
   similar to those described under Existing Conditions and would therefore not be anticipated to
   result in a physical change to the environment.

#### 9 **Recreational Economics**

- 10Recreational economics within the five-county Delta region would be anticipated to be similar to11that described under Section 16.1, Affected Environment/Environmental Setting. Projects to enhance12and manage recreational resources, along with population growth in the Region, would be expected13to increase economic activity associated with recreation in the Delta. While outside factors including14changes to fisheries could alter the quality of recreational resources, based on consideration of15ongoing measures to support recreation, adverse effects would not be anticipated.
- *CEQA Conclusion:* The ongoing programs and plans under the No Action Alternative, along with
   anticipated population growth, would result in economic contributions similar to or higher than
   those described under Existing Conditions and therefore would not be anticipated to result in a
   physical change to the environment.

#### 20 Agricultural Economics in the Delta Region

21 Conditions described below under the No Action Alternative are based on summary crop acreages 22 and value of production information presented in the Section 16.1, Environmental Setting/Affected 23 Environment. Irrigated crop acreage and value of agricultural production in the Delta region under 24 the No Action Alternative are summarized in Table 16-18. On average, \$650 million in crop value 25 would be generated on about 480 thousand irrigated acres. Field and forage crops are the two 26 largest categories in acreage, and account for over 60% of the total irrigated acreage. Over 65% of 27 the annual value of crop production is accounted for by two other crop categories: vegetable, truck, 28 and specialty, and orchards and vineyards. Production costs and investments are similar to those 29 described in Section 16.1, Environmental Setting/Affected Environment. It is possible that some of the 30 projects, programs, and plans considered part of the No Action Alternative would reduce the total 31 acreage and value of agricultural production in the Delta region. For example, under the 2008 and 32 2009 NMFS and USFWS BiOps, up to 8,000 acres of agricultural land could be converted to tidal 33 habitat. Similarly, agricultural land uses in the Yolo Bypass or Suisun Marsh could be periodically or 34 permanently disrupted by other habitat restoration efforts.

## Table 16-18. Crop Acreage and Value of Agricultural Production in the Delta Region under the No Action Alternative

	Total Crop Acreage	Total Value of Production	
Analysis Metric	(thousand acres)	(million \$)	
Grains	58.6	24.2	
Field crops	191.1	113.8	
Forage crops	112.7	73.1	
Vegetable, truck, and specialty crops	77.2	268.4	
Orchards and vineyards	44.0	170.5	
Total	483.7	650.0	
Note: Value of production is based on prices received by farmers, in 2011 dollars (U.S. Department of			
Commerce 2012).	-		

3

Salinity of irrigation water is described in Chapter 8, *Water Quality*, Section 8.1.3.7. The relationship
between soil and irrigation water salinity and crop production and the response of growers to these
changes is described in Chapter 14, *Agricultural Resources*, Section 14.1.1.6.

Because the agricultural economy of the Delta is expected to be similar in structure to that described
in Section 16.1, *Environmental Setting/Affected Environment*, no quantitative impact evaluation was
conducted.

*CEQA Conclusion*: In total, the ongoing programs and plans under the No Action Alternative would
 result in crop acreages and crop values similar to those under Existing Conditions and therefore
 would not be anticipated to result in a physical change in the environment.

#### 13 Effects in South-of-Delta Hydrologic Regions

14 Under the No Action Alternative, several assumptions would create a deviation from Existing 15 Conditions. First, an increase in M&I water rights demands is assumed north of the Delta, increasing 16 overall system demands and reducing the availability of CVP water for export south of the Delta. 17 Secondly, the No Action Alternative includes the effects of implementation of the Fall X2 standard, 18 which requires additional water releases through the Delta and would therefore reduce the 19 availability of water for export to SWP and CVP facilities. The No Action Alternative also includes 20 effects of sea level rise and climate change, factors that would also reduce the amount of water 21 available for SWP and CVP supplies. These factors result in a decrease in deliveries under the No 22 Action Alternative, when compared to Existing Conditions. A detailed explanation of factors 23 influencing deliveries under the No Action Alternative is provided in Chapter 5, Water Supply, 24 Section 5.3.3.1.

- As described in Chapter 30, *Growth Inducement and Other Indirect Effects*, Section 30.3.2.3, overall
   deliveries would decrease, though SWP deliveries to the San Francisco Bay, South Coast, and
   Colorado River hydrologic regions would increase to meet projected increases in demand in those
   areas. Where there are reduced deliveries to agricultural contractors, it is reasonable to expect that
   agricultural production in affected areas would also decline. This decline could result from a shift to
- 30 lower value crops or an increase in the acreage of land fallowed as a result of reduced deliveries or
- 31 reduced reliability of deliveries. Under this scenario, it would also be anticipated that employment
- 32 directly and indirectly associated with agriculture would decline in areas affected by reduced water
- deliveries. The location and magnitude of effects would depend largely on local factors and
- 34 individual decisions. However, hydrologic regions where SWP and CVP deliveries represent a higher

- share of total water supply and where agriculture comprises a larger proportion of applied water
   use could be most susceptible to reductions in deliveries under the No Action Alternative. This
- 3 includes the Tulare and San Joaquin River regions.

4 Increased SWP deliveries to M&I contractors in the San Francisco Bay, South Coast, and Colorado 5 River hydrologic regions would be anticipated to meet demand associated with population growth 6 in those regions. In other areas, M&I deliveries would generally decrease under the No Action 7 Alternative. As discussed in Chapter 30, Growth Inducement and Other Indirect Effects, Section 8 30.3.2.5, long-term water supply reliability is an important component in enabling long-term 9 population increases. However, other factors—including natural growth, employment opportunities, 10 local policy, and quality of life—are more likely to determine population growth. Nonetheless, 11 population growth could stimulate economic activity resulting from increased demand for goods 12 and services. This increased demand could create broad economic benefits for regions whose 13 growth is supported by increased deliveries under BDCP. As with estimating changes in agricultural 14 production, the location and extent of population growth would depend largely on local factors. 15 Where M&I deliveries under the No Action Alternative would be reduced compared to Existing 16 Conditions to the extent that they would, in the long run, constrain population growth, their 17 implementation could reinforce a socioeconomic status quo or limit potential economic and 18 employment growth in hydrologic regions. Such a result could have the largest socioeconomic effect 19 on regions with high dependence on SWP and CVP deliveries and where urban uses represent a high 20 share of applied water use, including the South Lahontan region and the San Francisco Bay region 21 (in consideration of a reduction in CVP deliveries). A detailed discussion of these potential effects is 22 found in Appendix 5B, Responses to Reduced South of Delta Water Supplies.

23 Changes to SWP and CVP deliveries to the hydrologic regions under the No Action Alternative could 24 affect community character. Where agricultural deliveries decline, resultant decreases in 25 employment and production could destabilize economic and social patterns and institutions in 26 communities where agriculture is a predominant economic activity. Decreases in M&I deliveries as a 27 result of the No Action Alternative, were they to constrain long-term population growth, could 28 reinforce a socioeconomic status quo or limit potential economic and employment growth in 29 hydrologic regions. Changes in agricultural production and population growth could also affect local 30 government fiscal conditions. Declining employment and production linked to a reduction in 31 agricultural water deliveries could lead to a reduction in property and sales tax revenue. Similarly, 32 population growth or employment growth limited by reduced M&I deliveries could result in 33 foregone revenue. However, such growth could also require additional public sector expenditures 34 for public services and utilities. Again, the location and intensity of these effects would depend on 35 factors unique to local conditions and decisions, but as noted above, those regions most dependent 36 on SWP and CVP deliveries would generally be anticipated to be most directly affected by reduced 37 deliveries under this alternative.

#### 38 Climate Change and Catastrophic Seismic Risks

Agriculture and recreation are primary economic activities in the Delta region. The potential for major seismic events, along with the potential effects of climate change, could affect ongoing agricultural and recreational uses if they resulted in the failure of levees or in climatic conditions less favorable for productive agricultural uses. Such events could also result in changes in the character of Delta communities and effects on individual homes and businesses, potentially requiring construction of new buildings. Catastrophic events resulting in levee failure could also

45 place additional financial burdens on local governments in the Delta region. In hydrologic regions,

disruptions to Delta water deliveries could alter agricultural and industrial activities, along with
 general effects on water supply in hydrologic regions (See Appendix 3E, *Potential Seismic and Climate Change Risks to SWP/CVP Water Supplies* and Appendix 5B, *Responses to Reduced South of Delta Water Supplies*, for more detailed discussion of seismic and climate change risks and potential
 responses to reduced supplies).

6 Overall, the No Action Alternative would result in reduced deliveries to hydrologic regions, which 7 could create adverse socioeconomic effects related to reduced agricultural production, employment, 8 and the character of agricultural communities. Reductions in water deliveries could occur in areas 9 where a large proportion of economic activity and employment is dependent on agricultural 10 production. Reducing exports to the San Joaquin Valley and Tulare Basin would result in reduced 11 deliveries to agricultural users and associated reduction in employment opportunities. Any reduction in water deliveries would result in an adverse effect to these affected workers' 12 13 employment and income levels. Water deliveries to southern California are made to a broad range of 14 municipal and industrial users. To the extent that reductions in deliveries to these areas would 15 constrain population or industrial growth, such reductions would also be expected to result in an 16 adverse effect on employment and income. Further discussion of these potential effects is included 17 in Chapter 28, Environmental Justice, Section 28.5.3.1, and in Chapter 30, Growth Inducement and 18 Other Indirect Effects, Section 30.3.4.

*CEQA Conclusion:* Operation of water conveyance facilities under the No Action Alternative could
 affect socioeconomic conditions in the hydrologic regions receiving water from the SWP and CVP.
 However, because these impacts are social and economic in nature, rather than physical, they are
 not considered environmental impacts under CEQA. To the extent that changes in socioeconomic
 conditions in the hydrologic regions would lead to physical impacts, such impacts are described in
 Chapter 30, *Growth Inducement and Other Indirect Effects*, Section 30.3.

# 2516.3.3.2Alternative 1A—Dual Conveyance with Pipeline/Tunnel and26Intakes 1–5 (15,000 cfs; Operational Scenario A)

Alternative 1A would result in temporary effects (construction period) on lands and communities
associated with construction of five intakes and intake pumping plants, and other associated
facilities; two forebays; conveyance pipelines; and tunnels. Nearby areas would be altered as work
or staging areas, concrete batch plants, fuel stations, or be used for spoils storage areas.
Transmission lines, access roads, and other incidental facilities would also be needed for operations,
and construction of these structures would also have effects on lands and communities.

- The following impact analysis is divided into four subsections: effects of construction of facilities under CM1 in the Delta region, effects of operations of facilities under CM1 in the Delta region, effects of implementation of other conservation measures, and effects in hydrologic regions outside
- 36 of the Delta as a result of changes in water deliveries.

# Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- 39 The regional economic effects on employment and labor income during construction in the Delta
- 40 region were evaluated. Changes are shown relative to Existing Conditions and the No Action
- 41 Alternative in Table 16-19. The table shows the direct and total (direct, indirect, and induced
- 42 effects) changes that would result from conveyance-related spending. Spending on conveyance

- 1 construction would result in substantial local economic activity in the region. As shown, direct
- 2 construction employment is anticipated to vary over the 8-year construction period, with an
- 3 estimated 2,433 FTE in the first year and 165 FTE in the final year of the construction period.
- 4 Construction employment is estimated to peak at 4,390 FTE in year 4. Total employment (direct,
- 5 indirect, and induced) would peak in year 3, at 12,716 FTE.

### 6 Table 16-19. Regional Economic Effects on Employment and Labor Income during Construction

#### 7 (Alternative 1A)Regional Economic Impact<sup>a</sup>

	Year								
	1	2	3	4	5	6	7	8	Total
Employment Full Time Equivalent (FTE)									
Direct	2,433	2,714	4,004	4,390	3,658	3,636	676	165	21,675
Total <sup>b</sup>	12,348	10,582	12,716	11,935	8,915	7,389	1,136	235	65,256
Labor Income (million \$)									
Direct	327.7	249.0	262.6	215.1	142.1	88.1	7.8	0.4	1,292.9
Total <sup>b</sup>	596.7	465.3	509.6	435.9	300.4	208.8	24.4	3.4	2,544.5

Note: Labor income is reported in 2011 dollars (U.S. Department of Commerce 2012).

<sup>a</sup> IMPLAN results are changes relative to Existing Conditions or the No Action Alternative.

<sup>b</sup> Includes direct, indirect, and induced effects; numbers may not sum to the total due to rounding. Detailed estimates are presented in Appendix 16A, *Regional Economic Impacts of Water Conveyance Facility Construction*.

8

9 The footprint of conveyance and related facilities such as roads and utilities would remove some 10 existing agricultural land from production, so the effects on such removals on agricultural 11 employment and income would be negative. The regional economic effects on employment and 12 income in the Delta region from the change in agricultural production are reported in Table 16-20. 13 As shown, direct agricultural employment would be reduced by an estimated 27 FTE, while total 14 employment (direct, indirect, and induced) associated with agricultural employment would fall by 15 100 FTE. Mapbook Figures M14-1 and M14-2 display areas of Important Farmland and lands under 16 Williamson Act contracts that could be converted to other uses due to the construction of water 17 conveyance facilities for the Pipeline/Tunnel alignment. Note that not all of these structures would 18 be constructed under this alternative.

## Table 16-20. Regional Economic Effects on Agricultural Employment and Labor Income during Construction (Alternative 1A)

Regional Economic Impact <sup>a</sup>	Impacts on Agriculture	
Employment (FTE)		
Direct	-27	
Total <sup>b</sup>	-100	
Labor Income (million \$)		
Direct	-3.3	
Total <sup>b</sup>	-6.4	

Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012).

<sup>a</sup> IMPLAN results are changes relative to Existing Conditions or the No Action Alternative.

<sup>b</sup> Includes direct, indirect, and induced effects.

- 1 Additionally, the Alternative 1A construction footprint would result in the abandonment of an
- 2 estimated six producing natural gas wells in the study area, as described in Chapter 26, *Mineral*
- 3 *Resources*, Section 26.3.3.2, Impact MIN-1. This could result in the loss of employment and labor
- 4 income associated with monitoring and maintaining these wells. Generally, small crews perform
- 5 ongoing monitoring and maintenance of several wells at a time. As shown in Chapter 26, *Mineral*
- *Resources*, Table 26-3, 516 active producer wells are located in the study area. Even if all six
   producing wells in the Alternative 1A construction footprint were abandoned and not replaced with
- 8 new wells installed outside the construction footprint, the percentage reduction in the number of
- 9 natural gas wells would be very small. As a result, the employment and labor income effects
- 10 associated with well abandonment, while negative, would be minimal.
- *NEPA Effects:* Because construction of water conveyance facilities would result in an increase in
   construction-related employment and labor income, this would be considered a beneficial effect.
   However, these activities would also be anticipated to result in a decrease in agricultural-related
   employment and labor income, which would be considered an adverse effect. Mitigation Measure
   AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be
   available to reduce these effects by preserving agricultural productivity and compensating off-site.
- 17 **CEOA Conclusion:** Construction of the proposed water conveyance facilities would increase total 18 employment and income in the Delta region, temporarily (during the construction period). The 19 increase in employment and income that would result from expenditures on construction would be 20 greater than the reduction in employment and income attributable to losses in agricultural 21 production. Changes in recreational expenditures and natural gas well operations could also affect 22 regional employment and income, but these have not been quantified. The total change in 23 employment and income is not, in itself, considered an environmental impact, Significant 24 environmental impacts would only result if the changes in regional economics cause physical 25 impacts. Such physical impacts are discussed in other chapters throughout this EIR/EIS. Costs are 26 addressed in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of 27 agricultural land from production is addressed in Chapter 14, Agricultural Resources, Section 28 14.3.3.2, Impacts AG-1 and AG-2; changes in recreation related activities are addressed in Chapter 29 15, Recreation, Section 15.3.3.2, REC-1 through REC-4; abandonment of natural gas wells is 30 addressed in Chapter 26, Mineral Resources, Section 26.3.3.2, MIN-1. When required, the BDCP 31 proponents would provide compensation to property owners for economic losses due to 32 implementation of the alternative. While the compensation to property owners would reduce the 33 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 34 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14, 35 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, 36 Develop an Agricultural Lands Stewardship Plan (ALSP) to preserve agricultural productivity and 37 mitigate for loss of Important Farmland and land subject to Williamson Act contracts or in Farmland
- 38 Security Zones.

# Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of the Proposed Water Conveyance Facilities

#### 41 **Population**

- 42 Construction of conveyance facilities would require an estimated peak of 4,390 workers in year 4 of 43 the construction period. It is anticipated that many of these new jobs would be filled from within the
- 44 existing five-county labor force. However, construction of the tunnels may require workers with

- 1 specialized skills not readily available in the local labor pool. As a result, it is anticipated that some
- 2 specialized workers may be recruited from outside the Delta region. As discussed in Chapter 30,
- *Growth Inducement and Other Indirect Effects*, Section 30.3.2.1, Direct Growth Inducement, an
   estimated 1,300 workers could come from outside of the Delta region at the peak of the construction
- 5 period.
- 6 It is anticipated that non-local workers would temporarily relocate to the Delta region, thus adding
- 7 to the local population. However, this additional population would constitute a minor increase in the
- 8 total 2020 projected regional population of 4.6 million and be distributed throughout the region.
- 9 Changes in demand for public services resulting from any increase in population are addressed in
- 10 Chapter 20, *Public Services and Utilities*, Section 20.3.3.2, Impact UT-1 through UT-6.

#### 11 Housing

- 12 Changes in housing demand are based on changes in supply resulting from displacement during 13 facilities construction and changes in housing demand resulting from employment associated with 14 construction of conveyance facilities. As described in Chapter 13, *Land Use*, Section 13.3.3.2, Impact 15 LU-2, construction of water conveyance facilities under Alternative 1A would conflict with
- 16 approximately 59 residential structures.
- 17 The construction workforce would most likely commute daily to the work sites from within the
- Delta region; however, if needed, there are about 53,000 housing units available to accommodate
   workers who may choose to commute on a workweek basis or who may choose to temporarily
   relocate to the region for the duration of the construction period, including the estimated 1,300
- workers who may temporarily relocate to the Delta region from outside of the region. In addition to
   the available housing units, there are recreational vehicle and mobile home parks and numerous
   hotels and motels within the five-county region to accommodate any construction workers. As a
   result, and as discussed in more detail in Chapter 30, *Growth Inducement and Other Indirect Effects,*
- Section 30.3.2.1, Direct Growth Inducement, construction of the proposed conveyance facilities is
   not expected to substantially increase the demand for housing within the five-county region.
- *NEPA Effects:* Within specific local communities, there could be localized effects on housing.
   However, given the availability of housing within the five-county region, predicting where this
   impact might fall would be speculative. In addition, new residents would likely be dispersed across
   the region, thereby not creating a burden on any one community.
- Because these activities would not result in permanent concentrated, substantial increases in
  population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Construction of the proposed water conveyance facilities would result in minor
   temporary population increases in the Delta region, which has an adequate housing supply to
   accommodate the change in population. Therefore, physical environmental impacts resulting from
   the minor increase in population are not anticipated.

# Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed Water Conveyance Facilities

- 39 *NEPA Effects:* Throughout the five-county Delta region, population and employment would expand
- 40 as a result of the construction of water conveyance facilities, as discussed under Impacts ECON-1
- 41 and ECON-2. Agricultural contributions to the character and culture of the Delta would be likely to
- 42 decline commensurate with the projected decline in agricultural-related acreage, employment, and

1 production. This could result in the closure of agriculture-dependent businesses or those catering to 2 agricultural workers, particularly in areas where conversion of agricultural land would be most 3 concentrated, including near the intake pumping plants and forebays in the vicinity of Clarksburg 4 and Hood. Similar effects on community character could result from anticipated changes to 5 recreation in the study area. However, social influences associated with the construction industry 6 would grow during the multi-year construction period for water conveyance structures under 7 Alternative 1A. To the extent that this anticipated economic shift away from agriculture and towards 8 construction results in demographic changes in population, employment level, income, age, gender, 9 or ethnic origin, the study area would be expected to see changes to its character, particularly in 10 those Delta communities most substantially affected by demographic changes based on their size, 11 ability to accommodate growth, or proximity to BDCP activities. In comparing the existing 12 demographic composition of agricultural workers and construction laborers within the five-county 13 Delta Region, men make up a large proportion of both occupations: 84 percent of agricultural 14 workers were male, compared with 98 percent of construction laborers. Approximately 92 percent 15 of agricultural workers made less than \$35,000, while 60 percent of construction laborers made less 16 than \$35,000. Additionally, 87 percent of agricultural workers within the study area report Hispanic 17 origin, while 54 percent of construction laborers claim Hispanic origin within the five-county area 18 (U.S. Census Bureau 2012b).

- 19 Legacy communities in the Delta, which are those identified as containing distinct historical and cultural character, include Locke, Bethel Island, Clarksburg, Courtland, Freeport, Hood, Isleton, 20 21 Knightsen, Rio Vista, Ryde, and Walnut Grove. These communities provide support services and 22 limited workforce housing for the area's agricultural industry. Some housing is also provided to 23 retirees and workers commuting to nearby urban areas including Sacramento. Construction 24 activities associated with BDCP water conveyance facilities would be anticipated to result in changes 25 to the rural qualities of these communities during the construction period (characterized by 26 predominantly agricultural land uses, relatively low population densities, and low levels of 27 associated noise and vehicular traffic), particularly for those communities in proximity to water 28 conveyance structures, including Clarksburg, Hood, Courtland and Walnut Grove. Effects associated 29 with construction activities could also result in changes to community cohesion if they were to 30 restrict mobility, reduce opportunities for maintaining face-to-face relationships, or disrupt the 31 functions of community organizations or community gathering places (such as schools, libraries, 32 places of worship, and recreational facilities). Under Alternative 1A, several gathering places that lie 33 in the vicinity of construction areas could be indirectly affected by noise and traffic associated with 34 construction activities, including Delta High School, the Clarksburg Library, Clarksburg Community 35 Church, Equipping Christian Center, and several marinas or other recreational facilities (see Chapter 36 15, Recreation, Table 15-11). Additionally, as described in Chapter 20, Public Services and Utilities, a 37 fire station in the community of Hood would be directly affected by construction of a conveyance 38 pipeline under this alternative and accordingly, its function as a workplace and as a community 39 gathering place may be relocated.
- In addition to potential changes in the demographic composition of communities in the study area,
  construction of water conveyance facilities under Alternative 1A could also affect the size of the
  communities, as suggested above. Based upon the projections developed under Impacts ECON-1 and
  ECON-2, the total population and employment base of the study area would expand during water
  facility construction. This expansion could provide economic opportunities during this period, which
  could support community stability by increasing investment in Delta communities. However, as

noted under the discussion of housing above, predicting the specific location of such investments
 within the study area would be speculative.

3 Under Alternative 1A, additional regional employment and income could create net positive effects 4 on the character of Delta communities. In addition to potential demographic effects associated with 5 changes in employment, however, property values may decline in areas that become less desirable 6 in which to live, work, shop, or participate in recreational activities. For instance, negative visual- or 7 noise-related effects on residential property could lead to localized abandonment of buildings. While 8 water conveyance construction could result in beneficial effects relating to the economic welfare of a 9 community, adverse social effects could also arise as a result of declining economic stability in 10 communities closest to construction effects and in those most heavily influenced by agricultural and 11 recreational activities. Implementation of mitigation measures and environmental commitments 12 related to noise, visual effects, transportation, agriculture, and recreation, would reduce adverse 13 effects (see Appendix 3B, Environmental Commitments). Specifically, these commitments include 14 Develop and Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous 15 Materials Management Plans, Notification of Construction and Maintenance Activities in Waterways, 16 Noise Abatement Plan, Fire Prevention and Control Plan, and Prepare and Implement Mosquito 17 Management Plans.

18 **CEQA** Conclusion: Construction of water conveyance facilities under Alternative 1A could affect 19 community character in the Delta region during the construction work period. However, because 20 these impacts are social in nature, rather than physical, they are not considered impacts under 21 CEQA. To the extent that changes to community character would lead to physical impacts involving 22 population growth, such impacts are described under Impact ECON-2 and in Chapter 30, Growth 23 Inducement and Other Indirect Effects, Section 30.3.2. Furthermore, notable decreases in population 24 or employment, even if limited to specific areas, sectors, or the vacancy of individual buildings, could 25 result in alteration of community character stemming from a lack of maintenance, upkeep, and 26 general investment. However, implementation of mitigation measures and environmental 27 commitments related to noise, visual effects, transportation, agriculture, and recreation, would 28 reduce the extent of these effects (see Appendix 3B, Environmental Commitments). Specifically, these 29 commitments include Develop and Implement Erosion and Sediment Control Plans, Develop and 30 Implement Hazardous Materials Management Plans, Notification of Construction and Maintenance 31 Activities in Waterways, Noise Abatement Plan, Fire Prevention and Control Plan, and Coordinate 32 with Mosquito Vector Control Districts and Prepare and Implement Mosquito Management Plans.

# Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing the Proposed Water Conveyance Facilities

35 **NEPA Effects:** Under Alternative 1A, publicly-owned water conveyance facilities would be 36 constructed on land of which some is currently held by private owners. Property tax and assessment 37 revenue forgone as a result of water conveyance facilities is estimated at \$8.3 million over the 38 construction period with an estimated annual range effect of \$1.0 million. These decreases in 39 revenue could potentially result in the loss of a substantial share of some agencies' tax bases. 40 particularly for smaller districts affected by the BDCP, such as reclamation districts where 41 conveyance facilities and associated work areas are proposed. This economic effect would be 42 considered adverse; however, the BDCP proponents would make arrangements to compensate local 43 governments for the loss of property tax or assessment revenue for land used for constructing,

locating, operating, or mitigating for new Delta water conveyance facilities.<sup>7</sup> Additionally, as
 discussed under Impact ECON-1, construction of the water conveyance facilities would be
 anticipated to result in a net temporary increase of income and employment in the Delta region. This
 would also create an indirect beneficial effect through increased sales tax revenue for local
 government entities that rely on sales taxes.

6 **CEQA Conclusion:** Under Alternative 1A, construction of water conveyance facilities would result in 7 the removal of a portion of the property tax base for various local government entities in the Delta 8 region. Over the construction period, property tax and assessment revenue forgone is estimated at 9 \$8.3 million. However, the Sacramento–San Joaquin Delta Reform Act commits the entities receiving 10 water from the State Water Project and federal Central Valley Project to mitigate for lost property 11 tax and assessment revenue associated with land needed for the construction of new conveyance 12 facilities (Water Code Section 85089). Additionally, any losses could be offset, at least in part, by an 13 anticipated increase in sales tax revenue. CEOA does not require a discussion of socioeconomic 14 effects except where they would result in reasonably foreseeable physical changes. If an alternative 15 is not anticipated to result in a physical change to the environment, it would not be considered to 16 have a significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131). Here, any 17 physical consequences resulting from fiscal impacts are too speculative to ascertain.

# 18 Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed 19 Water Conveyance Facilities

- 20 **NEPA Effects:** While facility construction would not physically displace any recreational facilities, 21 substantial disruption of recreational activities considered temporary and permanent would occur 22 in certain areas during the construction period, as described and defined in Chapter 15, Recreation, 23 Section 15.3.3.2, Impacts REC-1 through REC-4. The quality of recreational activities including 24 boating, fishing, waterfowl hunting, and hiking in the Delta could be affected by noise, lighting, 25 traffic, and visual degradation in proximity to water conveyance construction. For example, in-water 26 construction activities associated with the intakes or temporary barge areas could restrict 27 navigation and create noise and vibration that could lead to lower fishing success rates. Were it to 28 occur, a decline in visits to Delta recreational sites as a result of facility construction would be 29 expected to reduce recreation-related spending, creating an adverse effect throughout the Delta 30 region. Additionally, if construction activities shift the relative popularity of different recreational 31 sites, the BDCP may carry localized beneficial or adverse effects.
- Access would be maintained to all existing recreational facilities, including marinas, throughout construction. As part of Mitigation Measure REC-2, BDCP proponents would enhance nearby fishing access sites and would incorporate public recreational access into design of the intakes along the Sacramento River. Implementation of this measure along with separate, non-environmental commitments as set forth in Appendix 3B, *Environmental Commitments*, relating to the enhancement of recreational access and control of aquatic weeds in the Delta would reduce these effects. Environmental commitments would also be implemented to reduce some of the effects of
- 39 construction activities upon the recreational experience. These include providing notification of

<sup>&</sup>lt;sup>7</sup> Under the Sacramento-San Joaquin Delta Reform Act of 2009 (85089), construction of a new conveyance facility cannot begin until "the persons or entities that contract to receive water from the State Water Project and the federal Central Valley Project or a joint powers authority representing those entities have made arrangements or entered into contracts to pay for... (b) Full mitigation of property tax or assessments levied by local governments or special districts for land used in the construction, location, mitigation, or operation of new Delta conveyance facilities."

- maintenance activities in waterways and developing and implementing a noise abatement plan, as
   described in Appendix 3B, *Environmental Commitments*. Similarly, mitigation measures proposed
   throughout other chapters of this document, and listed under Impact REC-2 in Chapter 15,
   *Recreation*, would also contribute to reducing construction effects on recreational experiences in the
   study area. These include Chapter 12, *Terrestrial Biological Resources*, Chapter 17, *Aesthetics and Visual Resources*, Chapter 19, *Transportation*, and Chapter 23, *Noise*.
- 7 Construction of water conveyance structures would be anticipated to result in a lower-quality 8 recreational experience in a number of localized areas throughout the Delta, despite the 9 implementation of environmental commitments. With a decrease in recreational quality, 10 particularly for boating and fishing (two of the most popular activities in the Delta), the number of 11 visits would be anticipated to decline, at least in areas close to construction activities. Under this 12 alternative, seven recreational sites or areas would experience periods of construction-related 13 effects, including noise, access, visual disturbances, or a combination of these effects. These include 14 Clarksburg Boat Launch (fishing access), Stone Lakes National Wildlife Refuge, Georgiana Slough 15 Fishing Access, Cosumnes River Preserve, Bullfrog Landing Marina, Whiskey Slough Harbor Marina, 16 and Clifton Court Forebay. Fewer visits to these sites or areas would lead to less spending, creating 17 an adverse effect. While visitors can adjust their recreational patterns to avoid areas substantially 18 affected by construction activities (by boating or fishing elsewhere in the Delta, for instance), 19 recreation-dependent businesses including marinas and recreational supply retailers may not be 20 able to economically weather the effects of multiyear construction activities and may be forced to 21 close as a result, even while businesses in areas that become more popular could benefit. Overall, 22 the multi-year schedule and geographic scale of construction activities and the anticipated decline in 23 recreational spending would be considered an adverse effect. The commitments and mitigation 24 measures cited above would contribute to the reduction of this effect.
- *CEQA Conclusion*: Construction of the proposed water conveyance facilities under Alternative 1A
   would impact recreational revenue in the Delta region where construction activities result in fewer
   visits to an area. Fewer visits would be anticipated to result in decreased economic activity related
   to recreational activities. This section considers only the economic effects of recreational changes
   brought about by construction of the proposed water conveyance facilities. Potential physical
   changes to the environment relating to recreational resources are described and evaluated in
   Chapter 15, *Recreation*, Section 15.3.3.2, REC-1 through REC-4.

# Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- Construction of conveyance facilities would convert land from existing agricultural uses to uses that
   include direct facility footprints, construction staging areas, borrow/spoils areas, reusable tunnel
   material (RTM) storage, temporary and permanent roads, and utilities. Agricultural land could also
   be affected by changes in water quality and other conditions that would affect crop productivity.
   These direct effects on agricultural land are described in Chapter 14, *Agricultural Resources*, Section
   14.3.3.2, Impacts AG-1 and AG-2.
- 40 Changes in crop acreage were used to describe the associated changes in economic values. Unit 41 prices, vields, and crop production and investment costs were presented in Section 16.1.
- prices, yields, and crop production and investment costs were presented in Section 16.1,
   *Environmental Setting/Affected Environment*. Table 16-21 summarizes the changes in acreage and
- 42 *Environmental Setting/Affected Environment.* Table 16-21 summarizes the changes in acreage and 43 value of agricultural production that would result in the Delta region as a result of Alternative 1A
- 44 construction. Changes are shown relative to the Existing Conditions and the No Action Alternative

1 by aggregate crop category (agricultural resources under Existing Conditions and in the No Action

- 2 Alternative were assumed to be the same). The table also includes a summary of changes in crop
- 3 acreages that are reported in greater detail in Appendix 14A, *Individual Crop Effects as a Result of*
- 4 BDCP Water Conveyance Facility Construction.

# Table 16-21. Crop Acres and Value of Agricultural Production in the Delta during Construction (Alternative 1A)

		Change from Existing Conditions and	
Analysis Metric	Alternative 1A	No Action Alternative	
Total Crop Acreage (thousand acres)	478.1	-5.6	
Grains	58.1	-0.6	
Field crops	189.4	-1.7	
Forage crops	111.4	-1.4	
Vegetable, truck, and specialty crops	76.6	-0.5	
Orchards and vineyards	42.6	-1.4	
Total Value of Production (million \$)	641.1	-8.9	
Grains	24.0	-0.2	
Field crops	112.8	-1.0	
Forage crops	72.0	-1.1	
Vegetable, truck, and specialty crops	266.5	-1.8	
Orchards and vineyards	165.7	-4.9	
Note: Value of production is based on prices received by farmers, in 2011 dollars (U.S. Department of Commerce 2012).			

7

8 Total value of irrigated crop production in the Delta would decline on average by \$8.9 million per
 9 year during the construction period, with total irrigated crop acreage declining by about 5,600 acres.
 10 These estimates are not dependent on water year type.

11 Alternative 1A may also affect production costs on lands even if gross revenues are largely 12 unaffected. Costs could be increased by operational constraints and longer travel times due to 13 facilities construction. Construction designs and costs have provided for such costs in two ways. In 14 most cases, affected lands fall within the facilities footprint, and are included in the agricultural 15 acreage and value of production described elsewhere in this chapter and in Chapter 14, Agricultural 16 *Resources*, Section 14.3.3.2. For potentially affected lands not included in the facilities footprint, 17 conveyance construction costs include temporary and permanent roads, bridges, and other facilities 18 as needed to service agricultural lands (California Department of Water Resources 2010a, 2010b). 19 There could be some additional travel time and other costs associated with using these facilities, but 20 such costs are not environmental impacts requiring mitigation.

21 Loss of investments in production facilities and standing orchards and vineyards would occur as a 22 result of facilities construction. The value of structures and equipment potentially affected would 23 vary widely across parcels. Much of the equipment is portable (e.g., machinery, tools, portable 24 sprinkler pipe), and could be sold or used on other lands. Shop and storage buildings and permanent 25 irrigation and drainage equipment plus orchards and vineyards may have little or no salvage value. 26 The negotiated purchase of lands for the conveyance and associated facilities would compensate for 27 some, but perhaps not all of that value. According to Cooperative Extension cost of production 28 studies (University of California Cooperative Extension 2003a, 2003b, 2004, 2005, 2006a, 2006b,

- 2007a, 2007b, 2008a, 2008b, 2008c, 2008d), permanent structures, irrigation systems, and drainage
   systems can represent a wide range of investment, from less than \$100 per acre for field and
   vegetable crops up to over \$3,000 per acre for some orchards. Most such investments would not be
   new, so their depreciated values would be substantially lower.
- 5 Investment in standing orchards and vineyards would also be considered during negotiations for 6 land purchases. Typical investments required to bring permanent crops into production are shown 7 in Section 16.1, *Environmental Setting/Affected Environment*. For example, the establishment of wine 8 grapes requires an investment of over \$15,000 per acre and Bartlett pears require over \$20,000 per 9 acre. Forage crops such as irrigated pasture and alfalfa may require an establishment cost of about
- \$400 per acre. The depreciated values of the growing stock could be substantially below these
  establishment costs, depending on the ages of the stands that would be affected.
- Only minor changes in salinity of agricultural water supply are expected during construction.
  Consequently, costs related to salinity changes would also be minor. Further discussion of effects
  from changes in salinity is presented in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
  AG-2.
- *NEPA Effects:* Because construction of the proposed water conveyance facilities would lead to
   reductions in crop acreage and in the value of agricultural production in the Delta region, this is
   considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural
   *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
   agricultural productivity and compensating off-site.
- 21 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would reduce the total 22 value of agricultural production in the Delta region. The removal of agricultural land from 23 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impacts AG-1 and 24 AG-2. The reduction in the value of agricultural production is not considered an environmental 25 impact. Significant environmental impacts would only result if the changes in regional economics 26 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 27 required, DWR would provide compensation to property owners for economic losses due to 28 implementation of the alternative. While the compensation to property owners would reduce the 29 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 30 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14, 31 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, 32 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland 33 and land subject to Williamson Act contracts or in Farmland Security Zones.

# Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

36 In the Delta region, ongoing operation and maintenance of BDCP facilities would result in increased 37 expenditures relative to the Existing Conditions and the No Action Alternative (regional economic 38 conditions do not differ across Existing Conditions and No Action Alternative). The increased project 39 operation and maintenance expenditures are expected to result in a permanent increase in regional 40 employment and income (Table 16-22) relative to the Existing Conditions and the No Action 41 Alternative, including an estimated 187 direct and 269 total (direct, indirect, and induced) FTE. 42 Potential changes in the value of agricultural production result in changes to regional employment 43 and income in the Delta region under the Alternative 1A relative to the Existing Conditions and the 44 No Action Alternative.

## Table 16-22. Regional Economic Effects on Employment and Labor Income in the Delta Region during Operations and Maintenance (Alternative 1A)

Regional Economic Impact <sup>a</sup>	Impacts from Operations and Maintenance		
Employment (FTE)			
Direct	187		
Total <sup>b</sup>	269		
Labor Income (million \$)			
Direct	11.4		
Total <sup>b</sup>	15.3		
Note: Labor income is reported in 2011 dollars (U.S. Department of Commerce 2012).			
<sup>a</sup> IMPLAN results are changes relative to Existing Conditions or the No Action Alternative.			

<sup>3</sup> 

4 The operation and maintenance of conveyance and related facilities such as roads and utilities 5 would result in the permanent removal of agricultural land from production following construction, 6 and the effects on employment and income would be negative, including the loss of an estimated 31 7 agricultural and 86 total (direct, indirect, and induced) FTE jobs. The regional economic effects on 8 employment and income in the Delta region from the change in agricultural production are reported 9 in Table 16-23. Mapbook Figures M14-1 and M14-2 display areas of Important Farmland and lands 10 under Williamson Act contracts that could be converted to other uses due to the construction of water conveyance facilities for the Pipeline/Tunnel alignment. Note that not all of these structures 11 12 would be constructed under this alternative.

# 13Table 16-23. Regional Economic Effects on Agricultural Employment and Labor Income during14Operations and Maintenance (Alternative 1A)

Regional Economic Impact <sup>a</sup>	Impacts on Agriculture		
Employment (FTE)			
Direct	-31		
Total <sup>b</sup>	-86		
Labor Income (million \$)			
Direct	-2.5		
Total <sup>b</sup>	-4.8		
Note: Labor income is reported in 2011 dollars (U.S. Department of Commerce 2012).			
<sup>a</sup> IMPLAN results are changes relative to Existing Conditions or the No Action Alternative.			

<sup>&</sup>lt;sup>b</sup> Includes direct, indirect & induced effects.

<sup>b</sup> Includes direct, indirect & induced effects.

*NEPA Effects:* Because continued operation and maintenance of water conveyance facilities would
 result in an increase in operations-related employment and labor income, this would be considered
 a beneficial effect. However, the long-term footprint of facilities would lead to a continued decline in
 agricultural-related employment and labor income, which would be considered an adverse effect.
 Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
 AG-1, would be available to reduce these effects by preserving agricultural productivity and
 compensating off-site.

<sup>15</sup> 

1 **CEOA Conclusion:** Operation and maintenance of the proposed water conveyance facilities would 2 increase total employment and income in the Delta region. The net change would result from 3 expenditures on operation and maintenance and from changes in agricultural production. The total 4 change in income and employment is not, in itself, considered an environmental impact. Significant 5 environmental impacts would only result if the changes in regional economics cause physical 6 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed 7 in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of agricultural land 8 from production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impacts AG-1 9 and AG-2; changes in recreation related activities are addressed in Chapter 15, Recreation, Section 10 15.3.3.2, Impacts REC-5 through REC-8. When required, DWR would provide compensation to 11 landowners as a result of acquiring lands for the proposed conveyance facilities. While the 12 compensation to property owners would reduce the severity of economic effects related to the loss 13 of agricultural land, it would not constitute mitigation for any related physical impact. Measures to 14 reduce these impacts are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact 15 AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP to preserve agricultural 16 productivity and mitigate for loss of Important Farmland and land subject to Williamson Act 17 contracts or in Farmland Security Zones.

## Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

#### 20 Population

21 Operations and maintenance of conveyance facilities would require approximately 190 permanent

new workers. Given the nature of those operation and maintenance jobs, the existing water
conveyance facilities already in the five-county region, the large workforce in the region, and the
large water agencies with headquarters in that region, it is anticipated that most of these new jobs
would be filled from within the existing five-county labor force. However, operation and
maintenance may require specialized worker skills not readily available in the local labor pool. As a
result, it is anticipated that workers with specialized skills may be recruited from outside the fivecounty region.

- 29 It is anticipated that non-local workers would relocate to the five-county region, thus adding to the
- 30 local population. However, this additional population would constitute a minor increase in the total
- 31 2020 projected regional population of 4.6 million and be distributed throughout the region. Changes
- 32 in demand for public services resulting from any increase in population are addressed in Chapter 20,
- 33 *Public Services and Utilities,* Section 20.3.3.2, Impact UT-7.

#### 34 Housing

It is anticipated that most of the operational workforce would be drawn from within the five-county
 region. Consequently, operation of the conveyance facilities would not result in impacts on housing.
 There are about 53,000 housing units available to accommodate any nonlocal workers who relocate
 to the five-county region. In addition, new residents would likely be dispersed across the region,

- 39 thereby not creating a burden on any one community. As a result, operation and maintenance of the 40 proposed conveyance facilities is not expected to increase the demand for housing.
- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.

*CEQA Conclusion*: Operation and maintenance of the proposed water conveyance facilities would
 result in minor population increases in the Delta region with adequate housing supply to
 accommodate the change in population and therefore adverse changes in the physical environment
 are not anticipated.

# Impact ECON-9: Changes in Community Character during Operation and Maintenance of the Proposed Water Conveyance Facilities

7 **NEPA Effects:** Throughout the five-county Delta region, population and employment could slightly 8 expand as a result of continued operation and maintenance of the water conveyance facilities. 9 Agricultural contributions to the character and culture of the Delta would be likely to decline 10 commensurate with the projected decline in agricultural-related employment and production. This 11 could result in the closure of agriculture-dependent businesses or those catering to agricultural 12 employees, particularly in areas where conversion of agricultural land would be most concentrated. 13 Similar effects could accrue to areas disproportionately dependent upon existing recreational 14 activities. However, influences associated with those hired to operate, repair, and maintain water 15 conveyance facilities would grow. To the extent that this anticipated economic shift away from 16 agriculture results in demographic changes in population, employment level, income, age, gender, or 17 race, the study area would be expected to see changes to its character, particularly in those Delta 18 communities most substantially affected by demographic changes based on their size or proximity 19 to BDCP facilities.

- 20 While some of the rural qualities of Delta communities, including relatively low noise and traffic 21 levels, could return to near pre-construction conditions during the operational phase, other effects 22 would be lasting. For instance, the visual appearance of intakes and other permanent features would 23 compromise the predominantly undeveloped and agricultural nature of communities like 24 Clarksburg, Courtland, and Hood, which would be located closest to the permanent water 25 conveyance features. Lasting effects on areas made less desirable in which to live, work, shop, or 26 participate in recreational activities as a result of BDCP operations could lead to localized 27 abandonment of buildings. Such lasting effects could also result in changes to community cohesion if 28 they were to restrict mobility, reduce opportunities for maintaining face-to-face relationships, or 29 disrupt the functions of community organizations or community gathering places (such as schools, 30 libraries, places of worship, and recreational facilities). While ongoing operations could result in 31 beneficial effects relating to the economic welfare of a community, adverse social effects could linger 32 in communities closest to character-changing effects and in those most heavily influenced by 33 agricultural and recreational activities. Implementation of mitigation measures and environmental 34 commitments related to noise, visual effects, transportation, agriculture, and recreation would 35 reduce adverse effects (see Appendix 3B, Environmental Commitments). Specifically, these 36 commitments include Notification of Construction and Maintenance Activities in Waterways, Noise 37 Abatement Plan, and Prepare and Implement Mosquito Management Plans.
- 38 **CEOA Conclusion:** Operation and maintenance of water conveyance facilities under Alternative 1A 39 could affect community character in the Delta region. However, because these impacts are social in 40 nature, rather than physical, they are not considered impacts under CEQA. To the extent that 41 changes to community character would lead to physical impacts involving population growth, these 42 impacts are described under Impact ECON-8 and in Chapter 30, Growth Inducement and Other 43 *Indirect Effects*, Section 30.3.2. Furthermore, notable decreases in population or employment, even if 44 limited to specific areas, sectors, or the vacancy of individual buildings, could result in alteration of 45 community character stemming from a lack of maintenance, upkeep, and general investment.

# Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and Maintenance of the Proposed Water Conveyance Facilities

3 **NEPA Effects:** Under Alternative 1A, publicly-owned water conveyance facilities would be located, 4 operated, and maintained on land of which some is currently held by private owners. Property tax 5 and assessment revenue forgone as a result of water conveyance facilities is estimated at \$50.0 6 million over the BDCP's 50-year permit period. These decreases in revenue could potentially result 7 in the loss of a substantial share of some agencies' tax bases, particularly for smaller districts 8 affected by the BDCP. This economic effect would be considered adverse; however, the BDCP 9 proponents would make arrangements to compensate local governments for the loss of property tax 10 or assessment revenue for land used for constructing, locating, operating, or mitigating for new 11 Delta water conveyance facilities. Additionally, as discussed under Impact ECON-7, operation and maintenance of the water conveyance facilities would be anticipated to result in a net increase of 12 13 income and employment in the Delta region. This would also create an indirect beneficial effect 14 through increased sales tax revenue for local government entities that rely on sales taxes.

15 **CEQA Conclusion:** Under Alternative 1A, the ongoing operation and maintenance of water 16 conveyance facilities would restrict property tax revenue levels for various local government 17 entities in the Delta region. Over the 50-year permit period, property tax and assessment revenue 18 forgone is estimated at \$50.0 million. However, the Sacramento-San Joaquin Delta Reform Act 19 commits the entities receiving water from the State Water Project and federal Central Valley Project 20 to mitigate for lost property tax and assessment revenue associated with land needed for the 21 construction of new conveyance facilities (Water Code Section 85089). Additionally, any losses 22 could be offset, at least in part, by an anticipated increase in sales tax revenue. CEQA does not 23 require a discussion of socioeconomic effects except where they would result in reasonably 24 foreseeable physical changes. If an alternative is not anticipated to result in a physical change to the 25 environment, it would not be considered to have a significant impact under CEQA (CEQA Guidelines 26 Sections 15064(f) and 15131). Here, any physical consequences resulting from fiscal impacts are too 27 speculative to ascertain.

# Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the Proposed Water Conveyance Facilities

30 NEPA Effects: As discussed in Chapter 15, Recreation, Section 15.3.3.2, Impacts REC-5 through REC-31 8, operation and maintenance activities associated with the proposed water conveyance facilities 32 under Alternative 1A are anticipated to create minor effects on recreational resources. Maintenance 33 of conveyance facilities, including intakes, would result in periodic temporary but not substantial 34 adverse effects on boat passage and water-based recreational activities. As discussed in Impact REC-35 7, most intake maintenance, such as painting, cleaning, and repairs, would be done with barges and 36 divers, and could cause a temporary impediment to boat movement in the Sacramento River in the 37 immediate vicinity of the affected intake structure and reduce opportunities for waterskiing, 38 wakeboarding, or tubing in the immediate vicinity of the intake structures. However, boat passage 39 and navigation on the river would still be possible around any barges or other maintenance 40 equipment and these effects would be expected to be short-term (2 years or less). Although water-41 based recreation (i.e. boating, waterskiing, wakeboarding, etc.) may be restricted at and in the 42 vicinity of intakes, many miles of the Sacramento River would still be usable for these activities 43 during periodic maintenance events. Additionally, implementation of the environmental 44 commitment to provide notification of construction and maintenance activities in waterways 45 (Appendix 3B, Environmental Commitments) would reduce these effects. Because effects of facility

- maintenance would be short-term and intermittent, substantial economic effects are not anticipated
   to result from operation and maintenance of the facilities.
- *CEQA Conclusion*: Operation and maintenance activities associated with the proposed water
   conveyance facilities under Alternative 1A are anticipated to create minor effects on recreational
   resources and therefore, are not expected to substantially reduce economic activity related to
   recreational activities. This section considers only the economic effects of recreational changes.
   Potential physical changes to the environment relating to recreational resources are described and
   evaluated in Chapter 15, *Recreation*, Section 15.3.3.2, Impacts REC-5 through REC-8.

# 9 Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during 10 Operation and Maintenance of the Proposed Water Conveyance Facilities

- 11During operation and maintenance of conveyance facilities, existing agricultural land would be in12uses that include direct facility footprints and associated permanent roads and utilities. Agricultural13land could also be affected by changes in water quality and other conditions that would affect crop14productivity. These direct effects on agricultural land are described in Chapter 14, Agricultural15Resources, Section 14.3.3.2, Impacts AG-1 and AG-2.
- 16 Changes in crop acreage were used to estimate the associated changes in economic values. Unit
- 17 prices, yields, and crop production and investment costs were presented in Section 16.1,
- 18 *Environmental Setting/Affected Environment*. Table 16-24 summarizes the changes in acreage and
- 19 value of agricultural production that would result in the Delta region from operation of Alternative
- 20 1A. Changes are shown relative to the Existing Conditions and the No Action Alternative by
- aggregate crop category (agricultural resources under Existing Conditions and in the No Action
   Alternative were assumed to be the same). The changes in crop acreages are reported in greater
- detail in Appendix 14A, Individual Crop Effects as a Result of BDCP Water Conveyance Facility
   Construction.
- 25 Total value of irrigated crop production in the Delta region would decline on average by \$7.4 million
- 26 per year during operation and maintenance, with total irrigated crop acreage declining by about
- 27 4,400 acres. These estimates are not dependent on water year type.

Analysis Metric	Alternative 1A	Change from Existing Conditions and No Action Alternative	
Total Crop Acreage (thousand acres)	479.2	-4.4	
Grains	58.3	-0.4	
Field crops	189.8	-1.3	
Forage crops	111.6	-1.2	
Vegetable, truck, and specialty crops	76.7	-0.4	
Orchards and vineyards	42.8	-1.2	
Total Value of Production (million \$)	642.7	-7.4	
Grains	24.1	-0.1	
Field crops	113.1	-0.8	
Forage crops	72.1	-1.0	
Vegetable, truck, and specialty crops	266.9	-1.5	
Orchards and vineyards	166.5	-4.0	
Note: Value of production is based on prices received by farmers, in 2011 dollars (U.S. Department of Commerce 2012).			

## 1Table 16-24. Crop Acres and Value of Agricultural Production in the Delta during Operations and2Maintenance (Alternative 1A)

3

Alternative 1A may also affect production costs on lands even if gross revenues are largely
unaffected. Increased costs could be associated with operational constraints and longer travel times
due to permanent facilities. In most cases, affected lands fall within the facilities footprint, and are
included in the agricultural acreage and value of production described elsewhere in this chapter and
in Chapter 14, *Agricultural Resources*, Section 14.3.3.2.

9 Crop yields and crop selection on lands in the Delta affected by changes in salinity of agricultural
 10 water supply during operation and maintenance activities are described in Chapter 14, *Agricultural* 11 *Resources*, Section 14.3.3.2, Impact AG-2.

*NEPA Effects:* The footprint of water conveyance facilities would result in lasting reductions in crop
 acreage and in the value of agricultural production in the Delta region; therefore, this is considered
 an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section
 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving agricultural
 productivity and compensating off-site.

17 **CEQA** Conclusion: During operation and maintenance of the proposed water conveyance facilities, 18 the value of agricultural production in the Delta region would be reduced. The permanent removal 19 of agricultural land from production is addressed in Chapter 14, Agricultural Resources, Section 20 14.3.3.2, Impacts AG-1 and AG-2. The reduction in the value of agricultural production is not considered an environmental impact. Significant environmental impacts would only result if the 21 22 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 23 throughout this EIR/EIS. When required, DWR would provide compensation to property owners for 24 economic losses due to implementation of the alternative. While the compensation to property 25 owners would reduce the severity of economic effects related to the loss of agricultural land, it 26 would not constitute mitigation for any related physical impact. Measures to reduce these impacts 27 are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly 28 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for

loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security
 Zones.

# Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the Implementation of the Proposed Conservation Measures 2–22

5 In the Delta region, spending on Conservation Measures 2–22 would include construction, operation 6 and maintenance activities that would convert or disturb existing land use. The effects on the 7 economy of the Delta region would be similar in kind, though not in magnitude, to those estimated 8 for conveyance features and facilities. In general, the changes in regional economic activity 9 (employment and income) would include increases from the construction and operation and 10 maintenance-related activity, declines resulting from agricultural or other land uses converted or 11 impaired, changes in recreation spending that could be positive or negative depending on the 12 specific restoration action, and declines from abandonment of natural gas wells.

- 13 The Yolo Bypass Flood Date and Flow Volume Agricultural Impact Analysis, a report created for Yolo 14 County, evaluates the expected losses of agricultural employment that could result from 15 implementing CM2 (Howitt et al. 2012) (see Chapter 3, Description of Alternatives, Section 3.6.2, for a 16 description of conservation measures). CM2 would lower a portion of the Fremont Weir to allow 17 Sacramento River water to flow into the Yolo Bypass to reduce migratory delays for fish and 18 enhance fish rearing habitat. However, it may also translate into financial losses for farmers and the 19 regional economy. Annual reductions in agricultural employment under the CM2 scenario are 20 expected to range from 9 FTE at 3,000 cfs to 21 FTE at 6,000 cfs.
- 21 As discussed in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-5, operations of natural 22 gas wells in the Delta region would be affected where wells are located in restoration areas to be 23 inundated under Conservation Measures 4, 5, and 10. In areas that would be permanently inundated 24 under these conservation measures, producing natural gas wells may be abandoned. There are 25 approximately 233 active wells in these areas (Table 26-5 in Chapter 26, Mineral Resources); an 26 unknown number of these wells would likely be abandoned. (Specific inundation areas have not 27 been identified for Conservation Measures 2-22 at this time, and there is potential for some of these 28 wells to be modified and to remain in production.) In permanently flooded areas, the active wells 29 could be relocated and replaced using conventional or directional drilling techniques at a location 30 outside of inundation zones to maintain production. However, if a large number of wells had to be 31 abandoned and could not be redrilled, there could be an adverse effect related to the permanent 32 elimination of employment and income generated by well monitoring and maintenance activities. 33 Generally, small crews perform ongoing monitoring and maintenance of several wells at a time. 34 Assuming none of the wells in inundation areas are redrilled, the abandonment of 233 natural gas 35 wells would represent 37 percent of the 629 producing wells in the Delta region (see active 36 producer, dual, and new wells in Table 26-2 in Chapter 26, Mineral Resources). According to 2011 37 data available through the U.S. Census Bureau's 2011 County Business Patterns report (2013), an 38 estimated 255-310 jobs are supported by the two sectors of the Delta region economy that could be 39 affected by well abandonment: crude petroleum and natural gas extraction, and support activities 40 for oil and gas operations. (Note that these jobs include non-natural gas production jobs and non-41 operations and maintenance jobs, so the number of jobs solely related to operations and 42 maintenance of natural gas wells would be smaller.) Assuming a worst-case scenario in which the 43 loss of 37 percent of the Delta region's natural gas wells would result in the loss of a similar 44 percentage of the region's employment in these two sectors, an estimated 95-115 jobs would be lost 45 as the result of implementing Conservation Measures 4, 5, and 10. However, considering that this

- estimate is high and that some wells would be relocated, the actual job losses probably would be
   somewhat lower.
- 3 **NEPA Effects:** Because implementation of Conservation Measures 2–22 would be anticipated to 4 result in an increase in construction and operation and maintenance-related employment and labor 5 income, this would be considered a beneficial effect. However, implementation of these components 6 would also be anticipated to result in a decrease in agricultural-related and natural gas production-7 related employment and labor income, which would be considered an adverse effect. Mitigation 8 Measure AG-1, described in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, would 9 be available to reduce these effects by preserving agricultural productivity and compensating off-10 site. Additionally, measures to reduce impacts on natural gas wells are discussed in Chapter 26, 11 Mineral Resources, Section 26.3.3.2, Impact MIN-5.
- 12 **CEQA Conclusion:** Implementation of the proposed Conservation Measures 2–22 would affect total 13 employment and income in the Delta region. The change in total employment and income in the 14 Delta region is based on expenditures resulting from implementation of the proposed Conservation 15 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas 16 production. The total change in employment and income is not, in itself, considered an 17 environmental impact. Significant environmental impacts would only result if the changes in 18 regional economics cause physical impacts. Such effects are discussed in other chapters throughout 19 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, Agricultural 20 Resources, Section 14.3.3.2, Impacts AG-3 and AG-4; changes in recreation-related activities are 21 addressed in Chapter 15, Recreation, Section 15.3.3.2, Impacts REC-9 through REC-11; abandonment 22 of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-5. 23 When required, the BDCP proponents would provide compensation to property owners for 24 economic losses due to implementation of the alternative. While the compensation to property 25 owners would reduce the severity of economic effects related to the loss of agricultural land and 26 abandonment of natural gas wells, it would not constitute mitigation for any related physical impact. 27 Measures to reduce these impacts and impacts on natural gas wells are discussed in Chapter 14, 28 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and Chapter 26, Mineral Resources, Section 29 26.3.3.2, Impact MIN-5.

# Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2-22

32 **NEPA Effects:** In the Delta region, implementation of Conservation Measures 2–22 would increase 33 employment and convert land from existing uses, including possible displacement of residential 34 housing and business establishments. The effects on population and housing in the Delta region 35 would be similar in kind, though not in magnitude, to those estimated for conveyance features and 36 facilities. In general, the changes in population and housing would include increases in population 37 from the construction and operation and maintenance-related activity and declines in residential 38 housing and business establishments as a result of lands converted or impaired. Because these 39 activities would not result in concentrated, substantial increases in population or new housing, they 40 would not be considered to have an adverse effect.

- 41 *CEQA Conclusion*: Implementation of the proposed Conservation Measures 2–22 would impact total
   42 population and housing in the Delta region. The change in total population and housing in the Delta
   43 region is based on employment resulting from implementation of the proposed Conservation
- 44 Measures 2–22. The change in population and housing is expected to be minor relative to the five-

county Delta region, and dispersed throughout the region. Therefore, significant changes in the
 physical environment are not anticipated to result.

# Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed Conservation Measures 2–22

5 **NEPA Effects:** As noted under Impacts ECON-13, and ECON-14, conservation measures designed to 6 restore, conserve, or enhance natural habitat would be anticipated to create economic effects similar 7 in kind, if not in magnitude, to those described for the water conveyance facilities, including 8 increases to employment and changes in land use that could trigger the disruption of agricultural 9 and recreational economies. They could also affect the possible displacement of residences and 10 businesses. The effects these activities would create with regard to community character would 11 depend on the nature of each measure along with its specific location, size, and other factors that are 12 not yet defined.

- Under Alternative 1A, temporary construction associated with implementation of these measures
  could lead to demographic changes and resulting effects on the composition and size of Delta
  communities. Earthwork and site preparation associated with conservation measures could also
  detract from the rural qualities of the Delta region; however, their implementation would take place
  in phases over the 50-year permit period, which would limit the extent of effects taking place at any
- 18 one point in time.
- 19 Implementation of these measures could also alter community character over the long term. 20 Conversion of agricultural land to restored habitat would result in the erosion of some economic and 21 social contributions stemming from agriculture in Delta communities. However, in the context of the 22 Delta region, a substantial proportion of land would not be converted. Additionally, restored habitat 23 could support some rural qualities, particularly in terms of visual resources and recreational 24 opportunities. These effects could attract more residents to some areas of the Delta, and could 25 replace some agricultural economic activities with those related to recreation and tourism. To the 26 extent that agricultural facilities and supportive businesses were affected and led to vacancy. 27 alteration of community character could result from these activities. However, the cultivated lands 28 natural community strategy of CM3 would ensure the continuation of agricultural production on 29 thousands of acres in the Delta (see Chapter 3, Description of Alternatives, Section 3.6.2, for a 30 description of conservation measures).
- 31 While implementation of Conservation Measures 2–22 could result in beneficial effects relating to 32 the economic welfare of a community, adverse social effects could also arise in those communities 33 closest to character-changing effects and those most heavily influenced by agricultural activities. 34 Noise, visual effects, air pollution, and traffic associated with earthwork and site preparation for the 35 restoration, enhancement, protection, and management of various natural community types could 36 alter the rural characteristics of Delta communities, where they occur in close proximity to these 37 communities. Additionally, changes in the extent and nature of regional agricultural and recreational 38 activities could also be anticipated to alter the character of communities in the Delta and result in 39 changes to community cohesion. If necessary, implementation of mitigation measures and 40 environmental commitments related to transportation, agriculture, and recreation would be 41 anticipated to reduce these adverse effects (see Appendix 3B, Environmental Commitments). 42 Specifically, these commitments include the Develop and Implement Erosion and Sediment Control 43 Plans, Develop and Implement Hazardous Materials Management Plans, Notification of Construction 44 and Maintenance Activities in Waterways, Noise Abatement Plan, Fire Prevention and Control Plan,
  - Bay Delta Conservation Plan Draft EIR/EIS
- and Coordinate with Mosquito Vector Control Districts and Prepare and Implement Mosquito
   Management Plans.
- *CEQA Conclusion*: Implementation of Conservation Measures 2–22 under Alternative 1A could
   affect community character within the Delta region. However, because these impacts are social in
   nature, rather than physical, they are not considered impacts under CEQA. To the extent that
- changes to community character are related to physical impacts involving population growth, these
   impacts are described in Chapter 30, *Growth Inducement and Other Indirect Effects*, Section 30.3.2.
- Impacts are described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3...
   Furthermore, notable decreases in population or employment, even if limited to certain areas,
- 9 sectors, or the vacancy of individual buildings, could result in alteration of community character
- 10 stemming from a lack of maintenance, upkeep, and general investment.

### Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing the Proposed Conservation Measures 2–22

- 13 As discussed in relation to construction of water conveyance facilities, habitat restoration and
- 14 implementation of Conservation Measures 2–22 under Alternative 1A would also take place, in part,
- 15 on land held by private owners and from which local governments derive revenue through property
- 16 taxes and assessments. In particular, conservation measures related to protection of natural
- communities (CM3) and restoration of tidal habitat (CM4), seasonally inundated floodplain (CM5),
   grassland communities (CM8), vernal pool complex (CM9), and nontidal marsh (CM10) would
   require the acquisition of multiple parcels of land (see Chapter 3, *Description of Alternatives*, Section
- 20 3.6.2, for a description of conservation measures).
- The *Yolo Bypass Flood Date and Flow Volume Agricultural Impact Analysis*, as described under Impact ECON-13, evaluates the expected losses of total Yolo County revenue and state tax revenue for implementing CM2 (Howitt et al. 2012) (see Chapter 3, *Description of Alternatives*, Section 3.6.2, for a description of conservation measures). The total expected annual losses in state and local tax revenues under the CM2 proposed inundation scenarios can range from \$.057 million under the 3,000 cfs flow scenario to \$.13 million under the 6,000 cfs flow scenario that extends flooding as late as May 15.
- 28 The loss of a substantial portion of an entity's tax base would represent an adverse effect on an 29 agency, resulting in a decrease in local government's ability to provide public goods and services. 30 Under Alternative 1A, property tax and assessment revenue forgone as a result of conservation 31 measure implementation is estimated to reach \$176.7 million over the BDCP's 50-year permit 32 period (in 2012 undiscounted dollars; see BDCP Chapter 8, Implementation Costs and Funding 33 Sources, Table 8-28 for further detail). Decreases in revenue could potentially represent a 34 substantial share of individual agency tax bases, particularly for smaller districts affected by large, 35 contiguous areas identified for habitat restoration.
- Additionally, other conservation measures related to control of invasive species, expansion of fish hatchery facilities, installation of non-physical fish barriers, modification of water diversions, or treatment of urban stormwater may also require that land currently on property tax rolls be acquired and eventually removed from the tax base. The fiscal effects stemming from these conservation measures are, however, anticipated to be minor based upon the relatively small areas of land necessary for their implementation.
- *NEPA Effects:* Overall, Conservation Measures 2–22 would remove many acres of private land from
   local property tax and assessment rolls. This economic effect would be considered adverse;

however, the BDCP proponents would offset forgone property tax and assessments levied by local
governments and special districts on private lands converted to habitat. As described under Impact
ECON-13, regional economic effects from the implementation of Conservation Measures 2–22 would
be mixed. While activities associated with construction and establishment of habitat areas could
boost regional expenditures and sales tax revenue, reduced agricultural activities may offset these
gains. Changes in recreation spending and related sales tax revenue could be positive or negative,
depending on the implementation of the measures.

8 **CEQA Conclusion:** Under Alternative 1A, implementation of Conservation Measures 2–22 would 9 result in the removal of a portion of the property tax base for various local government entities in 10 the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is 11 estimated to reach \$173 million, compared with annual property tax revenue of more than \$934 12 million in the Delta counties (California State Controller's Office 2012). Projected over the 50-year 13 period, these removals would likely represent less than 1% of these counties' property tax revenue. 14 However, the BDCP proponents would compensate local governments and special districts for this 15 forgone revenue. CEQA does not require a discussion of socioeconomic effects except where they 16 would result in physical changes. If an alternative is not anticipated to result in a physical change to 17 the environment, it would not be considered to have a significant impact under CEQA (CEQA 18 Guidelines Sections 15064(f) and 15131).

### Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the Proposed Conservation Measures 2–22

21 **NEPA Effects:** Implementation of the Conservation Measures 2–22 under this alternative would be 22 anticipated to create an adverse effect on recreational resources by limiting access to facilities, 23 restricting boat navigation and disturbing fish habitat while restoration activities are taking place. 24 These measures may also permanently reduce the extent of upland recreation sites. However, over 25 the 50-year permit period, these components could also create beneficial effects by enhancing 26 aquatic habitat and fish abundance, expanding the extent of navigable waterways available to 27 boaters, and improving the quality of existing upland recreation opportunities. Therefore, the 28 potential exists for the creation of adverse and beneficial effects related to recreational economics. 29 Adverse effects would be anticipated to be primarily limited to areas close to restoration areas and 30 during site preparation and earthwork phases. These effects could result in a decline in visits to the 31 Delta and reduction in recreation-related spending, creating an adverse economic effect throughout 32 the Delta. Beneficial recreational effects would generally result during later stages of the BDCP 33 permit period as Conservation Measures 2–22 are implemented and environmental conditions 34 supporting recreational activities are enhanced. These effects could improve the quality of 35 recreational experiences, leading to increased economic activities related to recreation, particularly 36 in areas where conservation measure implementation would create new recreational opportunities.

37 **CEQA** Conclusion: Site preparation and earthwork activities associated with a number of 38 conservation measures would limit opportunities for recreational activities where they occur in or 39 near existing recreational areas. Noise, odors, and visual effects of construction activities would also 40 temporarily compromise the quality of recreation in and around these areas, leading to potential 41 economic impacts. However, over time, implementation could improve the quality of existing 42 recreational opportunities, leading to increased economic activity. This section considers only the 43 economic effects of recreational changes brought about by conservation measure implementation. 44 CEOA does not require a discussion of socioeconomic effects except where they would result in 45 reasonably foreseeable physical changes. Potential physical changes to the environment relating to

recreational resources are described and evaluated in Chapter 15, *Recreation*, Section 15.3.3.2,
 Impacts REC-9 through REC-11.

### Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

5 Conservation Measures 2–22 would convert land from existing agricultural uses. These direct effects 6 on agricultural land are described qualitatively in Chapter 14, Agricultural Resources, Section 7 14.3.3.2, Impacts AG-3 and AG-4. Effects on agricultural economics would include effects on crop 8 production and agricultural investments resulting from restoration actions on agricultural lands. 9 The effects would be similar in kind to those described for lands converted due to construction and 10 operation of the conveyance features and facilities. The total acreage and crop mix of agricultural 11 land potentially affected is not specified at this time, but when required, the BDCP proponents 12 would provide compensation to property owners for losses due to implementation of the 13 alternative.

- 14 The Yolo Bypass Flood Date and Flow Volume Agricultural Impact Analysis, as described in Impact 15 ECON-13, also evaluates the expected losses in gross farm revenue that could result from 16 implementing CM2 (Howitt et al. 2012) (see Chapter 3, Description of Alternatives, Section 3.6.2, for a 17 description of conservation measures). Direct gross farm revenue losses are expected to be less than 18 \$1.5 million per year. Total output value (gross farm revenue) expected losses for the CM2 scenario, 19 which corresponds to supplemental releases only in years where natural flooding occurs, range 20 from \$1.2 to \$2.8 million per year. Expected losses are zero in years when there is no natural 21 flooding and substantial in years when there is late natural flooding. Expected loss estimates are 22 sensitive to changes in area inundated, yield loss and crop prices. It assumed that the costs of 23 production in the Bypass remain constant even with late flooding; however, if production costs go 24 up, for example, due to overtime labor or increased preparation costs, loss estimates would increase.
- 25 The report also evaluates the loss to total value added, or the net value of agricultural production in 26 the Yolo Bypass to the Yolo County economy. Recognizing that many inputs/outputs are produced 27 or consumed outside of Yolo County, those factors are not considered in the analysis. For example, 28 total value added does include compensation for employees, income to business and landowners, 29 and other business specific to Yolo County, but does not include food production that is exported out 30 of the county. A proportion of Yolo Bypass production and crop consumption occurs within Yolo 31 County; therefore, the expected annual losses to value added for Yolo County is expected to range 32 from \$0.63 to \$1.5 million per year.
- *NEPA Effects:* Because implementation of Conservation Measures 2–22 would be anticipated to lead
   to reductions in crop acreage and in the value of agricultural production in the Delta region, this is
   considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural
   *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
   agricultural productivity and compensating off-site.
- *CEQA Conclusion*: Implementation of Conservation Measures 2–22 would reduce the total value of
   agricultural production in the Delta region. The permanent removal of agricultural land from
   production is addressed in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impacts AG-3 and
   AG-4. The reduction in the value of agricultural production is not considered an environmental
   impact. Significant environmental impacts would only result if the changes in regional economics
   cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When
   required, the BDCP proponents would provide compensation to property owners for economic

- 1 losses due to implementation of the alternative. While the compensation to property owners would
- 2 reduce the severity of economic effects related to the loss of agricultural land, it would not
- 3 constitute mitigation for any related physical impact. Measures to reduce these impacts are
- 4 discussed in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, and particularly
- 5 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for
- 6 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security
- 7 Zones.

#### 8 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions

As described in Chapter 30, *Growth Inducement and Other Indirect Effects*, Section 30.3.2, the
operational components of BDCP Conservation Measure 1 could result in a number of effects in
areas receiving SWP and CVP water deliveries outside of the Delta.

12 Changes in the amount, cost, or reliability of water deliveries could create socioeconomic effects in 13 the hydrologic regions. To the extent that unreliable or insufficient water supplies currently 14 represent obstacles to agricultural production, Alternative 1A may support more stable agricultural 15 activities by enabling broader crop selection or by reducing risk associated with uncertain water 16 deliveries. As a result of an increase in water supply and supply reliability, farmers may choose to 17 leave fewer acres fallow and/or plant higher-value crops. While the locations and extent of any 18 increases in production would depend on local factors and individual economic decisions, a general 19 increase in production would be anticipated to support growth in seasonal and permanent on-farm 20 employment, along with the potential expansion of employment in industries closely associated 21 with agricultural production. These include food processing, agricultural inputs, and transportation. 22 Generally, these effects would be most concentrated in hydrologic regions where agriculture is a 23 primary industry and where agricultural operations depend most heavily on SWP and CVP 24 deliveries.

#### 25 Changes in SWP Deliveries Compared to No Action Alternative

Compared to No Action Alternative (2060), Alternative 1A would increase deliveries to all
hydrologic regions except for the San Joaquin River Region, which would experience no change in
deliveries. Compared to the No Action Alternative (2060), South Coast would receive the largest net
increase (up to 308 TAF of Table A plus Article 21 deliveries) among the regions, which represents
68% of the net increase in Table A plus Article 21 M&I deliveries under Alternative 1A (refer to
Chapter 30, *Growth Inducement and Other Indirect Effects*, Table 30-16, for more information).

#### 32 Changes in CVP Deliveries Compared to No Action Alternative

33 Alternative 1A would not change M&I deliveries for the Sacramento River, South Coast, South

- Lahontan and Colorado River Regions because there are no affected CVP contractors located in these
- 35 regions. Compared to the No Action Alternative (2060), Alternative 1A would result in increased
- deliveries to the other hydrologic regions. Compared to the No Action Alternative (2060) San
  Francisco Bay is projected to receive the largest potential increase (5 TAF) among the hydrologic
  regions (refer to Chapter 30, *Growth Inducement and Other Indirect Effects*, Table 30-17 for more
- 39 information).
- 40 *NEPA Effects:* Increases in average annual water deliveries to service areas could induce population
- 41 growth and new housing to accommodate growth. Such deliveries could also provide support for
- 42 water-intensive industries. As discussed in Chapter 30, Growth Inducement and Other Indirect

- *Effects*, Section 30.3.2.5, long-term water supply reliability is an important component in enabling
   long-term population increases. However, other factors—including natural growth, employment
   opportunities, local policy, and quality of life—are more likely to determine population growth.
   Nonetheless, population growth could stimulate economic activity resulting from increased demand
   for goods and services. This increased demand could create broad economic benefits for regions
   whose growth is supported by increased deliveries under BDCP.
- 7 Social changes, including changes in community character, could also result from an expansion in 8 population or economic activity linked to changes in water deliveries. For example, more stable 9 agricultural production and associated economic activities in areas where agriculture is a 10 predominant industry could strengthen and reinforce existing economic and social patterns and 11 institutions. Increased production could also intensify existing socioeconomic challenges, including 12 seasonal cycles in employment, housing demand, and provision of social services. In areas where 13 population growth would be enabled by increased water supplies or reliability, changes to 14 community character could result from an increased population, including the potential for changes 15 in urban form, environmental factors such as traffic or noise, demographic composition, or the rise 16 of new or broader economic or social opportunities. Again, the nature and extent of such changes 17 would be predominantly influenced by prevailing socioeconomic forces, rather than any specific change associated with implementation of the BDCP. 18
- 19 Changes in agricultural production and population growth could also affect local government fiscal 20 conditions. Population growth would be anticipated to result in higher property and sales tax 21 revenue while increased agricultural activity could result in higher sales tax receipts for a local 22 jurisdiction. However, growth would also require expanded public services to meet the needs of a 23 larger population and a larger economic base. Expansion could require additional spending on 24 education, police and fire protection, medical services, and transportation and utility infrastructure. 25 Whether such growth would result in a long-term net benefit or cost would depend on a number of 26 factors including prevailing local service levels and tax rates, as well as the characteristics of the 27 growth.
- 28 Changes in water deliveries associated with operation of Alternative 1A could result in beneficial or 29 adverse socioeconomic effects in areas receiving water from the SWP and CVP. In hydrologic regions 30 where water deliveries are predicted to increase when compared with the No Action Alternative, 31 more stable agricultural activities could support employment and economic production associated 32 with agriculture. Where M&I deliveries increase, population growth could lead to general economic 33 growth and support water-intensive industries. Such changes could also lead to shifts in the 34 character of communities in the hydrologic regions with resultant beneficial or adverse effects. 35 Likewise, growth associated with deliveries could require additional expenditures for local 36 governments while also supporting increases in revenue.
- 37 *CEQA Conclusion:* As described above, the operational components of BDCP Conservation Measure
   38 1 could result in a number of effects in areas receiving SWP and CVP water deliveries outside of the
   39 Delta.
- 40 Changes in SWP Deliveries Compared to Existing Conditions
- 41 Compared to Existing Conditions, Alternative 1A would increase deliveries to all hydrologic regions
- 42 except for the San Joaquin River Region, which would experience no change in deliveries. South
- 43 Coast would receive the largest net increase (up to 239 TAF of Table A plus Article 21 deliveries)
- 44 among the regions, which represents 70% of the net increase in Table A plus Article 21 M&I

- 1 deliveries under Alternative 1A (refer to Chapter 30, *Growth Inducement and Other Indirect Effects*,
- 2 Table 30-16 for more information).
- 3 Changes in CVP Deliveries Compared to Existing Conditions
- 4 Alternative 1A would not change M&I deliveries for the Sacramento River, South Coast, South
- 5 Lahontan, and Colorado River Regions because there are no affected CVP contractors located in
- these regions. Compared to Existing Conditions, Alternative 1A would result in decreased deliveries
   to the other hydrologic regions. Compared to Existing Conditions, San Francisco Bay is projected to
- 8 receive the largest decrease (2 TAF) among the hydrologic regions (refer to Chapter 30, *Growth*
- 9 *Inducement and Other Indirect Effects*, Table 30-17 for more information).

#### 10 Summary

11 Operation of water conveyance facilities under Alternative 1A could affect socioeconomic conditions

- 12 in the hydrologic regions receiving water from the SWP and CVP. However, because these impacts
- 13 are social and economic in nature, rather than physical, they are not considered environmental
- 14 impacts under CEQA. To the extent that changes in socioeconomic conditions in the hydrologic
- regions would lead to physical impacts, such impacts are described in Chapter 30, *Growth*
- 16 *Inducement and Other Indirect Effects*, Section 30.3.2.

# 1716.3.3.3Alternative 1B—Dual Conveyance with East Alignment and18Intakes 1–5 (15,000 cfs; Operational Scenario A)

19 Alternative 1B would result in temporary effects on land and communities in the study area 20 associated with construction of five intakes and intake pumping plants, one forebay, pipelines, 21 canals, tunnel siphons, culvert siphons, and an intermediate pumping plant; alter nearby areas for 22 retrieval of borrowed soils and spoils and RTM storage; and require development of transmission 23 lines, access roads, and other incidental structures. This alternative would differ from Alternative 1A 24 primarily in that it would use a series of canals generally along the east section of the Delta to 25 convey water from north to south, rather than long segments of deep tunnel through the central part 26 of the Delta.

## Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta Region during Construction of the Proposed Water Conveyance Facilities

29 The regional economic effects on employment and income in the Delta region during 30 construction were evaluated, both for the unlined and lined canal options. Changes are shown 31 relative to the Existing Conditions and the No Action Alternative (regional economic conditions 32 do not differ between Existing Conditions and No Action Alternative). The effects on 33 employment and income for the unlined option are displayed in Table 16-25. The table shows 34 the direct and total change that would result from conveyance-related spending. As evident in 35 Table 16-25, spending on conveyance construction results in substantial, though temporary, 36 local economic activity in the region. As shown, direct construction employment is anticipated to 37 vary over the 8-year construction period, with an estimated 2,599 FTE jobs in the first year and 245 38 FTE jobs in the final year of the construction period. Construction employment is estimated to peak 39 at 6,279 FTE jobs in year 4. Total employment (direct, indirect, and induced) would also peak in year

40 4, at 11,045 FTE jobs.

1	Table 16-25. Regional Economic	Effects on Employment and	Labor Income during Construction
	0		0

#### 2 (Alternative 1B)

Regional	Year							_	
	1	2	n	4	-	6	7	0	T - + - 1
Impacta	1	Z	3	4	5	6	/	8	Total
Employment (	FTE)								
Direct	2,599	3,011	5,735	6,279	5,512	4,702	1,543	245	29,627
Total <sup>b</sup>	7,208	7,673	12,484	12,985	11,045	8,499	3,028	370	63,292
Labor Income (million \$)									
Direct	132.6	129.3	169.2	160.2	127.9	75.8	33.5	1.3	829.8
Total <sup>b</sup>	266.9	268.0	380.3	374.3	307.0	205.6	82.0	6.3	1,890.4

Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012).

<sup>a</sup> IMPLAN results are changes relative to Existing Conditions or the No Action Alternative.

<sup>b</sup> Includes direct, indirect, and induced effects; numbers may not sum to the total due to rounding. Detailed estimates are presented in Appendix 16A, *Regional Economic Impacts of Water Conveyance Facility Construction*.

#### 3

The employment and income effects under the lined option would be higher than for the unlined
option. Direct and total employment estimates over the 8-year construction period for the lined
option would be 29,852 and 63,847, respectively. Direct and total income effects would be also
higher under the lined option, with direct and total income over the construction period of \$838.8
million and \$1,909.3 million, respectively.

9 The footprint of conveyance and related facilities such as roads and utilities would remove some 10 existing agricultural land from production, so the effects on employment and income from such 11 removals would be negative. The regional economic effects on employment and income in the Delta 12 region from the change in agricultural production are reported in Table 16-26. As shown, direct 13 agricultural employment would be reduced by an estimated 90 FTE jobs, while total employment 14 (direct, indirect, and induced) associated with agricultural employment would fall by 340 FTE jobs. 15 Mapbook Figures M14-3 and M14-4 display areas of Important Farmland and lands under 16 Williamson Act contracts that could be converted to other uses due to the construction of water 17 conveyance facilities for the East alignment. Note that not all of these structures would be 18 constructed under this alternative.

1	Table 16-26. Regional Economic Effects on Agricultural Employment and Labor Income during
2	Construction (Alternative 1B)

Regional Economic Impact <sup>a</sup>	Impacts on Agriculture			
Employment (FTE)				
Direct	-90			
Total <sup>b</sup>	-340			
Labor Income (million \$)				
Direct	-11.4			
Total <sup>b</sup>	-21.9			
Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012).				

<sup>a</sup> IMPLAN results are changes relative to Existing Conditions or the No Action Alternative.

3

4 Additionally, the Alternative 1B construction footprint would result in the abandonment of an 5 estimated two producing natural gas wells in the study area, as described in Chapter 26, Mineral 6 *Resources*, Section 26.3.3.3, Impact MIN-1. This could result in the loss of employment and labor 7 income associated with monitoring and maintaining these wells. Generally, small crews perform 8 ongoing monitoring and maintenance of several wells at a time. As shown in Chapter 26, Mineral 9 Resources, Table 26-3, 516 active producer wells are located in the study area. Even if both 10 producing wells in the Alternative 1B construction footprint were abandoned and not replaced with 11 new wells installed outside the construction footprint, the percentage reduction in the number of 12 natural gas wells would be very small. As a result, the employment and labor income effects 13 associated with well abandonment, while negative, would be minimal.

*NEPA Effects:* Because construction of water conveyance facilities would result in an increase in
 construction-related employment and labor income, this would be considered a beneficial effect.
 However, these activities would also be anticipated to result in a decrease in agricultural-related
 employment and labor income, which would be considered an adverse effect. Mitigation Measure
 AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be
 available to reduce these effects by preserving agricultural productivity and compensating off-site.

20 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would increase total 21 employment and income in the Delta region. The change would result from expenditures on BDCP 22 construction and from a modest decrease in agricultural production. Changes in recreational 23 expenditures and natural gas well operations could also affect regional employment and income, but 24 these have not been quantified. The total change in employment and income is not, in itself, 25 considered an environmental impact. Significant environmental impacts would only result if the 26 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 27 throughout this EIR/EIS. Costs are addressed in Chapter 8 of the BDCP, Implementation Costs and 28 Funding Sources; removal of agricultural land from production is addressed in Chapter 14, 29 Agricultural Resources, Section 14.3.3.3, Impacts AG-1 and AG-2; changes in recreation related 30 activities are addressed in Chapter 15, Recreation, Section 15.3.3.3, REC-1 through REC-4; 31 abandonment of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.3, 32 Impact MIN-1. When required, DWR would provide compensation to property owners for economic 33 losses due to implementation of the alternative. While the compensation to property owners would

34 reduce the severity of economic effects related to the loss of agricultural land, it would not

<sup>&</sup>lt;sup>b</sup> Includes direct, indirect, and induced effects.

- 1 constitute mitigation for any related physical impact. Measures to reduce these impacts are
- 2 discussed in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, and particularly
- 3 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for
- 4 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security
- 5 Zones.

### Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of the Proposed Water Conveyance Facilities

#### 8 **Population**

9 Construction of conveyance facilities would require an estimated peak of 6,280 workers in year 4 of
10 the assumed 8-year construction period. It is anticipated that many of these new jobs would be filled
11 from within the existing five-county labor force.

- 12 Considering the multi-year duration of conveyance facility construction, it is anticipated that non-
- 13 local workers would temporarily relocate to the five-county region, thus adding to the local
- 14 population. As discussed in Chapter 30, *Growth Inducement and Other Indirect Effects*, Section
- 15 30.3.2.1, Direct Growth Inducement, an estimated 30 percent of workers could come from out of the
- 16 Delta region, suggesting that approximately 1,900 workers could relocate to the Delta region at the
- 17 peak of the construction period. However, this additional population would constitute a minor
- 18 increase in the total 2020 projected regional population of 4.6 million and be distributed throughout
- the region. Changes in demand for public services resulting from any increase in population are
   addressed in Chapter 20, *Public Services and Utilities*, Section 20.3.3.3, Impact UT-1 through UT-6.

#### 21 Housing

Changes in housing demand are based on changes in supply resulting from displacement during
 facilities construction and changes in housing demand resulting from employment associated with
 construction of conveyance facilities. As described in Chapter 13, *Land Use*, Section 13.3.3.3, Impact
 LU-2, construction of water conveyance facilities under Alternative 1B would conflict with
 approximately 109 residential structures.

- 27 The construction workforce would most likely commute daily to the work sites from within the five-28 county region; however, if needed, there are about 53,000 housing units available to accommodate 29 workers who may choose to commute on a workweek basis or who may choose to temporarily 30 relocate to the region for the duration of the construction period, including the estimated 1,900 31 workers who may temporarily relocate to the Delta region from out of the region. In addition to the 32 available housing units, there are recreational vehicle parks and hotels and motels within the five-33 county region to accommodate any construction workers. As a result, and as discussed in more 34 detail in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2.1, Direct Growth 35 Inducement, construction of the proposed conveyance facilities is not expected to substantially 36 increase the demand for housing within the five-county region.
- 37 *NEPA Effects:* Within specific local communities, there could be localized effects on housing.
   38 However, given the availability of housing within the five-county region, predicting where this
   39 impact might fall would be speculative. In addition, new residents would likely be dispersed across
   40 the region, thereby not creating a burden on any one community.

- Because these activities would not result in permanent concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Construction of the proposed water conveyance facilities would result in minor
   population increases in the Delta region with adequate housing supply to accommodate the change
   in population. Therefore, adverse physical changes resulting from the minor increase in population
   are not anticipated.

#### 7 Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed 8 Water Conveyance Facilities

- 9 **NEPA Effects:** Under Alternative 1B, effects on community character would be similar in nature, but 10 not location or magnitude, to those described under Alternative 1A, Impact ECON-3. Under this 11 alternative, regional population and employment would increase to levels described above under 12 Impact ECON-1 and ECON-2. The geographic extent of these effects would also vary from that 13 described for Alternative 1A, as the intensity of effects would be somewhat greater or lesser based 14 on communities' ability to accommodate growth and proximity to features constructed for the water 15 conveyance alignment under this alternative. Under this alternative, areas near the intake pumping 16 plants in the vicinity of Clarksburg, Hood, and Courtland could experience the greatest changes in 17 character, along with communities near the canal alignment like Thornton. Effects associated with 18 construction activities could also result in changes to community cohesion if they were to restrict 19 mobility, reduce opportunities for maintaining face-to-face relationships, or disrupt the functions of 20 community organizations or community gathering places (such as schools, libraries, places of 21 worship, and recreational facilities). Under Alternative 1B, several gathering places that lie in the 22 vicinity of construction areas could be indirectly affected by noise and traffic associated with 23 construction activities, including the Clarksburg Library, Clarksburg Fire Department, Delta High 24 School, Holt Union Elementary School, Clarksburg Community Church, Community Baptist Church, 25 and several marinas or other recreational facilities (see Chapter 15, *Recreation*, Table 15-13). 26 Additionally, as described in Chapter 20, Public Services and Utilities, a fire station in the community 27 of Hood would be directly affected by construction of a canal segment under this alternative and 28 accordingly, its function as a workplace and as a community gathering place may be relocated.
- 29 Like Alternative 1A, the anticipated economic shift away from agriculture and towards construction 30 could result in demographic changes. In comparing the existing demographic composition of 31 agricultural workers and construction laborers within the five-county Delta Region, men make up a 32 large proportion of both occupations: 84 percent of agricultural workers were male, compared with 33 98 percent of construction laborers. Approximately 92 percent of agricultural workers made less 34 than \$35,000, while 60 percent of construction laborers made less than \$35,000. Additionally, 87 35 percent of agricultural workers within the study area report Hispanic origin, while 54 percent of construction laborers claim Hispanic origin within the five-county area (U.S. Census Bureau 2012b). 36
- 37 Construction activities could be expected to bring about a decline in the rural qualities currently 38 exhibited by Delta communities, while expansion of employment and population in the region could 39 provide economic opportunities supportive of community stability. While water conveyance 40 construction could result in beneficial effects relating to the economic welfare of a community, 41 adverse social effects could also arise as a result of declining economic stability in communities 42 closest to construction effects and in those most heavily influenced by agricultural and recreational 43 activities. These effects would be greatest during the eight-year construction period. 44 Implementation of mitigation measures and environmental commitments related to noise, visual

effects, transportation, agriculture, and recreation, would reduce adverse effects (see Appendix 3B,
 *Environmental Commitments*). These actions are summarized under Alternative 1A, Impact ECON-3.

3 **CEQA Conclusion:** Construction of water conveyance facilities under Alternative 1B could affect 4 community character in the Delta region. However, because these impacts are social in nature, 5 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 6 community character would lead to physical impacts involving population growth, such impacts are 7 described under Impact ECON-2 and in Chapter 30, Growth Inducement and Other Indirect Effects, 8 Section 30.3.2. Furthermore, notable decreases in population or employment, even if limited to 9 specific areas, sectors, or the vacancy of individual buildings, could result in alteration of community 10 character stemming from a lack of maintenance, upkeep, and general investment. However, 11 implementation of mitigation measures and environmental commitments related to noise, visual 12 effects, transportation, agriculture, and recreation, would reduce the extent of these effects (see 13 Appendix 3B, Environmental Commitments). Specifically, these commitments include Develop and 14 Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous Materials 15 Management Plans, Notification of Construction and Maintenance Activities in Waterways, Noise 16 Abatement Plan, Fire Prevention and Control Plan, and Coordinate with Mosquito Vector Control 17 Districts and Prepare and Implement Mosquito Management Plans.

### 18 Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing 19 the Proposed Water Conveyance Facilities

20 **NEPA Effects:** Under Alternative 1B, publicly-owned water conveyance facilities would be 21 constructed on land of which some is currently held by private owners. Property tax and assessment 22 revenue forgone as a result of water conveyance facilities is estimated at \$25.6 million over the 23 construction period. These decreases in revenue could potentially result in the loss of a substantial 24 share of some agencies' tax bases, particularly for smaller districts affected by the BDCP, such as 25 reclamation districts where conveyance facilities and associated work areas are proposed. This 26 economic effect would be considered adverse; however, the BDCP proponents would make 27 arrangements to compensate local governments for the loss of property tax or assessment revenue 28 for land used for constructing, locating, operating, or mitigating for new Delta water conveyance 29 facilities. Additionally, as discussed under Impact ECON-1, construction of the water conveyance 30 facilities would be anticipated to result in a net increase of income and employment in the Delta 31 region. This would also create an indirect beneficial effect through increased sales tax revenue for 32 local government entities that rely on sales taxes.

33 **CEQA Conclusion:** Under Alternative 1B, construction of water conveyance facilities would result in 34 the removal of a portion of the property tax base for various local government entities in the Delta 35 region. Over the construction period, property tax and assessment revenue forgone is estimated at 36 \$25.6 million. However, the Sacramento-San Joaquin Delta Reform Act commits the entities 37 receiving water from the State Water Project and federal Central Valley Project to mitigate for lost 38 property tax and assessment revenue associated with land needed for the construction of new 39 conveyance facilities (Water Code Section 85089). Additionally, any losses could be offset, at least in 40 part, by an anticipated increase in sales tax revenue. CEQA does not require a discussion of 41 socioeconomic effects except where they would result in reasonably foreseeable physical changes. If 42 an alternative is not anticipated to result in a physical change to the environment, it would not be 43 considered to have a significant impact under CEOA (CEOA Guidelines Sections 15064(f) and 44 15131). Here, any physical consequences resulting from fiscal impacts are too speculative to 45 ascertain.

#### Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed Water Conveyance Facilities

3 **NEPA Effects:** Under Alternative 1B, disruption of recreational activities during the construction 4 period would be similar in character to that described under Alternative 1A, Impact ECON-5. 5 However, as described in Chapter 15, *Recreation*, Section 15.3.3.3, Impacts REC-1 through REC-4, the 6 geographic incidence and extent of these effects would be different based on the construction of a 7 different conveyance alignment composed of different features. Access to recreational facilities may 8 be restricted throughout the construction period. Additionally, the quality of recreational activities 9 including boating, fishing, waterfowl hunting, and hiking in the Delta could be indirectly affected by 10 noise, lighting, traffic, and visual degradation in proximity to water conveyance construction. Under 11 this alternative, 18 recreational sites or recreational areas would experience periods of 12 construction-related effects, including noise, access, visual disturbances, or a combination of these 13 effects. These include Clarksburg Marina, Clarksburg Boat Launch (fishing access), Stone Lakes 14 National Wildlife Refuge, Cosumnes River Preserve, White Slough Wildlife Area – Pond 6, 15 Woodbridge Ecological Reserve, The Reserve at Spanos Park Golf Course, Paradise Point Marina, 16 Weber Point Yacht Club, Windmill Cove Resort & Marina, Buckley Cove (Marina West Yacht Club, 17 Buckley Cove Boat Launch, River Point Landing Marina Resort, Ladd's Marina, Stockton Sailing Club, 18 and Buckley Cove Park), and Clifton Court Forebay. Construction activities associated with this 19 alternative would affect more established recreational sites than under Alternative 1A.

20 Construction of water conveyance structures under this alternative would be anticipated to 21 temporarily result in a lower-quality recreational experience in a number of localized areas 22 throughout the Delta, despite the implementation of mitigation measures, including enhancement of 23 fishing access sites and incorporation of recreational access into project design, and environmental 24 and non-environmental commitments, including providing funding to implement recreational 25 improvements and control aquatic weeds, providing notification of maintenance activities in 26 waterways, and developing and implementing a noise abatement plan, as described in Appendix 3B, 27 *Environmental Commitments.* With a decrease in recreational quality, the number of visits would be 28 anticipated to decline, at least in areas closest to construction activities. The multi-year schedule and 29 geographic scale of construction activities and the anticipated decline in recreational spending 30 would be considered an adverse effect. The commitments and mitigation measure cited above 31 would contribute to the reduction of this effect.

32 **CEQA Conclusion:** Construction of the proposed water conveyance facilities under Alternative 1B 33 could impact recreational revenue in the Delta region if construction activities result in fewer visits 34 to the area. Fewer visits would be anticipated to result in decreased economic activity related to 35 recreational activities. This section considers only the economic effects of recreational changes 36 brought about by construction of the proposed water conveyance facilities. Potential physical 37 changes to the environment relating to recreational resources are described and evaluated in 38 Chapter 15, *Recreation*, Section 15.3.3.3, REC-1 through REC-4.

#### Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- 41 Construction of conveyance facilities would convert land from existing agricultural uses to uses that
- 42 include direct facility footprints, construction staging areas, borrow/spoils areas, RTM storage,
- 43 temporary and permanent roads, and utilities. Agricultural land could also be affected by changes in
- 44 water quality and other conditions that would affect crop productivity. These direct effects on

- agricultural land are described in Chapter 14, *Agricultural Resources*, Section 14.3.3.3, Impacts AG-1
   and AG-2.
- 3 Changes in crop acreage were used to describe the associated changes in economic values. Unit

4 prices, yields, and crop production and investment costs were presented in Section 16.1,

- 5 *Environmental Setting/Affected Environment.* Table 16-27 summarizes the changes in acreage and
- 6 value of agricultural production that would occur in the Delta region as a result of Alternative 1B
- 7 construction. Changes are shown relative to the Existing Conditions and the No Action Alternative
- 8 by aggregate crop category (agricultural resources under Existing Conditions and in the No Action
- 9 Alternative were assumed to be the same). The table also includes a summary of changes in crop 10 acreages that are reported in Appendix 14A, *Individual Crop Effects as a Result of BDCP Water*
- 11 *Conveyance Facility Construction.*
- Total value of irrigated crop production in the Delta would decline on average by \$32.8 million per
   year during the construction period, with total irrigated crop acreage declining by about 19,460
- 14 acres. These estimates are not dependent on water year type.

#### 15Table 16-27. Crop Acres and Value of Agricultural Production in the Delta during Construction16(Alternative 1B)

Analysis Metric	Alternative 1B	Change from Existing Conditions and No Action Alternative			
Total Crop Acreage (thousand acres)	464.1	-19.6			
Grains	56.8	-1.8			
Field crops	186.2	-4.9			
Forage crops	106.2	-6.5			
Vegetable, truck, and specialty crops	74.0	-3.2			
Orchards and vineyards	41.0	-3.1			
Total Value of Production (million \$)	617.2	-32.8			
Grains	23.6	-0.7			
Field crops	110.9	-3.0			
Forage crops	67.7	-5.4			
Vegetable, truck, and specialty crops	257.5	-10.9			
Orchards and vineyards	157.7	-12.8			
Note: Value of production is based on prices received by farmers, in 2011 dollars (U.S. Department of Commerce 2012).					

17

Alternative 1B may also affect production costs, investments in production facilities and standing
 orchards and vineyards, and salinity of agricultural water supply. Effects would be similar to those
 qualitatively described under Alternative 1A, Impact ECON-6. See Chapter 14, *Agricultural Resources*, Section 14.3.3.3, Impacts AG-1 and AG-2, for further discussion of indirect effects on
 agricultural resources.

*NEPA Effects.* Because construction of the proposed water conveyance facilities would lead to
 reductions in crop acreage and in the value of agricultural production in the Delta region, this is
 considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
 agricultural productivity and compensating off-site.

1 **CEOA Conclusion:** Construction of the proposed water conveyance facilities would reduce the total 2 value of agricultural production in the Delta region. The removal of agricultural land from 3 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.3, Impacts AG-1 and 4 AG-2. The reduction in the value of agricultural production is not considered an environmental 5 impact. Significant environmental impacts would only result if the changes in regional economics 6 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 7 required, DWR would provide compensation to property owners for economic losses due to 8 implementation of the alternative. While the compensation to property owners would reduce the 9 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 10 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14. 11 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, 12 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland 13 and land subject to Williamson Act contracts or in Farmland Security Zones.

#### Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

16 In the Delta region, ongoing operation and maintenance of BDCP facilities would result in increased 17 expenditures relative to the Existing Conditions and the No Action Alternative (regional economic 18 conditions do not differ across Existing Conditions and No Action Alternative). The increased 19 expenditures are expected to result in a permanent increase in regional employment and income, 20 including an estimated 204 direct and 294 total (direct, indirect, and induced) FTE jobs (Table 16-21 28). Since operation and maintenance expenditures for the unlined and lined options were not 22 differentiated, the results summarized in this section are assumed to apply to both the unlined and 23 lined options. Potential changes in the value of agricultural production result in changes to regional 24 employment and income in the Delta region under Alternative 1B relative to the Existing Conditions 25 and the No Action Alternative.

#### 26Table 16-28. Regional Economic Effects on Employment and Labor Income during Operations and27Maintenance (Alternative 1B)

Regional Economic Impact <sup>a</sup>	Impacts from Operations and Maintenance				
Employment (FTE)					
Direct	204				
Total <sup>b</sup>	294				
Labor Income (million \$)					
Direct	12.6				
Total <sup>b</sup>	16.8				
Note: Labor income is reported in 2011 dollars (U.S. Department of Commerce 2012).					
<sup>a</sup> IMPLAN results are changes relative to Existing Conditions or the No Action Alternative.					
<sup>b</sup> Includes direct, indirect, and induced effects.					

<sup>28</sup> 

- 30 would result in the permanent removal of agricultural land from production following construction,
- 31 and the effects on employment and income would be negative, including the loss of an estimated
- 32 117 agricultural and 321 total (direct, indirect, and induced) FTE jobs. The regional economic effects
- 33 on employment and income in the Delta region from the change in agricultural production are

<sup>29</sup> The operation and maintenance of conveyance and related facilities such as roads and utilities

- 1 reported in Table 16-29. Mapbook Figures M14-3 and M14-4 display areas of Important Farmland
- 2 and lands under Williamson Act contracts that could be converted to other uses due to the
- 3 construction of water conveyance facilities for the East alignment. Note that not all of these
- 4 structures would be constructed under this alternative.

#### Table 16-29. Regional Economic Effects on Agricultural Employment and Labor Income during Operations and Maintenance (Alternative 1B)

Regional Economic Impact <sup>a</sup> Impacts on Agriculture			
Employment (FTE)			
Direct	-117		
Total <sup>b</sup>	-321		
Labor Income (million \$)			
Direct	-9.3		
Total <sup>b</sup>	-17.9		
Note: Labor income is reported in 2011 dollars (U.S. Department of Commerce 2012).			

<sup>a</sup> IMPLAN results are changes relative to Existing Conditions or the No Action Alternative. <sup>b</sup> Includes direct, indirect, and induced effects.

7

*NEPA Effects:* Because continued operation and maintenance of water conveyance facilities would
 result in an increase in operations-related employment and labor income, this would be considered
 a beneficial effect. However, the long-term footprint of facilities would lead to a continued decline in
 agricultural-related employment and labor income, which would be considered an adverse effect.
 Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
 AG-1, would be available to reduce these effects by preserving agricultural productivity and
 compensating off-site.

15 **CEQA** Conclusion: Operation and maintenance of the proposed water conveyance facilities would 16 decrease total employment and income in the Delta region. The change would result from 17 expenditures on BDCP operation and maintenance, increasing employment, and from changes in 18 agricultural production, decreasing employment. The total change in income and employment is not, 19 in itself, considered an environmental impact. Significant environmental impacts would only result if 20 the changes in regional economics cause physical impacts. Such effects are discussed in other 21 chapters throughout this EIR/EIS. Costs are addressed in Chapter 8 of the BDCP, Implementation 22 Costs and Funding Sources; removal of agricultural land from production is addressed in Chapter 14, 23 Agricultural Resources, Section 14.3.3.3, Impacts AG-3 and AG-4; changes in recreation related 24 activities are addressed in Chapter 15, *Recreation*, Section 15.3.3.3, Impacts REC-5 through REC-8. 25 When required, DWR would provide compensation to property owners for economic losses due to 26 implementation of the alternative. While the compensation to property owners would reduce the 27 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 28 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14, 29 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, 30 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland

31 and land subject to Williamson Act contracts or in Farmland Security Zones.

#### 1 Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during

#### 2 Operation and Maintenance of the Proposed Water Conveyance Facilities

#### 3 Population

Operations and maintenance of conveyance facilities would require approximately 200 permanent
new workers. Given the nature of those operation and maintenance jobs, the existing water
conveyance facilities already in the five-county region, the large workforce in the region, and the
large water agencies with headquarters in that region, it is anticipated that most of these new jobs
would be filled from within the existing five-county labor force. However, operation and
maintenance may require specialized worker skills not readily available in the local labor pool. As a
result, it is anticipated that some specialized workers may be recruited from outside the five-county

- 11 region.
- 12 It is anticipated that non-local workers would relocate to the five-county region, thus adding to the
- 13 local population. However, this additional population would constitute a minor increase in the total
- 14 2020 projected regional population of 4.6 million and be distributed throughout the region. Changes
- 15 in demand for public services resulting from any increase in population are addressed in Chapter 20,
- 16 *Public Services and Utilities,* Section 20.3.3.3, Impact UT-7.

#### 17 Housing

- 18 It is anticipated that most of the operational workforce would be drawn from within the five-county 19 region. Consequently, operation of the conveyance facilities would not result in impacts on housing. 20 There are about 53,000 housing units available to accommodate any nonlocal workers who relocate 21 to the five-county region. In addition, new residents would likely be dispersed across the region, 22 thereby not creating a burden on any one community. As a result, operation and maintenance of the 23 proposed conveyance facilities is not expected to increase the demand for housing.
- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Operation and maintenance of the proposed water conveyance facilities would
   result in minor population increases in the Delta region with adequate housing supply to
   accommodate the change in population. Therefore, the minor increase in population is not
   anticipated to result in any adverse changes to the physical environment.

### Impact ECON-9: Changes in Community Character during Operation and Maintenance of the Proposed Water Conveyance Facilities

32 **NEPA Effects:** Throughout the five-county Delta region, population and employment could slightly 33 contract as a result of continued operation and maintenance of the water conveyance facilities under 34 Alternative 1B. Agricultural contributions to the character and culture of the Delta would be likely to 35 decline commensurate with the projected decline in agricultural-related employment and 36 production, as discussed under Impact ECON-7. This could result in the closure of agriculture-37 dependent businesses or those catering to agricultural employees, particularly in areas where 38 conversion of agricultural land would be most concentrated. Similar effects could accrue to areas disproportionately dependent upon existing recreational activities. However, influences associated 39 40 with those hired to operate, repair, and maintain water conveyance structures would grow. To the 41 extent that this anticipated economic shift away from agriculture results in demographic changes in

- 1 population, employment level, income, age, gender, or race, the study area would be expected to see
- 2 changes to its character, particularly in those Delta communities most substantially affected by
- 3 demographic changes based on their size or proximity to BDCP facilities.
- 4 While some of the rural qualities of Delta communities, including relatively low noise and traffic 5 levels, could return to near pre-construction conditions during the operational phase, other effects 6 would be lasting. For instance, the visual appearance of intakes and other permanent features would 7 compromise the predominantly undeveloped and agricultural nature of communities like 8 Clarksburg, Courtland, Hood, and Thornton, which are located closest to the proposed water 9 conveyance features. Where BDCP operations make areas less desirable in which to live, work, shop, 10 or participate in recreational activities, localized abandonment of buildings could result. Such lasting 11 effects could also result in changes to community cohesion if they were to restrict mobility, reduce 12 opportunities for maintaining face-to-face relationships, or disrupt the functions of community 13 organizations or community gathering places (such as schools, libraries, places of worship, and 14 recreational facilities).
- Under Alternative 1B, adverse social effects could occur in communities closest to character changing effects and in those most heavily influenced by agricultural and recreational activities.
- 17 Implementation of mitigation measures and environmental commitments related to noise, visual
- 18 effects, transportation, agriculture, and recreation would reduce adverse effects (see Appendix 3B,
- 19 *Environmental Commitments*). These actions are summarized under Alternative 1A, Impact ECON-9.
- 20 **CEOA Conclusion:** Operation and maintenance of water conveyance facilities under Alternative 1B 21 could adversely affect community character in the Delta region. However, because these impacts are 22 social in nature, rather than physical, they are not considered impacts under CEOA. To the extent 23 that changes to community character would lead to physical impacts involving population growth, 24 these impacts are described under Impact ECON-8 and in Chapter 30, Growth Inducement and Other 25 Indirect Effects, Section 30.3.2. Furthermore, notable decreases in population or employment could 26 result in alteration of community character stemming from a lack of maintenance, upkeep, and 27 general investment.

#### Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and Maintenance of the Proposed Water Conveyance Facilities

30 **NEPA Effects:** Under Alternative 1B, publicly-owned water conveyance facilities would be located, 31 operated, and maintained on land of which some is currently held by private owners. Property tax and assessment revenue forgone as a result of water conveyance facilities is estimated at \$153.8 32 33 million over the BDCP's 50-year permit period, or an average of \$3.2 million annually. As described 34 above, the annual property tax revenue of the Delta counties is more than \$934 million (California 35 State Controller's Office 2012). Projected over the 50-year period, these removals would likely 36 represent less than 1% of these counties' property tax revenue. These decreases in revenue could 37 potentially result in the loss of a substantial share of some agencies' tax bases, particularly for 38 smaller districts affected by the BDCP. Additionally, as discussed under Impact ECON-7, operation 39 and maintenance of the water conveyance facilities would be anticipated to result in a net decrease 40 of income and employment in the Delta region. This would also create an indirect effect through 41 reduced sales tax revenue for local government entities. These economic effects would be 42 considered adverse; however, the BDCP proponents would make arrangements to compensate local 43 governments for the loss of property tax or assessment revenue for land used for constructing, 44 locating, operating, or mitigating for new Delta water conveyance facilities.

1 **CEOA Conclusion:** Under Alternative 1B, the ongoing operation and maintenance of water 2 conveyance facilities would restrict potential property tax revenue for various local government 3 entities in the Delta region. Over the 50-year permit period, property tax and assessment revenue 4 forgone is estimated at \$153.8 million. Additionally, an anticipated decrease in sales tax revenue 5 could also lead to revenue declines. However, new Delta conveyance facilities are required under the 6 California Water Code to offset impacts on property taxes or assessments levied by local 7 governments or special districts (Water Code 85089). CEQA does not require a discussion of 8 socioeconomic effects except where they would result in reasonably foreseeable physical changes. If 9 an alternative is not anticipated to result in a physical change to the environment, it would not be 10 considered to have a significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 11 15131). Here, any physical consequences resulting from fiscal impacts are too speculative to 12 ascertain.

#### 13 Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the 14 Proposed Water Conveyance Facilities

15 NEPA Effects: As discussed in Chapter 15, Recreation, Section 15.3.3.3, Impacts REC-5 through REC-16 8, operation and maintenance activities associated with the proposed water conveyance facilities 17 under Alternative 1B are anticipated to create minor effects on recreational resources. Maintenance 18 of conveyance facilities, including intakes, would result in periodic temporary but not substantial 19 adverse effects on boat passage and water-based recreational activities. As discussed in Impact REC-20 7, most intake maintenance, such as painting, cleaning, and repairs, would be done with barges and 21 divers, and could cause a temporary impediment to boat movement in the Sacramento River in the 22 immediate vicinity of the affected intake structure and reduce opportunities for waterskiing, 23 wakeboarding, or tubing in the immediate vicinity of the intake structures. However, boat passage 24 and navigation on the river would still be possible around any barges or other maintenance 25 equipment and these effects would be expected to be short-term (2 years or less). Although water-26 based recreation (i.e. boating, waterskiing, wakeboarding, etc.) may be restricted at and in the 27 vicinity of intakes, many miles of the Sacramento River would still be usable for these activities 28 during periodic maintenance events. Additionally, implementation of the environmental 29 commitment to provide notification of construction and maintenance activities in waterways 30 (Appendix 3B, *Environmental Commitments*) would reduce these effects. Because effects of facility 31 maintenance would be short-term and intermittent, substantial economic effects are not anticipated 32 to result from operation and maintenance of the facilities.

*CEQA Conclusion:* Operation and maintenance activities associated with the proposed water
 conveyance facilities under Alternative 1B are anticipated to create minor effects on recreational
 resources and therefore, are not expected to significantly reduce economic activity related to
 recreational activities. This section considers only the economic effects of recreational changes.
 Potential physical changes to the environment relating to recreational resources are described and
 evaluated in Chapter 15, *Recreation*, Section 15.3.3.3, Impacts REC-5 through REC-8.

#### Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 41 During operation and maintenance of conveyance facilities existing agricultural land would be in
- 42 uses that include direct facility footprints and associated permanent roads and utilities. Agricultural
- 43 land could also be affected by changes in water quality and other conditions that would affect crop

- productivity and crop choices. These direct effects on agricultural land are described in Chapter 14,
   *Agricultural Resources*, Section 14.3.3.3, Impacts AG-1 and AG-2.
- 3 Changes in crop acreage were used to estimate the associated changes in economic values. Unit
- 4 prices, yields, and crop production and investment costs were presented in Section 16.1,
- 5 *Environmental Setting/Affected Environment*. Table 16-30 summarizes the changes in acreage and
- 6 value of agricultural production that would result in the Delta region from operation of Alternative
- 7 1B. Changes are shown relative to the Existing Conditions and the No Action Alternative by
- 8 aggregate crop category (agricultural resources under Existing Conditions and in the No Action
- 9 Alternative were assumed to be the same). The changes in crop acreages are reported in Appendix
- 10 14A, Individual Crop Effects as a Result of BDCP Water Conveyance Facility Construction.
- 11 Total value of irrigated crop production in the Delta region would decline on average by \$29.2
- million per vear during operation and maintenance, with total irrigated crop acreage declining by
- about 17,700 acres. These estimates are not dependent on water year type.

#### 14Table 16-30. Crop Acres and Value of Agricultural Production in the Delta during Operations and15Maintenance (Alternative 1B)

		Change from Existing Conditions
Analysis Metric	Alternative 1B	and No Action Alternative
Total Crop Acreage (thousand acres)	466.0	-17.7
Grains	57.0	-1.6
Field crops	186.7	-4.4
Forage crops	106.7	-6.0
Vegetable, truck, and specialty crops	74.3	-2.9
Orchards and vineyards	41.3	-2.7
Total Value of Production (million \$)	620.8	-29.2
Grains	23.6	-0.6
Field crops	111.1	-2.7
Forage crops	68.1	-5.0
Vegetable, truck, and specialty crops	258.6	-9.8
Orchards and vineyards	159.4	-11.1

Note: Value of production is based on prices received by farmers, in 2011 dollars (U.S. Department of Commerce 2012).

16

Alternative 1B may also affect production costs on lands even if gross revenues are largely
 unaffected. Increased costs could be associated with operational constraints and longer travel times
 due to permanent facilities. In most cases, affected lands fall within the facilities footprint, and are
 included in the agricultural acreage and value of production described elsewhere in this chapter and
 in Chapter 14, *Agricultural Resources*, Section 14.3.3.3.

- 22 Crop yields and crop selection on lands in the Delta could be affected by changes in salinity of
- 23 agricultural water supply during operation and maintenance activities. If operation of the proposed
- 24 conveyance facilities increases salinity in part of the Delta, crops that are more sensitive to salinity
- could shift to other lands in the five-county Delta region. See Chapter 14, *Agricultural Resources*,
- 26 Section 14.3.3.3, Impact AG-2, for further discussion of effects from changes in salinity.

*NEPA Effects:* The footprint of water conveyance facilities would result in lasting reductions in crop
 acreage and in the value of agricultural production in the Delta region; therefore, this is considered
 an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section
 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving agricultural
 productivity and compensating off-site.

6 **CEQA Conclusion:** During operation and maintenance of the proposed water conveyance facilities 7 the value of agricultural production in the in the Delta region would be reduced. The permanent 8 removal of agricultural land from production is addressed in Chapter 14, Agricultural Resources, 9 Section 14.3.3.3, Impacts AG-1 and AG-2. The reduction in the value of agricultural production is not 10 considered an environmental impact. Significant environmental impacts would only result if the 11 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 12 throughout this EIR/EIS. When required, DWR would provide compensation to property owners for 13 economic losses due to implementation of the alternative. While the compensation to property 14 owners would reduce the severity of economic effects related to the loss of agricultural land, it 15 would not constitute mitigation for any related physical impact. Measures to reduce these impacts 16 are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly 17 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for 18 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 19 Zones.

#### Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the Implementation of the Proposed Conservation Measures 2–22

22 **NEPA Effects:** Effects on regional economics as a result of the proposed Conservation Measures 2– 23 22 would be similar to those described under Alternative 1A, Impact ECON-13 because the 24 measures are similar. In the Delta region, spending on Conservation Measures 2–22 would include 25 construction, operation and maintenance activities that would convert or disturb existing land use. 26 Because implementation of Conservation Measures 2–22 would be anticipated to result in an 27 increase in construction and operation and maintenance-related employment and labor income, this 28 would be considered a beneficial effect. However, implementation of these components would also 29 be anticipated to result in a decrease in agricultural-related employment and labor income, which 30 would be considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, 31 Agricultural Resources, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by 32 preserving agricultural productivity and compensating off-site. Additionally, implementation of 33 these components are anticipated to result in the abandonment of natural gas wells, causing a 34 decrease in employment and labor income associated with monitoring and maintaining wells, which 35 would be considered an adverse effect. Mitigation Measure MIN-5, described in Chapter 26, Mineral 36 *Resources*, Section 26.3.3.2, Impact MIN-5, would be available to reduce these effects by minimizing, 37 to the extent feasible, the need for well abandonment or relocation.

38 **CEQA Conclusion:** Implementation of the proposed Conservation Measures 2–22 would affect total 39 employment and income in the Delta region. The change in total employment and income in the 40 Delta region is based on expenditures resulting from implementation of the proposed Conservation 41 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas 42 production activities. The total change in employment and income is not, in itself, considered an 43 environmental impact. Significant environmental impacts would only result if the changes in 44 regional economics cause physical impacts. Such effects are discussed in other chapters throughout 45 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, Agricultural

- 1 *Resources*, Section 14.3.3.2, Impacts AG-3 and AG-4; changes in recreation-related activities are
- 2 addressed in Chapter 15, *Recreation*, Section 15.3.3.2, Impacts REC-9 through REC-11; abandonment
- 3 of natural gas wells is addressed in Chapter 26, *Mineral Resources*, Section 26.3.3.2, Impact MIN-5.

### Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

*NEPA Effects:* Effects on population and housing as a result of the proposed Conservation Measures
 2-22 would be similar to those described under Alternative 1A, Impact ECON-14 because the
 measures are similar. In general, the changes in population and housing would include increases in
 population from the construction and operation and maintenance-related activity and declines in
 residential housing and business establishments as a result of lands converted or impaired. Because
 these activities would not result in concentrated, substantial increases in population or new
 housing, they would not be considered to have an adverse effect.

*CEQA Conclusion*: Implementation of the proposed Conservation Measures 2–22 would impact total
 population and housing in the Delta region. The change in total population and housing in the Delta
 region is based on employment resulting from implementation of the proposed Conservation
 Measures 2–22. The change in population and housing is expected to be minor relative to the five county Delta region, and dispersed throughout the region. Therefore, significant changes to the
 physical environment are not anticipated to result.

### Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed Conservation Measures 2–22

21 **NEPA Effects:** Effects on community character as a result of the proposed Conservation Measures 2– 22 22 would be similar to those described under Alternative 1A, Impact ECON-15 because the 23 conservation measures are similar. While implementation of Conservation Measures 2–22 could 24 result in beneficial effects relating to the economic welfare of a community, adverse social effects, 25 including effects on community cohesion, could also arise in those communities closest to character-26 changing effects and those most heavily influenced by agricultural activities. Implementation of 27 mitigation measures and environmental commitments related to noise, visual effects, 28 transportation, agriculture, and recreation would reduce adverse effects (see Appendix 3B, 29 Environmental Commitments). These actions are summarized under Alternative 1A, Impact ECON-30 15.

31 **CEOA Conclusion:** Implementation of Conservation Measures 2–22 under Alternative 1B could 32 affect community character within the Delta region. These activities could have adverse or beneficial 33 effects with respect to community character. Because these impacts are social in nature, rather than 34 physical, they are not considered impacts under CEQA. To the extent that changes to community 35 character are related to physical impacts involving population growth, these impacts are described 36 in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2. Furthermore, notable 37 decreases in population or employment, even if limited to certain areas, sectors, or the vacancy of 38 individual buildings, could result in alteration of community character stemming from a lack of 39 maintenance, upkeep, and general investment.

#### Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing the Proposed Conservation Measures 2–22

*NEPA Effects:* Under Alternative 1B, effects on local government fiscal conditions as a result of
 conservation measure implementation would be similar to those described under Alternative 1A,
 Impact ECON-16. Conservation Measures 2–22 would remove some private land from local property
 tax and assessment rolls. This economic effect would be considered adverse; however, the BDCP
 proponents would offset forgone property tax and assessments levied by local governments and
 special districts on private lands converted to habitat.

9 **CEQA Conclusion:** Under Alternative 1B, implementation of Conservation Measures 2–22 would 10 result in the removal of a portion of the property tax base for various local government entities in 11 the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is 12 estimated at \$176.7 million, compared with annual property tax revenue of more than \$934 million 13 in the Delta counties (California State Controller's Office 2012). Projected over the 50-year period, 14 these removals would likely represent less than 1% of these counties' property tax revenue. 15 However, the BDCP proponents would compensate local governments and special districts for 16 forgone revenue. CEQA does not require a discussion of socioeconomic effects except where they 17 would result in physical changes. If an alternative is not anticipated to result in a physical change to 18 the environment, it would not be considered to have a significant impact under CEQA (CEQA 19 Guidelines Sections 15064(f) and 15131).

### Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the Proposed Conservation Measures 2–22

*NEPA Effects:* Effects related to implementation of the Conservation Measures 2–22 under this
 alternative would be similar to those described under Alternative 1A, Impact ECON-17. These
 measures may result in adverse and beneficial effects on recreational resources in the Delta region,
 resulting in the potential for decreased or increased economic activities related to recreation.

26 *CEQA Conclusion*: Implementation of conservation measures would limit opportunities for

- 27 recreation and compromise the quality of activities, leading to potential economic impacts.
- However, implementation could also improve the quality of existing recreational opportunities,
- 29 creating increased economic value with respect to recreation. This section considers only the
- economic effects of recreational changes brought about by conservation measure implementation.
   Potential physical changes to the environment relating to recreational resources are described and
- 32 evaluated in Chapter 15, *Recreation*, Section 15.3.3.3, Impacts REC-9 through REC-11.

### Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

Effects on agricultural economics as a result of the proposed Conservation Measures 2–22 would be similar to those described under Alternative 1A, Impact ECON-18 because the measures are similar. Conservation Measures 2–22 would convert land from existing agricultural uses. These direct effects on agricultural land are described qualitatively in Chapter 14, *Agricultural Resources*, Section 14.3.3.3, Impacts AG-3 and AG-4. Effects on agricultural economics would include effects on crop production and agricultural investments resulting from restoration actions on agricultural lands. The effects would be similar in kind to those described for lands converted due to construction and

- 42 operation of the conveyance features and facilities. The total acreage and crop mix of agricultural
- 43 land potentially affected is not specified at this time, but when required, the BDCP proponents

- would provide compensation to property owners for losses due to implementation of the
   alternative.
- *NEPA Effects:* Because implementation of Conservation Measures 2–22 would be anticipated to lead
   to reductions in crop acreage and in the value of agricultural production in the Delta region, this is
   considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
   agricultural productivity and compensating off-site.
- 8 **CEQA Conclusion:** Implementation of Conservation Measures 2–22 would reduce the total value of 9 agricultural production in the Delta region. The permanent removal of agricultural land from 10 production is addressed in Chapter 14. Aaricultural Resources. Section 14.3.3.3. Impacts AG-3 and 11 AG-4. The reduction in the value of agricultural production is not considered an environmental 12 impact. Significant environmental impacts would only result if the changes in regional economics 13 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 14 required, the BDCP proponents would provide compensation to property owners for economic 15 losses due to implementation of the alternative. While the compensation to property owners would 16 reduce the severity of economic effects related to the loss of agricultural land, it would not 17 constitute mitigation for any related physical impact. Measures to reduce these impacts are 18 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1.
- 19 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions
- 20 **NEPA Effects:** The socioeconomic effects associated with operation of Alternative 1B would be the 21 same as those described under Alternative 1A, Impact ECON-19, because deliveries would be based 22 on the same operational guidelines. Changes in deliveries to hydrologic regions could result in 23 beneficial or adverse socioeconomic effects in these areas. In hydrologic regions where water 24 deliveries are predicted to increase when compared with the No Action Alternative, more stable 25 agricultural activities could support employment and economic production associated with 26 agriculture. Where M&I deliveries increase, population growth could lead to general economic 27 growth and support water-intensive industries. Such changes could also lead to shifts in the 28 character of communities in the hydrologic regions with resultant beneficial or adverse effects. 29 Likewise, growth associated with deliveries could require additional expenditures for local 30 governments while also supporting increases in revenue.
- *CEQA Conclusion:* Operation of water conveyance facilities under Alternative 1B could affect
   socioeconomic conditions in the hydrologic regions receiving water from the SWP and CVP.
   However, because these impacts are social and economic in nature, rather than physical, they are
   not considered environmental impacts under CEQA. To the extent that changes in socioeconomic
   conditions in the hydrologic regions would lead to physical impacts, such impacts are described in
   Chapter 30, *Growth Inducement and Other Indirect Effects,* Section 30.3.2.

## 3716.3.3.4Alternative 1C—Dual Conveyance with West Alignment and38Intakes W1–W5 (15,000 cfs; Operational Scenario A)

- Alternative 1C would result in effects on lands and communities in the study area associated with
   construction of five intakes and intake pumping plants, one forebay, conveyance pipelines, canals, a
   tunnel, culvert siphons, and an intermediate pumping plant. Nearby areas would be altered for the
- 42 deposition of spoils. Transmission lines, access roads, and other incidental facilities would also be

- needed for operation of the Alternative 1C facilities and construction of these structures would have
   effects on lands and communities. This alternative would differ from Alternative 1A primarily in that
   water would be carried south in a series of canals along the western side of the Delta to an
- 4 intermediate pumping plant and then pumped through a tunnel to a continuing canal to the
- 5 proposed Byron Tract Forebay, rather than long segments of deep pipeline and tunnel through the 6 central part of the Delta.

### 7 Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta 8 Region during Construction of the Proposed Water Conveyance Facilities

- 9 The regional economic effects on employment and income in the Delta region during 10 construction were evaluated for both the unlined and lined canal options. Changes are shown 11 relative to the Existing Conditions and the No Action Alternative (regional economic conditions 12 do not differ between Existing Conditions and No Action Alternative). The effects on 13 employment and income for the unlined option are displayed in Table 16-31. Table 16-31 14 shows the direct and total change that would result from conveyance-related spending. As 15 evident in Table 16-31, spending on conveyance construction results in substantial local economic activity in the region. As shown, direct construction employment is anticipated to vary 16 17 over the 8-year construction period, with an estimated 2,747 FTE jobs in the first year and 236 FTE 18 jobs in the final year of the construction period. Construction employment is estimated to peak at
- 19 5,300 FTE jobs in year 4. Total employment (direct, indirect, and induced) would also peak in year 4,
   20 at 11,559 FTE jobs.

### 21Table 16-31. Regional Economic Effects on Employment and Labor Income during Construction22(Alternative 1C)

Regional Economic	Year								
Impact <sup>a</sup>	1	2	3	4	5	6	7	8	Total
Employment (FTE)									
Direct	2,747	3,016	4,915	5,300	4,794	4,194	1,128	236	26,329
Total <sup>b</sup>	9,209	8,411	11,698	11,559	9,867	7,767	2,126	352	60,989
Labor Income (million \$)									
Direct	197.6	155.8	181.1	156.9	120.7	74.3	21.3	1.1	908.8
Total <sup>b</sup>	379.1	312.7	386.9	352.5	283.0	194.8	54.6	5.8	1,969.4

Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012).

<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.

<sup>b</sup> Includes direct, indirect, and induced effects; numbers may not sum to the total due to rounding. Detailed estimates are presented in Appendix 16A, *Regional Economic Impacts of Water Conveyance Facility Construction.* 

23

The employment and income effects under the lined option are higher than for the unlined option.
Direct and total employment estimates over the 8-year construction period for the lined option are
29,019 and 62,693, respectively. Direct and total income effects are also higher under the lined
option, with direct and total income over the construction period of \$936.3 million and \$2,027.3
million, respectively.

The footprint of conveyance and related facilities such as roads and utilities would remove some
 existing agricultural land from production, so the effects on employment and income from those

- 1 removals would be negative. The regional economic effects on employment and income in the Delta
- 2 region from the change in agricultural production are reported in Table 16-32. As shown, direct
- 3 agricultural employment would be reduced by an estimated 64 FTE jobs, while total employment
- 4 (direct, indirect, and induced) associated with agricultural employment would fall by 240 FTE jobs.
- 5 Mapbook Figures M14-5 and M14-6 display areas of Important Farmland and lands under
- 6 Williamson Act contracts that could be converted to other uses due to the construction of water
- 7 conveyance facilities for the West alignment. Note that not all of these structures would be
- 8 constructed under this alternative.

#### 9 Table 16-32. Regional Economic Effects on Agricultural Employment and Labor Income, during 10 Construction (Alternative 1C)

Regional Economic Impact <sup>a</sup>	Impacts on Agriculture			
Employment (FTE)				
Direct	-64			
Total <sup>b</sup>	-240			
Labor Income (million \$)				
Direct	-8.1			
Total <sup>b</sup>	-15.5			
Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012).				
<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.				
<sup>b</sup> Includes direct, indirect, and induced effects.				

11

12 Additionally, the Alternative 1C construction footprint would result in the abandonment of an 13 estimated four producing natural gas wells in the study area, as described in Chapter 26, Mineral 14 *Resources*, Section 26.3.3.4, Impact MIN-1. This could result in the loss of employment and labor 15 income associated with monitoring and maintaining these wells. Generally, small crews perform 16 ongoing monitoring and maintenance of several wells at a time. As shown in Chapter 26, Mineral 17 *Resources*, Table 26-3, 516 active producer wells are located in the study area. Even if all four 18 producing wells in the Alternative 1C construction footprint were abandoned and not replaced with 19 new wells installed outside the construction footprint, the percentage reduction in the number of 20 natural gas wells would be very small. As a result, the employment and labor income effects 21 associated with well abandonment, while negative, would be minimal.

NEPA Effects: Because construction of water conveyance facilities would result in an increase in
 construction-related employment and labor income, this would be considered a beneficial effect.
 However, these activities would also be anticipated to result in a decrease in agricultural-related
 employment and labor income, which would be considered an adverse effect. Mitigation Measure
 AG-1, described in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, would be
 available to reduce these effects by preserving agricultural productivity and compensating off-site.

*CEQA Conclusion:* Construction of the proposed water conveyance facilities would increase total
 employment and income in the Delta region. The change would result from expenditures on
 construction, increasing employment, and from changes in agricultural production, decreasing
 employment. Changes in recreational expenditures and natural gas well operations could also affect
 regional employment and income, but these have not been quantified. The total change in

- 33 employment and income is not, in itself, considered an environmental impact. Significant
- 34 environmental impacts would only result if the changes in regional economics cause physical

- 1 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed
- 2 in Chapter 8 of the BDCP, *Implementation Costs and Funding Sources*; removal of agricultural land
- 3 from production is addressed in Chapter 14, *Agricultural Resources*, Section 14.3.3.4, Impacts AG-1
- 4 and AG-2; changes in recreation related activities are addressed in Chapter 15, *Recreation*, Section
- 5 15.3.3.4, REC-1 through REC-4; abandonment of natural gas wells is addressed in Chapter 26,
- 6 *Mineral Resources*, Section 26.3.3.4, Impact MIN-1. When required, DWR would provide
- compensation to property owners for economic losses due to implementation of the alternative.
  While the compensation to property owners would reduce the severity of economic effects related
- while the compensation to property owners would reduce the seventy of economic effects related
   to the loss of agricultural land, it would not constitute mitigation for any related physical impact.
- 10 Measures to reduce these impacts are discussed in Chapter 14, *Agricultural Resources*, Section
- 11 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP to preserve
- 12 agricultural productivity and mitigate for loss of Important Farmland and land subject to Williamson
- 13 Act contracts or in Farmland Security Zones.

#### 14 Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of 15 the Proposed Water Conveyance Facilities

#### 16 **Population**

Construction of conveyance facilities would require an estimated peak of 5,300 workers in year 4 of
the assumed 8-year construction period. It is anticipated that many of these new jobs would be filled
from within the existing five-county labor force.

20 Considering the multi-year duration of conveyance facility construction, it is anticipated that non-21 local workers would temporarily relocate to the five-county region, thus adding to the local 22 population. As discussed in Chapter 30, Growth Inducement and Other Indirect Effects, Section 23 30.3.2.1, Direct Growth Inducement, an estimated 30 percent of workers could come from out of the 24 Delta region, suggesting that approximately 1,300 workers could relocate to the Delta region at the 25 peak of the construction period. However, this additional population would constitute a minor 26 increase in the total 2020 projected regional population of 4.6 million and be distributed throughout 27 the region. Changes in demand for public services resulting from any increase in population are 28 addressed in Chapter 20, Public Services and Utilities, Section 20.3.3.4, Impact UT-1 through UT-6.

#### 29 Housing

- 30 Changes in housing demand are based on changes in supply resulting from displacement during
- 31 facilities construction and changes in housing demand resulting from employment associated with
- 32 construction of conveyance facilities. As described in Chapter 13, *Land Use*, Section 13.3.3.4, Impact
- 33 LU-2, construction of water conveyance facilities under Alternative 1C would conflict with
- 34 approximately 194 residential structures.
- The construction workforce would most likely commute daily to the work sites from within the fivecounty region; however, if needed, there are about 53,000 housing units available to accommodate workers who may choose to commute on a workweek basis or who may choose to temporarily relocate to the region for the duration of the construction period, including the estimated 1,300 workers who may temporarily relocate to the Delta region from out of the region. In addition to the
- 40 available housing units, there are recreational vehicle parks within the five-county region to
- 41 accommodate any construction workers. As a result, and as discussed in more detail in Chapter 30,
- 42 *Growth Inducement and Other Indirect Effects*, Section 30.3.2.1, Direct Growth Inducement,

- construction of the proposed conveyance facilities is not expected to substantially increase the
   demand for housing within the five-county region.
- *NEPA Effects:* Within specific local communities, there could be localized effects on housing.
   However, given the availability of housing within the five-county region, predicting where this
   impact might fall would be speculative. In addition, new residents would likely be dispersed across
   the region, thereby not creating a burden on any one community.
- Because these activities would not result in permanent concentrated, substantial increases in
  population or new housing, they would not be considered to have an adverse effect.

*CEQA Conclusion:* Construction of the proposed water conveyance facilities would result in minor
 population increases in the Delta region with adequate housing supply to accommodate the change
 in population. Therefore adverse changes in the physical environment are not anticipated.

### Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed Water Conveyance Facilities

14 **NEPA Effects:** Under Alternative 1C, effects on community character would be similar in nature, but 15 not location or magnitude, to those described under Alternative 1A, Impact ECON-3. Under this 16 alternative, regional population and employment would increase to levels described above under 17 Impact ECON-1 and ECON-2. The geographic extent of these effects would also vary from that 18 described for Alternative 1A, as the intensity of effects would be somewhat greater or lesser based 19 on communities' ability to accommodate growth and proximity to features constructed for the water 20 conveyance alignment under this alternative. Under this alternative, areas near the intake pumping 21 plants in the vicinity of Clarksburg, Hood, and Courtland could experience the greatest changes in 22 character, along with communities near the canal alignment like Knightsen, Discovery Bay, Bethel 23 Island, and Byron. Effects associated with construction activities could also result in changes to community cohesion if they were to restrict mobility, reduce opportunities for maintaining face-to-24 25 face relationships, or disrupt the functions of community organizations or community gathering 26 places (such as schools, libraries, places of worship, and recreational facilities). Under Alternative 27 1C, several gathering places that lie in the vicinity of construction areas could be indirectly affected 28 by noise and traffic associated with construction activities, including the Clarksburg Library, Delta 29 High School, Excelsior School, Knightsen Elementary School, Timber Point School, YMCA Childcare at 30 Timber Point, Byron Brentwood Cemetery, Bethel Island Baptist Church, Clarksburg Community 31 Church, Resurrection Life Community Church, Son Rise Family Fellowship, Citizen Land Alliance, 32 Bethel Island Chamber of Commerce, Discovery Bay Chamber of Commerce, Clarksburg Fire 33 Department, Courtland Fire Department, Knightsen Fire Department, and several marinas or other 34 recreational facilities (see Chapter 15, Recreation, Table 15-14).

35 Like Alternative 1A, the anticipated economic shift away from agriculture and towards construction 36 could result in demographic changes. In comparing the existing demographic composition of 37 agricultural workers and construction laborers within the five-county Delta Region, men make up a 38 large proportion of both occupations: 84 percent of agricultural workers were male, compared with 39 98 percent of construction laborers. Approximately 92 percent of agricultural workers made less 40 than \$35,000, while 60 percent of construction laborers made less than \$35,000. Additionally, 87 41 percent of agricultural workers within the study area report Hispanic origin, while 54 percent of 42 construction laborers claim Hispanic origin within the five-county area (U.S. Census Bureau 2012b).

- 1 Construction activities could be expected to bring about a decline in the rural qualities currently
- 2 exhibited by Delta communities, while expansion of employment and population in the region could
- 3 provide economic opportunities supportive of community stability. While water conveyance
- 4 construction could result in beneficial effects relating to the economic welfare of a community,
- adverse social effects could also arise as a result of declining economic stability in communities
   closest to construction effects and in those most heavily influenced by agricultural and recreational
- activities. Implementation of mitigation measures and environmental commitments related to noise,
- 8 visual effects, transportation, agriculture, and recreation would reduce adverse effects (see
- 9 Appendix 3B, *Environmental Commitments*). These actions are summarized under Alternative 1A,
- 10 Impact ECON-3.
- 11 **CEOA Conclusion:** Construction of water conveyance facilities under Alternative 1C could affect 12 community character in the Delta region. However, because these impacts are social in nature, 13 rather than physical, they are not considered impacts under CEOA. To the extent that changes to 14 community character would lead to physical impacts involving population growth, such impacts are 15 described under Impact ECON-2 and in Chapter 30, Growth Inducement and Other Indirect Effects, 16 Section 30.3.2. Furthermore, notable decreases in population or employment, even if limited to 17 specific areas, sectors, or the vacancy of individual buildings, could result in alteration of community 18 character stemming from a lack of maintenance, upkeep, and general investment. However, 19 implementation of mitigation measures and environmental commitments related to noise, visual 20 effects, transportation, agriculture, and recreation, would reduce the extent of these effects (see 21 Appendix 3B, Environmental Commitments). Specifically, these commitments include Develop and 22 Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous Materials 23 Management Plans, Notification of Construction and Maintenance Activities in Waterways, Noise 24 Abatement Plan, Fire Prevention and Control Plan, and Prepare and Implement Mosquito 25 Management Plans.

### Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing the Proposed Water Conveyance Facilities

- 28 **NEPA Effects:** Under Alternative 1C, publicly-owned water conveyance facilities would be 29 constructed on land of which some is currently held by private owners. Property tax and assessment 30 revenue forgone as a result of water conveyance facilities is estimated at \$20.2 million over the 31 construction period. These decreases in revenue could potentially result in the loss of a substantial 32 share of some agencies' tax bases, particularly for smaller districts affected by the BDCP, such as 33 reclamation districts where conveyance facilities and associated work areas are proposed. This 34 economic effect would be considered adverse; however, the BDCP proponents would make 35 arrangements to compensate local governments for the loss of property tax or assessment revenue 36 for land used for constructing, locating, operating, or mitigating for new Delta water conveyance 37 facilities. Additionally, as discussed under Impact ECON-1, construction of the water conveyance 38 facilities would be anticipated to result in a net increase of income and employment in the Delta 39 region. This would also create an indirect beneficial effect through increased sales tax revenue for 40 local government entities that rely on sales taxes.
- 41 *CEQA Conclusion*: Under Alternative 1C, construction of water conveyance facilities would result in 42 the removal of a portion of the property tax base for various local government entities in the Delta 43 region. Over the construction period, property tax and assessment revenue forgone is estimated at 44 \$20.2 million, compared with annual property tax revenue of more than \$934 million in the Delta 45 counties (California State Controller's Office 2012). Projected over the 50-year period, these

- 1 removals would likely represent less than 0.1% of these counties' property tax revenue. However,
- 2 the Sacramento-San Joaquin Delta Reform Act commits the entities receiving water from the State
- 3 Water Project and federal Central Valley Project to mitigate for lost property tax and assessment
- 4 revenue associated with land needed for the construction of new conveyance facilities (Water Code
- 5 Section 85089). Additionally, any losses could be offset, at least in part, by an anticipated increase in
- sales tax revenue. CEQA does not require a discussion of socioeconomic effects except where they
  would result in reasonably foreseeable physical changes. If an alternative is not anticipated to result
- would result in reasonably foreseeable physical changes. If an alternative is not anticipated to result
  in a physical change to the environment, it would not be considered to have a significant impact
- 9 under CEQA (CEQA Guidelines Sections 15064(f) and 15131). Here, any physical consequences
- 10 resulting from fiscal impacts are too speculative to ascertain.

#### Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed Water Conveyance Facilities

- 13 **NEPA Effects:** Under Alternative 1C, disruption of recreational activities during the construction 14 period would be similar in character to that described under Alternative 1A, Impact ECON-5. 15 However, as described in Chapter 15, Recreation, Section 15.3.3.4, Impacts REC-1 through REC-4, the 16 geographic incidence and extent of these effects would be different based on the construction of a 17 different conveyance alignment composed of different features. Access to recreational facilities may 18 be restricted throughout the construction period. Additionally, the quality of recreational activities 19 including boating, fishing, waterfowl hunting, and hiking in the Delta could be indirectly affected by 20 noise, lighting, traffic, and visual degradation in proximity to water conveyance construction. Under 21 this alternative, 11 recreational sites or recreational areas would experience periods of 22 construction-related effects, including noise, access, visual disturbances, or a combination of these 23 effects. These include Clarksburg Boat Launch (fishing access), Arrowhead Harbor Marina, Miner 24 Slough Wildlife Area, Hidden Harbor Marina, Delta Protection lands, Twitchell Island, Franks Tract 25 State Recreation Area, Sycamore Drive Park and Lakewood Drive Community Parks, Clifton Court 26 Forebay, and Lazy M Marina. Construction activities associated with this alternative would affect 27 fewer established recreational sites than under Alternative 1B but more than under Alternative 1A.
- 28 Construction of water conveyance structures under this alternative would be anticipated to result in 29 a lower-quality recreational experience in a number of localized areas throughout the Delta, despite 30 the implementation of mitigation measures, including enhancement of fishing access sites and 31 incorporation of recreational access into project design, and environmental and non-environmental 32 commitments, including providing funding to implement recreational improvements and control 33 aquatic weeds, providing notification of maintenance activities in waterways, and developing and 34 implementing a noise abatement plan, as described in Appendix 3B, Environmental Commitments. 35 With a decrease in recreational quality, the number of visits would be anticipated to decline, at least 36 in areas closest to construction activities. The multi-year schedule and geographic scale of 37 construction activities and the anticipated decline in recreational spending would be considered an 38 adverse effect. The commitments and mitigation measure cited above would contribute to the 39 reduction of this effect.

40 *CEQA Conclusion*: Construction of the proposed water conveyance facilities under Alternative 1C 41 could impact recreational revenue in the Delta region if construction activities result in fewer visits 42 to the area. Fewer visits would be anticipated to result in decreased economic activity related to 43 recreational activities. This section considers only the economic effects of recreational changes 44 brought about by construction of the proposed water conveyance facilities. Potential physical changes to the environment relating to recreational resources are described and evaluated in
 Chapter 15, *Recreation*, Section 15.3.3.4, REC-1 through REC-4.

### Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

Construction of conveyance facilities would convert land from existing agricultural uses to uses that
 include direct facility footprints, construction staging areas, borrow/spoils areas, RTM storage,
 temporary and permanent roads, and utilities. Agricultural land could also be affected by changes in

temporary and permanent roads, and utilities. Agricultural land could also be affected by changes in
 water quality and other conditions that would affect crop productivity. These direct effects on

- agricultural land are described in Chapter 14, *Agricultural Resources*, Section 14.3.3.4, Impacts AG-1
- 10 and AG-2.
- 11 Changes in crop acreage were used to describe the associated changes in economic values. Unit
- 12 prices, yields, and crop production and investment costs were presented in Section 16.1,
- 13 *Environmental Setting/Affected Environment*. Table 16-33 summarizes the changes in acreage and
- value of agricultural production that would result in the Delta region as a result of Alternative 1C
   construction. Changes are shown relative to the Existing Conditions and the No Action Alternative
   by aggregate crop category (agricultural resources under Existing Conditions and in the No Action
   Alternative were assumed to be the same). The table also includes a summary of changes in crop
- acreages that are reported in greater detail in Appendix 14A, *Individual Crop Effects as a Result of BDCP Water Conveyance Facility Construction*.
- Total value of irrigated crop production in the Delta would decline on average by \$22.2 million per
   year during the construction period, with total irrigated crop acreage declining by about 14,300
   acres. These estimates are not dependent on water year type.

#### 23Table 16-33. Crop Acres and Value of Agricultural Production in the Delta during Construction24(Alternative 1C)

Analysis Metric	Alternative 1C	Change from Existing Conditions and No Action Alternative		
Total Crop Acreage (thousand acres)	469.4	-14.3		
Grains	56.8	-1.9		
Field crops	187.1	-4.0		
Forage crops	108.6	-4.1		
Vegetable, truck, and specialty crops	75.9	-1.3		
Orchards and vineyards	41.0	-3.1		
Total Value of Production (million \$)	627.8	-22.2		
Grains	23.6	-0.6		
Field crops	111.7	-2.1		
Forage crops	70.6	-2.5		
Vegetable, truck, and specialty crops	264.7	-3.7		
Orchards and vineyards	157.2	-13.4		
Note: Value of production is based on prices received by farmers, in 2011 dollars (U.S. Department of Commerce 2012).				

- Alternative 1C may also affect production costs, investments in production facilities and standing
   orchards and vineyards, and salinity of agricultural water supply. Effects would be similar to those
   qualitatively described under Alternative 1A, Impact ECON-6. See Chapter 14, *Agricultural Resources*, Section 14.3.3.4, Impacts AG-1 and AG-2, for further discussion of indirect effects on
- 5 agriculture.
- *NEPA Effects:* Because construction of the proposed water conveyance facilities would lead to
   reductions in crop acreage and in the value of agricultural production in the Delta region, this is
   considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
   agricultural productivity and compensating off-site.
- 11 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would reduce the total 12 value of agricultural production in the Delta region. The removal of agricultural land from 13 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.4, Impacts AG-1 and 14 AG-2. The reduction in the value of agricultural production is not considered an environmental 15 impact. Significant environmental impacts would only result if the changes in regional economics 16 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 17 required, DWR would provide compensation to property owners for economic losses due to 18 implementation of the alternative. While the compensation to property owners would reduce the 19 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 20 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14, 21 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, 22 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland 23 and land subject to Williamson Act contracts or in Farmland Security Zones.

### Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

26 In the Delta region, ongoing operation and maintenance of BDCP facilities would result in increased 27 expenditures relative to the Existing Conditions and the No Action Alternative (regional economic 28 conditions do not differ across Existing Conditions and No Action Alternative). The increased 29 expenditures are expected to result in a permanent increase in regional employment and income, 30 including an estimated 187 direct and 269 total (direct, indirect, and induced) FTE jobs (Table 16-31 34). Since operation and maintenance expenditures for the unlined and lined options were not 32 differentiated, the results summarized in this section are assumed to apply to both the unlined and 33 lined option. Potential changes in the value of agricultural production result in changes to regional 34 employment and income in the Delta region under the Alternative 1C relative to the Existing 35 Conditions and the No Action Alternative.

#### 1Table 16-34. Regional Economic Effects on Employment and Labor Income during Operations and2Maintenance (Alternative 1C)

Regional Economic Impact <sup>a</sup>	Impacts from Operations and Maintenance				
Employment (FTE)					
Direct	187				
Total <sup>b</sup>	269				
Labor Income (million \$)					
Direct	11.4				
Total <sup>b</sup>	15.3				
<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.					
<sup>b</sup> Includes direct, indirect, and induced effects.					

3

4 The operation and maintenance of conveyance and related facilities such as roads and utilities 5 would result in the permanent removal of agricultural land from production following construction, 6 and the effects on employment and income would be negative, including the loss of an estimated 75 7 agricultural and 216 total (direct, indirect, and induced) FTE jobs. The regional economic effects on 8 employment and income in the Delta region from the change in agricultural production are reported 9 in Table 16-35. Mapbook Figures M14-5 and M14-6 display areas of Important Farmland and lands 10 under Williamson Act contracts that could be converted to other uses due to the construction of water conveyance facilities for the West alignment. Note that not all of these structures would be 11 12 constructed under this alternative.

Note: Labor income is reported in 2011 dollars (U.S. Department of Commerce 2012).

#### 13Table 16-35. Regional Economic Effects on Agricultural Employment and Labor Income during14Operations and Maintenance (Alternative 1C)

Regional Economic Impact <sup>a</sup>	Impacts on Agriculture	
Employment (FTE)		
Direct	-75	
Total <sup>b</sup>	-216	
Labor Income (million \$)		
Direct	-6.5	
Total <sup>b</sup>	-12.4	
<sup>a</sup> IMPLAN results are changes relative	to Existing Condition or No Action Alternative.	
<sup>b</sup> Includes direct, indirect, and induced	effects.	

Note: Labor income is reported in 2011 dollars (U.S. Department of Commerce 2012).

15

*NEPA Effects:* Because continued operation and maintenance of water conveyance facilities would
 result in an increase in operations-related employment and labor income, this would be considered
 a beneficial effect. However, the long-term footprint of facilities would lead to a continued decline in
 agricultural-related employment and labor income, which would be considered an adverse effect.
 Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact

- AG-1, would be available to reduce these effects by preserving agricultural productivity and
- 22 compensating off-site.

1 **CEOA Conclusion:** Operation and maintenance of the proposed water conveyance facilities would 2 increase total employment and income in the Delta region. The change would result from 3 expenditures on operation and maintenance and from changes in agricultural production. The total 4 change in income and employment is not, in itself, considered an environmental impact. Significant 5 environmental impacts would only result if the changes in regional economics cause physical 6 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed 7 in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of agricultural land 8 from production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.4, Impacts AG-3 9 and AG-4; changes in recreation related activities are addressed in Chapter 15, Recreation, Section 10 15.3.3.4, Impacts REC-5 through REC-8. When required, DWR would provide compensation to 11 property owners for economic losses due to implementation of the alternative. While the 12 compensation to property owners would reduce the severity of economic effects related to the loss 13 of agricultural land, it would not constitute mitigation for any related physical impact. Measures to 14 reduce these impacts are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact 15 AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP to preserve agricultural 16 productivity and mitigate for loss of Important Farmland and land subject to Williamson Act 17 contracts or in Farmland Security Zones.

#### Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

#### 20 Population

21 Operations and maintenance of conveyance facilities would require approximately 190 permanent

new workers. Given the nature of those operation and maintenance jobs, the existing water
conveyance facilities already in the five-county region, the large workforce in the region, and the
large water agencies with headquarters in that region, it is anticipated that most of these new jobs
would be filled from within the existing five-county labor force. However, operation and
maintenance may require specialized worker skills not readily available in the local labor pool. As a
result, it is anticipated that some specialized workers may be recruited from outside the five-county
region.

- 29 It is anticipated that non-local workers would relocate to the five-county region, thus adding to the
- 30 local population. However, this additional population would constitute a minor increase in the total
- 31 2020 projected regional population of 4.6 million and be distributed throughout the region. Changes
- in demand for public services resulting from any increase in population are addressed in Chapter 20,
- 33 *Public Services and Utilities,* Section 20.3.3.4, Impact UT-7.

#### 34 Housing

It is anticipated that most of the operational workforce would be drawn from within the five-county
 region. Consequently, operation of the conveyance facilities would not result in impacts on housing.
 There are about 53,000 housing units available to accommodate any nonlocal workers who relocate
 to the five-county region. In addition, new residents would likely be dispersed across the region,

- 39 thereby not creating a burden on any one community. As a result, operation and maintenance of the 40 proposed conveyance facilities is not expected to increase the demand for housing.
- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.

*CEQA Conclusion*: Operation and maintenance of the proposed water conveyance facilities would
 result in minor population increases in the Delta region with adequate housing supply to
 accommodate the change in population. The minor increase in population is not anticipated to result
 in any adverse changes to the physical environment.

### Impact ECON-9: Changes in Community Character during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 7 **NEPA Effects:** Throughout the five-county Delta region, population and employment could slightly 8 expand due to continued operation and maintenance of the water conveyance facilities under 9 Alternative 1C. Agricultural contributions to the character and culture of the Delta would be likely to 10 decline commensurate with the projected decline in agricultural-related employment and 11 production, as discussed under Impact ECON-7. This could result in the closure of agriculture-12 dependent businesses or those catering to agricultural employees, particularly in areas where 13 conversion of agricultural land would be most concentrated. Similar effects could accrue to areas 14 disproportionately dependent upon existing recreational activities. However, influences associated 15 with those hired to operate, repair, and maintain water conveyance structures would grow. To the 16 extent that this anticipated economic shift away from agriculture results in demographic changes in 17 population, employment level, income, age, gender, or race, the study area would be expected to see 18 changes to its character, particularly in those Delta communities most substantially affected by 19 demographic changes based on their size or proximity to BDCP facilities.
- 20 While some of the rural qualities of Delta communities, including relatively low noise and traffic 21 levels, could return to near pre-construction conditions during the operational phase, other effects 22 would be lasting. For instance, the visual appearance of intakes and other permanent features would 23 compromise the predominantly undeveloped and agricultural nature of communities like 24 Clarksburg, Courtland, Hood, Knightsen, Discovery Bay, and Byron, which are closest to the 25 permanent surface water conveyance features. Where BDCP operations make areas less desirable in 26 which to live, work, shop, or participate in recreational activities, localized abandonment of 27 buildings could result. Such lasting effects could also result in changes to community cohesion if 28 they were to restrict mobility, reduce opportunities for maintaining face-to-face relationships, or 29 disrupt the functions of community organizations or community gathering places (such as schools. 30 libraries, places of worship, and recreational facilities).
- While ongoing operations could result in beneficial effects relating to the economic welfare of a
  community under Alternative 1C, adverse social effects could also arise, particularly in communities
  closest to character-changing effects and in those most heavily influenced by agricultural and
  recreational activities. Implementation of mitigation measures and environmental commitments
  related to noise, visual effects, transportation, agriculture, and recreation would reduce adverse
  effects (see Appendix 3B, *Environmental Commitments*). These actions are summarized under
  Alternative 1A, Impact ECON-9.
- *CEQA Conclusion*: Operation and maintenance of water conveyance facilities under Alternative 1C could affect community character in the Delta region. However, because these impacts are social in nature, rather than physical, they are not considered impacts under CEQA. To the extent that changes to community character would lead to physical impacts involving population growth, these impacts are described under Impact ECON-8 and in Chapter 30, *Growth Inducement and Other*
- 43 *Indirect Effects,* Section 30.3.2. Furthermore, notable decreases in population or employment could

result in alteration of community character stemming from a lack of maintenance, upkeep, and
 general investment.

### Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and Maintenance of the Proposed Water Conveyance Facilities

5 **NEPA Effects:** Under Alternative 1C, publicly-owned water conveyance facilities would be located, 6 operated. and maintained on land of which some is currently held by private owners. Property tax 7 and assessment revenue forgone as a result of water conveyance facilities is estimated at \$121.2 8 million over the BDCP's 50-year permit period, or an average of \$2.4 million annually, compared 9 with annual property tax revenue of more than \$934 million in the Delta counties (California State 10 Controller's Office 2012). Projected over the 50-year period, these removals would likely represent 11 less than 1% of these counties' property tax revenue. These decreases in revenue could potentially 12 result in the loss of a substantial share of some agencies' tax bases, particularly for smaller districts 13 affected by the BDCP. This economic effect would be considered adverse; however, the BDCP 14 proponents would make arrangements to compensate local governments for the loss of property tax 15 or assessment revenue for land used for constructing, locating, operating, or mitigating for new 16 Delta water conveyance facilities. Additionally, as discussed under Impact ECON-7, operation and 17 maintenance of the water conveyance facilities may result in a net increase of income and 18 employment in the Delta region. This could also create an indirect beneficial effect through 19 increased sales tax revenue for local government entities that rely on sales taxes.

20 **CEQA Conclusion:** Under Alternative 1C, the ongoing operation and maintenance of water 21 conveyance facilities would restrict potential property tax revenue for various local government 22 entities in the Delta region. Over the 50-year permit period, property tax and assessment revenue 23 forgone is estimated at \$121.2 million. However, the Sacramento-San Joaquin Delta Reform Act 24 commits the entities receiving water from the State Water Project and federal Central Valley Project 25 to mitigate for lost property tax and assessment revenue associated with land needed for the 26 construction of new conveyance facilities (Water Code Section 85089). Additionally, any losses may 27 be offset, at least in part, by an increase in sales tax revenue. CEQA does not require a discussion of 28 socioeconomic effects except where they would result in reasonably foreseeable physical changes. If 29 an alternative is not anticipated to result in a physical change to the environment, it would not be 30 considered to have a significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 31 15131). Here, any physical consequences resulting from fiscal impacts are too speculative to 32 ascertain.

### Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the Proposed Water Conveyance Facilities

35 NEPA Effects: As discussed in Chapter 15, Recreation, Section 15.3.3.4, Impacts REC-5 through REC-36 8, operation and maintenance activities associated with the proposed water conveyance facilities 37 under Alternative 1C are anticipated to create minor effects on recreational resources. Maintenance 38 of conveyance facilities, including intakes, would result in periodic temporary but not substantial 39 adverse effects on boat passage and water-based recreational activities. As discussed in Impact REC-40 7, most intake maintenance, such as painting, cleaning, and repairs, would be done with barges and 41 divers, and could cause a temporary impediment to boat movement in the Sacramento River in the 42 immediate vicinity of the affected intake structure and reduce opportunities for waterskiing, 43 wakeboarding, or tubing in the immediate vicinity of the intake structures. However, boat passage 44 and navigation on the river would still be possible around any barges or other maintenance

- 1 equipment and these effects would be expected to be short-term (2 years or less). Although water-
- 2 based recreation (i.e. boating, waterskiing, wakeboarding, etc.) may be restricted at and in the
- 3 vicinity of intakes, many miles of the Sacramento River would still be usable for these activities
- 4 during periodic maintenance events. Additionally, implementation of the environmental
- 5 commitment to provide notification of construction and maintenance activities in waterways
- 6 (Appendix 3B, *Environmental Commitments*) would reduce these effects. Because effects of facility
- 7 maintenance would be short-term and intermittent, substantial economic effects are not anticipated
- 8 to result from operation and maintenance of the facilities.

#### 9 *CEQA Conclusion*: Operation and maintenance activities associated with the proposed water

conveyance facilities under Alternative 1C are anticipated to create minor effects on recreational
 resources and therefore, are not expected to substantially reduce economic activity related to
 recreational activities. This section considers only the economic effects of recreational changes.
 Potential physical changes to the environment relating to recreational resources are described and
 evaluated in Chapter 15, *Recreation*, Section 15.3.3.4, Impacts REC-5 through REC-8.

### Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 17During operation and maintenance of conveyance facilities existing agricultural land would be in18uses that include direct facility footprints and associated permanent roads and utilities. Agricultural19land could also be affected by changes in water quality and other conditions that would affect crop20productivity. These direct effects on agricultural land are described in Chapter 14, Agricultural21Resources, Section 14.3.3.4, Impacts AG-1 and AG-2.
- 22 Changes in crop acreage were used to estimate the associated changes in economic values. Unit 23 prices, yields, and crop production and investment costs were presented in Section 16.1, 24 Environmental Setting/Affected Environment. Table 16-36 summarizes the changes in acreage and 25 value of agricultural production that would result in the Delta region during operation of Alternative 26 1C. Changes are shown relative to the Existing Conditions and the No Action Alternative by 27 aggregate crop category (agricultural resources under Existing Conditions and in the No Action 28 Alternative were assumed to be the same). The changes in crop acreages are reported in greater 29 detail in Appendix 14A, Individual Crop Effects as a Result of BDCP Water Conveyance Facility
- 30 *Construction*.
- 31 Total value of irrigated crop production in the Delta region would decline on average by \$17.7
- 32 million per year during operation and maintenance, with total irrigated crop acreage declining by
- about 11,700 acres. These estimates are not dependent on water year type.
| Analysis Metric  | Alternative 1C          | Change from Existing Conditions<br>and No Action Alternative |
|--|-------------------------|--|
| Total Crop Acreage (thousand acres)                        | 472.0                   | -11.7  |
| Grains   | 57.0                    | -1.6   |
| Field crops  | 187.6                   | -3.5   |
| Forage crops   | 109.6                   | -3.1   |
| Vegetable, truck, and specialty crops                      | 76.1                    | -1.0   |
| Orchards and vineyards                                     | 41.6                    | -2.4   |
| Total Value of Production (million \$)                     | 632.4                   | -17.7  |
| Grains   | 23.7                    | -0.5   |
| Field crops  | 112.0                   | -1.9   |
| Forage crops   | 71.1                    | -2.0   |
| Vegetable, truck, and specialty crops                      | 265.4                   | -3.0   |
| Orchards and vineyards                                     | 160.2                   | -10.3  |
| Note: Value of production is based on p<br>Commerce 2012). | prices received by farr | ners, in 2011 dollars (U.S. Department of                    |

#### Table 16-36. Crop Acres and Value of Agricultural Production in the Delta during Operations and Maintenance (Alternative 1C)

3

Alternative 1C may also affect production costs on lands even if gross revenues are largely
unaffected. Increased costs could be associated with operational constraints and longer travel times
due to permanent facilities. In most cases, affected lands fall within the facilities footprint, and are
included in the agricultural acreage and value of production described elsewhere in this Chapter and
in Chapter 14, *Agricultural Resources*, Section 14.3.3.4.

9 Crop yields and crop selection on lands in the Delta could be affected by changes in salinity of
10 agricultural water supply during operation and maintenance activities. If operation of the proposed
11 conveyance facilities increases salinity in part of the Delta, crops that are more sensitive to salinity
12 could shift to other lands in the five-county Delta region. See Chapter 14, *Agricultural Resources*,
13 Section 14.3.3.4, Impact AG-2, for further discussion of effects from changes in salinity.

*NEPA Effects:* The footprint of water conveyance facilities would result in lasting reductions in crop
 acreage and in the value of agricultural production in the Delta region; therefore, this is considered
 an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, on
 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving agricultural
 productivity and compensating off-site.

19 **CEQA Conclusion:** During operation and maintenance of the proposed water conveyance facilities 20 the value of agricultural production in the Delta region would be reduced. The permanent removal 21 agricultural land from production is addressed in Chapter 14, Agricultural Resources, Section 22 14.3.3.4, Impacts AG-1 and AG-2. The reduction in the value of agricultural production is not 23 considered an environmental impact. Significant environmental impacts would only result if the 24 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 25 throughout this EIR/EIS. When required, DWR would provide compensation to property owners for 26 economic losses due to implementation of the alternative. While the compensation to property 27 owners would reduce the severity of economic effects related to the loss of agricultural land, it 28 would not constitute mitigation for any related physical effect. Measures to reduce these impacts are discussed in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, and particularly
 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for
 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security
 Zones.

## Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the Implementation of the Proposed Conservation Measures 2–22

7 **NEPA Effects:** Effects on regional economics as a result of the proposed Conservation Measures 2– 8 22 would be similar to those described under Alternative 1A, Impact ECON-13 because the 9 measures are similar. In the Delta region, spending on Conservation Measures 2–22 would include 10 construction, operation and maintenance activities that would convert or disturb existing land use. 11 Because implementation of Conservation Measures 2–22 would be anticipated to result in an 12 increase in construction and operation and maintenance-related employment and labor income, this 13 would be considered a beneficial effect. However, implementation of these components would also 14 be anticipated to result in a decrease in agricultural-related employment and labor income, which 15 would be considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, 16 Agricultural Resources, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by 17 preserving agricultural productivity and compensating off-site. Additionally, implementation of 18 these components are anticipated to result in the abandonment of natural gas wells, causing a 19 decrease in employment and labor income associated with monitoring and maintaining wells, which 20 would be considered an adverse effect. Mitigation Measure MIN-5, described in Chapter 26, Mineral 21 *Resources*, Section 26.3.3.2, Impact MIN-5, would be available to reduce these effects by minimizing, 22 to the extent feasible, the need for well abandonment or relocation.

23 **CEQA Conclusion:** Implementation of the proposed Conservation Measures 2–22 would affect total 24 employment and income in the Delta region. The change in total employment and income in the 25 Delta region is based on expenditures resulting from implementation of the proposed Conservation 26 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas 27 production activities. The total change in employment and income is not, in itself, considered an 28 environmental impact. Significant environmental impacts would only result if the changes in 29 regional economics cause physical impacts. Such effects are discussed in other chapters throughout 30 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, Agricultural 31 Resources, Section 14.3.3.2, Impacts AG-3 and AG-4; changes in recreation-related activities are 32 addressed in Chapter 15, *Recreation*, Section 15.3.3.2, Impacts REC-9 through REC-11; abandonment 33 of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-5.

### Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

36 NEPA Effects: Effects on population and housing as a result of the proposed Conservation Measures
 37 2-22 would be similar to those described under Alternative 1A, Impact ECON-14 because the
 38 measures are similar. In general, the changes in population and housing would include increases in
 39 population from the construction and operation and maintenance-related activity and declines in
 40 residential housing and business establishments as a result of lands converted or impaired. Because
 41 these activities would not result in concentrated, substantial increases in population or new
 42 housing, they would not be considered to have an adverse effect.

*CEQA Conclusion*: Implementation of the proposed Conservation Measures 2–22 would impact total
 population and housing in the Delta region. The change in total population and housing in the Delta
 region is based on employment resulting from implementation of the proposed Conservation
 Measures 2–22. The change in population and housing is expected to be minor relative to the five county Delta region, and dispersed throughout the region. Therefore, significant changes to the
 physical environment are not anticipated to result.

#### 7 Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed 8 Conservation Measures 2-22

9 **NEPA Effects:** Effects on community character as a result of the proposed Conservation Measures 2– 10 22 would be similar to those described under Alternative 1A, Impact ECON-15 because the 11 measures are similar. While implementation of Conservation Measures 2-22 could result in 12 beneficial effects relating to the economic welfare of a community, adverse social effects, including 13 effects on community cohesion, could also arise in those communities closest to character-changing 14 effects and those most heavily influenced by agricultural activities. Implementation of mitigation 15 measures and environmental commitments related to noise, visual effects, transportation, 16 agriculture, and recreation would reduce adverse effects (see Appendix 3B, Environmental 17 *Commitments*). These actions are summarized under Alternative 1A, Impact ECON-15.

18 **CEOA Conclusion:** Implementation of Conservation Measures 2–22 under Alternative 1C could affect 19 community character within the Delta region. However, because these impacts are social in nature, 20 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 21 community character are related to physical impacts involving population growth, these impacts are 22 described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2. Furthermore, 23 notable decreases in population or employment, even if limited to certain areas, sectors, or the 24 vacancy of individual buildings, could result in alteration of community character stemming from a 25 lack of maintenance, upkeep, and general investment.

#### Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing the Proposed Conservation Measures 2–22

*NEPA Effects:* Under Alternative 1C, effects on local government fiscal conditions as a result of
 conservation measure implementation would be similar to those described under Alternative 1A,
 Impact ECON-16. Conservation Measures 2–22 would remove some private land from local property
 tax and assessment rolls. This economic effect would be considered adverse; the BDCP proponents
 would offset forgone property tax and assessments levied by local governments and special districts
 on private lands converted to habitat.

- 34 **CEQA Conclusion:** Under Alternative 1C, implementation of Conservation Measures 2–22 would 35 result in the removal of a portion of the property tax base for various local government entities in 36 the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is 37 estimated at \$176.7 million, compared with annual property tax revenue of more than \$934 million 38 in the Delta counties (California State Controller's Office 2012). Projected over the 50-year period, 39 these removals would likely represent less than 1% of these counties' property tax revenue. 40 However, the BDCP proponents would compensate local governments and special districts for 41 forgone revenue. CEQA does not require a discussion of socioeconomic effects except where they
- 42 would result in physical changes. If an alternative is not anticipated to result in a physical change to

the environment, it would not be considered to have a significant impact under CEQA (CEQA
 Guidelines Sections 15064(f) and 15131)

### Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the Proposed Conservation Measures 2–22

*NEPA Effects:* Effects related to implementation of the Conservation Measures 2–22 under this
 alternative would be similar to those described under Alternative 1A, Impact ECON-17. These
 measures may result in adverse and beneficial effects on recreational resources in the Delta region,
 resulting in the potential for decreased or increased economic activities related to recreation.

9 **CEQA Conclusion:** Implementation of conservation measures would limit opportunities for 10 recreation and compromise the quality of activities, leading to potential economic impacts. 11 However, over time, implementation could also improve the quality of existing recreational 12 opportunities, creating increased economic value with respect to recreation. This section considers 13 only the economic effects of recreational changes brought about by conservation measure 14 implementation. Potential physical changes to the environment relating to recreational resources 15 are described and evaluated in Chapter 15, Recreation, Section 15.3.3.4, Impacts REC-9 through REC-16 11.

## Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

- 19 Effects on agricultural economics as a result of the proposed Conservation Measures 2–22 would be 20 similar to those described under Alternative 1A, Impact ECON-18 because the measures are similar. 21 Conservation Measures 2–22 would convert land from existing agricultural uses. These direct effects 22 on agricultural land are described qualitatively in Chapter 14, Agricultural Resources, Section 23 14.3.3.4, Impacts AG-3 and AG-4. Effects on agricultural economics would include effects on crop 24 production and agricultural investments resulting from restoration actions on agricultural lands. 25 The effects would be similar in kind to those described for lands converted due to construction and 26 operation of the conveyance features and facilities. The total acreage and crop mix of agricultural 27 land potentially affected is not specified at this time, but when required, the BDCP proponents 28 would provide compensation to property owners for losses due to implementation of the 29 alternative.
- NEPA Effects: Because implementation of Conservation Measures 2–22 would be anticipated to lead
   to reductions in crop acreage and in the value of agricultural production in the Delta region, this is
   considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural
   *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
   agricultural productivity and compensating off-site.
- 35 CEQA Conclusion: Implementation of Conservation Measures 2–22 would reduce the total value of 36 agricultural production in the Delta region. The permanent removal of agricultural land from 37 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.4, Impacts AG-3 and 38 AG-4. The reduction in the value of agricultural production is not considered an environmental 39 impact. Significant environmental impacts would only result if the changes in regional economics 40 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 41 required, the BDCP proponents would provide compensation to property owners for economic 42 losses due to implementation of the alternative. While the compensation to property owners would 43 reduce the severity of economic effects related to the loss of agricultural land, it would not

- 1 constitute mitigation for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1.
- 2

#### 3 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions

4 **NEPA Effects:** The socioeconomic effects associated with operation of Alternative 1C would be the 5 same as those described under Alternative 1A, Impact ECON-19, because deliveries would be based 6 on the same operational guidelines. Changes in deliveries to hydrologic regions could result in 7 beneficial or adverse socioeconomic effects in these areas. In hydrologic regions where water 8 deliveries are predicted to increase when compared with the No Action Alternative, more stable 9 agricultural activities could support employment and economic production associated with 10 agriculture. Where M&I deliveries increase, population growth could lead to general economic growth and support water-intensive industries. Such changes could also lead to shifts in the 11 12 character of communities in the hydrologic regions with resultant beneficial or adverse effects. 13 Likewise, growth associated with deliveries could require additional expenditures for local 14 governments while also supporting increases in revenue.

15 **CEQA Conclusion:** Operation of water conveyance facilities under Alternative 1C could affect

- 16 socioeconomic conditions in the hydrologic regions receiving water from the SWP and CVP.
- 17 However, because these impacts are social and economic in nature, rather than physical, they are
- 18 not considered environmental impacts under CEOA. To the extent that changes in socioeconomic 19 conditions in the hydrologic regions would lead to physical impacts, such impacts are described in 20 Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2.

#### 21 16.3.3.5 Alternative 2A—Dual Conveyance with Pipeline/Tunnel and Five Intakes (15,000 cfs; Operational Scenario B) 22

23 Facilities construction under Alternative 2A would be almost identical to those described for 24 Alternative 1A. Alternative 2A could involve relocation of two of the intakes to a site south of the 25 confluence of Sutter and Steamboat Sloughs and the Sacramento River. Additionally, under 26 Alternative 2A, an operable barrier would be constructed at the Head of Old River. Operations would 27 be different under Alternative 2A than under Alternative 1A.

#### 28 Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta 29 **Region during Construction of the Proposed Water Conveyance Facilities**

30 Temporary effects on regional economics during construction of the proposed water conveyance 31 facilities would be similar to those described under Alternative 1A, Impact ECON-1. As shown in 32 Table 16-19, over the construction period, regional effects of construction activities would result in 33 direct employment of more than 21,000 FTE, with total employment effects in excess of 65,000 FTE. 34 Increases in labor income associated with this employment would also be expected. Declines in 35 agricultural production would be expected to lead to a decrease in employment of 27 FTE, with total 36 effects leading to a decline of 100 FTE. Similarly, labor income related to these positions would 37 decline, as shown in Table 16-20.

- 38 **NEPA Effects:** Because construction of water conveyance facilities would result in an increase in
- 39 construction-related employment and labor income, this would be considered a beneficial effect.
- 40 However, these activities would also be anticipated to result in a decrease in agricultural-related
- 41 employment and labor income, which would be considered an adverse effect. Mitigation Measure

AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be
 available to reduce these effects by preserving agricultural productivity and compensating off-site.

3 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would increase total 4 employment and income in the Delta region, temporarily. The increase in employment and income 5 that would result from expenditures on construction would be greater than the reduction in 6 employment and income attributable to losses in agricultural production. Changes in recreational 7 expenditures and natural gas well operations could also affect regional employment and income, but 8 these have not been quantified. The total change in employment and income is not, in itself, 9 considered an environmental impact. Significant environmental impacts would only result if the 10 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 11 throughout this EIR/EIS. Costs are addressed in Chapter 8 of the BDCP, Implementation Costs and 12 Funding Sources; removal of agricultural land from production is addressed in Chapter 14, 13 Agricultural Resources, Section 14.3.3.5, Impacts AG-1 and AG-2; changes in recreation related 14 activities are addressed in Chapter 15, Recreation, Section 15.3.3.5, REC-1 through REC-4; 15 abandonment of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.5, Impact MIN-1. When required, DWR would provide compensation to property owners for economic 16 17 losses due to implementation of the alternative. While the compensation to property owners would 18 reduce the severity of economic effects related to the loss of agricultural land, it would not 19 constitute mitigation for any related physical impact. Measures to reduce these impacts are 20 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly 21 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for 22 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 23 Zones.

#### Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of the Proposed Water Conveyance Facilities

26 Effects on population and housing during construction of the proposed water conveyance facilities 27 would be similar to those described under Alternative 1A, Impact ECON-2. It is anticipated that non-28 local workers would temporarily relocate to the Delta region, thus adding to the local population. 29 However, this additional population would constitute a minor increase in the total 2020 projected 30 regional population of 4.6 million and be distributed throughout the region. Within specific local 31 communities, there could be localized effects on housing. However, given the availability of housing 32 within the five-county region, predicting where this impact might fall would be speculative. In 33 addition, new residents would likely be dispersed across the region, thereby not creating a burden 34 on any one community.

35 *NEPA Effects:* Because these activities would not result in permanent concentrated, substantial
 36 increases in population or new housing, they would not be considered to have an adverse effect.

37 *CEQA Conclusion*: Construction of the proposed water conveyance facilities would result in minor
 38 temporary population increases in the Delta region, which has an adequate housing supply to
 39 accommodate the change in population. Therefore, adverse physical changes resulting from the
 40 minor increase in population are not anticipated.

#### Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed Water Conveyance Facilities

3 **NEPA Effects:** Under Alternative 2A, effects on community character would be similar in nature, 4 location, and magnitude to those described under Alternative 1A, Impact ECON-3. Variations in the 5 location of effects would result from the potential construction of Intakes 6 and 7 rather than 6 Intakes 4 and 5 and the construction of an operable barrier at the Head of Old River. While water 7 conveyance construction could result in beneficial effects relating to the economic welfare of a 8 community, adverse social effects could also arise as a result of declining economic stability or 9 changes in community cohesion in communities closest to construction effects and in those most 10 heavily influenced by agricultural and recreational activities. Implementation of mitigation 11 measures and environmental commitments related to noise, visual effects, transportation, 12 agriculture, and recreation would reduce adverse effects (see Appendix 3B, Environmental 13 *Commitments*). These actions are summarized under Alternative 1A, Impact ECON-3.

14 **CEOA Conclusion:** Construction of water conveyance facilities under Alternative 2C could affect 15 community character in the Delta region. However, because these impacts are social in nature, 16 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 17 community character would lead to physical impacts involving population growth, such impacts are 18 described under Impact ECON-2 and in Chapter 30, Growth Inducement and Other Indirect Effects, 19 Section 30.3.2. Furthermore, notable decreases in population or employment, even if limited to 20 specific areas, sectors, or the vacancy of individual buildings, could result in alteration of community 21 character stemming from a lack of maintenance, upkeep, and general investment. However, 22 implementation of mitigation measures and environmental commitments related to noise, visual effects, transportation, agriculture, and recreation, would reduce the extent of these effects (see 23 24 Appendix 3B, *Environmental Commitments*). Specifically, these commitments include Develop and Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous Materials 25 26 Management Plans, Notification of Construction and Maintenance Activities in Waterways, Noise 27 Abatement Plan, Fire Prevention and Control Plan, and Prepare and Implement Mosquito 28 Management Plans.

#### Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing the Proposed Water Conveyance Facilities

NEPA Effects: Effects on tax revenue as a result of water conveyance construction under Alternative
 2A would be similar to those described under Alternative 1A, Impact ECON-4. While this economic
 effect would be considered adverse, BDCP proponents would compensate local governments for the
 loss of property tax or assessment revenue associated with construction of water conveyance
 facilities. Additionally, local entities could benefit from an increase in sales tax revenue.

36 **CEQA Conclusion:** Construction of water conveyance facilities for Alternative 2A would result in the 37 removal of a portion of the property tax base for various local government entities in the Delta 38 region. However, entities receiving water from the State Water Project and federal Central Valley 39 Project would mitigate for lost property tax and assessment revenue associated with land needed 40 for the construction of new conveyance facilities (Water Code Section 85089). Additionally, any 41 losses could be offset, at least in part, by an anticipated increase in sales tax revenue. CEQA does not 42 require a discussion of socioeconomic effects except where they would result in reasonably 43 foreseeable physical changes. If an alternative is not anticipated to result in a physical change to the 44 environment, it would not be considered to have a significant impact under CEQA (CEQA Guidelines

Sections 15064(f) and 15131). Here, any physical consequences resulting from fiscal impacts are too
 speculative to ascertain.

### Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed Water Conveyance Facilities

*NEPA Effects:* Under Alternative 2A, disruption of recreational activities during the construction
 period would be similar in character and magnitude to that described under Alternative 1A, Impact
 ECON-5. While access to recreational facilities would be maintained throughout construction, the
 quality of recreational activities including boating, fishing, waterfowl hunting, and hiking in the
 Delta could be indirectly affected by noise, lighting, traffic, and visual degradation in proximity to
 water conveyance construction.

- 11 Construction of water conveyance structures under this alternative would be anticipated to result in 12 a lower-quality recreational experience in a number of localized areas throughout the Delta, despite 13 the implementation of mitigation measures, including enhancement of fishing access sites and 14 incorporation of recreational access into project design, and environmental and non-environmental 15 commitments, including providing funding to implement recreational improvements and control 16 aquatic weeds, providing notification of maintenance activities in waterways, and developing and 17 implementing a noise abatement plan, as described in Appendix 3B, Environmental Commitments. 18 With a decrease in recreational quality, the number of visits would be anticipated to decline, at least 19 in areas close to construction activities. The multi-year schedule and geographic scale of 20 construction activities and the anticipated decline in recreational spending would be considered an 21 adverse effect. The commitments and mitigation measure cited above would contribute to the 22 reduction of this effect.
- *CEQA Conclusion*: Construction of the proposed water conveyance facilities under Alternative 2A
   could impact recreational revenue in the Delta region if construction activities result in fewer visits
   to the area. Fewer visits would be anticipated to result in decreased economic activity related to
   recreational activities. This section considers only the economic effects of recreational changes
   brought about by construction of the proposed water conveyance facilities. Potential physical
   changes to the environment relating to recreational resources are described and evaluated in
   Chapter 15, *Recreation*, Section 15.3.3.5, Impacts REC-1 through REC-4.

#### Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

32 Effects on agricultural economics during construction of the proposed water conveyance facilities 33 would be similar to those described under Alternative 1A, Impact ECON-6. Total value of irrigated 34 crop production in the Delta would decline on average by \$8.9 million per year during the 8 year 35 construction period, with total irrigated crop acreage declining by about 5,600 acres. Alternative 2A 36 may also affect production costs on lands even if gross revenues are largely unaffected. Costs could 37 be increased by operational constraints and longer travel times due to facilities construction. 38 Additionally, loss of investments in production facilities and standing orchards and vineyards would 39 occur as a result of facilities construction.

- *NEPA Effects:* Because construction of the proposed water conveyance facilities would lead to
   reductions in crop acreage and in the value of agricultural production in the Delta region, this is
- 42 considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural*

*Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
 agricultural productivity and compensating off-site.

3 **CEQA** Conclusion: Construction of the proposed water conveyance facilities would reduce the total 4 value of agricultural production in the Delta region. The removal of agricultural land from 5 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.5, Impacts AG-1 and 6 AG-2. The reduction in the value of agricultural production is not considered an environmental 7 impact. Significant environmental impacts would only result if the changes in regional economics 8 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 9 required, DWR would provide compensation to property owners for economic losses due to 10 implementation of the alternative. While the compensation to property owners would reduce the 11 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 12 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14, 13 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, 14 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland 15 and land subject to Williamson Act contracts or in Farmland Security Zones.

### Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

Permanent effects on regional economics during operation and maintenance of the proposed water
conveyance facilities would be similar to those described under Alternative 1A, Impact ECON-7.
Increased expenditures related to operation and maintenance of water conveyance facilities would
be expected to result in a permanent increase in regional employment and income, as presented in
Table 16-22. The permanent removal of agricultural land following construction would have lasting
negative effects on agricultural employment and income, as shown in Table 16-23.

*NEPA Effects:* Because continued operation and maintenance of water conveyance facilities would
 result in an increase in operations-related employment and labor income, this would be considered
 a beneficial effect. However, the long-term footprint of facilities would lead to a continued decline in
 agricultural-related employment and labor income, which would be considered an adverse effect.
 Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
 AG-1, would be available to reduce these effects by preserving agricultural productivity and
 compensating off-site.

31 **CEQA** Conclusion: Operation and maintenance of the proposed water conveyance facilities would 32 increase total employment and income in the Delta region. The net change would result from 33 expenditures on operation and maintenance and from changes in agricultural production. The total 34 change in income and employment is not, in itself, considered an environmental impact. Significant 35 environmental impacts would only result if the changes in regional economics cause physical 36 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed 37 in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of agricultural land 38 from production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.5, Impacts AG-3 39 and AG-4; changes in recreation related activities are addressed in Chapter 15, *Recreation*, Section 40 15.3.3.5, Impacts REC-5 through REC-8. When required, DWR would provide compensation to 41 landowners as a result of acquiring lands for the proposed conveyance facilities. While the 42 compensation to property owners would reduce the severity of economic effects related to the loss 43 of agricultural land, it would not constitute mitigation for any related physical impact. Measures to 44 reduce these impacts are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact

- 1 AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP to preserve agricultural
- 2 productivity and mitigate for loss of Important Farmland and land subject to Williamson Act
- 3 contracts or in Farmland Security Zones.

### Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- Permanent effects on population and housing during operation and maintenance of the proposed
  water conveyance facilities would be similar to those described under Alternative 1A, Impact ECON8. It is anticipated that non-local workers would relocate to the five-county region, thus adding to
  the local population. However, this additional population would constitute a minor increase in the
  total 2020 projected regional population of 4.6 million and be distributed throughout the region. It
  is anticipated that most of the operational workforce would be drawn from within the five-county
  region. Consequently, operation of the conveyance facilities would not result in impacts on housing.
- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion:* Operation and maintenance of the proposed water conveyance facilities would
   result in minor population increases in the Delta region with adequate housing supply to
   accommodate the change in population and therefore adverse changes in the physical environment
   are not anticipated.

### 19 Impact ECON-9: Changes in Community Character during Operation and Maintenance of the 20 Proposed Water Conveyance Facilities

21 **NEPA Effects:** Under Alternative 2A, effects on community character would be similar in nature, 22 location, and magnitude to those described under Alternative 1A, Impact ECON-9. Variations in the 23 location of effects would result from the potential operation and maintenance of Intakes 6 and 7 24 rather than Intakes 4 and 5 and the operation of an operable barrier at the Head of Old River. While 25 water conveyance operation and maintenance could result in beneficial effects relating to the 26 economic welfare of a community, lasting adverse social effects, including effects on community 27 cohesion, could also arise in communities closest to physical features and in those most heavily 28 influenced by agricultural and recreational activities. Implementation of mitigation measures and 29 environmental commitments related to noise, visual effects, transportation, agriculture, and 30 recreation would reduce adverse effects (see Appendix 3B, Environmental Commitments). These 31 actions are summarized under Alternative 1A, Impact ECON-9.

32 **CEQA Conclusion:** Operation and maintenance of water conveyance facilities under Alternative 2A 33 could affect community character in the Delta region. However, because these impacts are social in 34 nature, rather than physical, they are not considered impacts under CEQA. To the extent that 35 changes to community character would lead to physical impacts involving population growth, such 36 impacts are described under Impact ECON-8 and in Chapter 30, Growth Inducement and Other 37 Indirect Effects, Section 30.3.2. Furthermore, notable decreases in population or employment, even if 38 limited to specific areas, sectors, or the vacancy of individual buildings, could result in alteration of 39 community character stemming from a lack of maintenance, upkeep, and general investment.

#### Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and Maintenance of the Proposed Water Conveyance Facilities

*NEPA Effects:* Effects on tax revenue as a result of ongoing water conveyance operation and
 maintenance under Alternative 2A would be similar to those described under Alternative 1A, Impact
 ECON-10. While this economic effect would be considered adverse, BDCP proponents would
 compensate local governments for the loss of property tax or assessment revenue associated with
 construction of water conveyance facilities. Additionally, local entities could benefit from an
 increase in sales tax revenue.

9 **CEQA** Conclusion: Continued operation and maintenance of water conveyance facilities for 10 Alternative 2A would result in the removal of a portion of the property tax base for various local 11 government entities in the Delta region. However, entities receiving water from the State Water 12 Project and federal Central Valley Project would mitigate for lost property tax and assessment 13 revenue associated with land needed for the siting of conveyance facilities (Water Code Section 14 85089). Additionally, any losses could be offset, at least in part, by an anticipated increase in sales 15 tax revenue. CEQA does not require a discussion of socioeconomic effects except where they would 16 result in reasonably foreseeable physical changes. If an alternative is not anticipated to result in a 17 physical change to the environment, it would not be considered to have a significant impact under 18 CEQA (CEQA Guidelines Sections 15064(f) and 15131). Here, any physical consequences resulting 19 from fiscal impacts are too speculative to ascertain.

## Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the Proposed Water Conveyance Facilities

NEPA Effects: Effects on recreation economics during operation and maintenance of the proposed
 water conveyance facilities under Alternative 2A would be similar to those described under
 Alternative 1A, Impact ECON-11. Maintenance of conveyance facilities, including intakes, would
 result in periodic temporary but not substantial adverse effects on boat passage and water-based
 recreational activities. Because effects of facility maintenance would be short-term and intermittent,
 substantial economic effects are not anticipated to result from operation and maintenance of the
 facilities.

*CEQA Conclusion*: Operation and maintenance activities associated with the proposed water
 conveyance facilities under Alternative 2A are anticipated to create minor effects on recreational
 resources and therefore, are not expected to substantially reduce economic activity related to
 recreational activities. This section considers only the economic effects of recreational changes.
 Potential physical changes to the environment relating to recreational resources are described and
 evaluated in Chapter 15, *Recreation*, Section 15.3.3.5, Impacts REC-5 through REC-8.

## Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

Permanent effects on agricultural economics during operation and maintenance of the proposed
water conveyance facilities would be similar to those described under Alternative 1A, Impact ECON12. Total value of irrigated crop production in the Delta would decline on average by \$7.4 million
per year during operation and maintenance, with total irrigated crop acreage declining by about
4,400 acres. Alternative 2A may also affect production costs on lands even if gross revenues are
largely unaffected. Costs could be increased by operational constraints, changes in water quality,
and longer travel times due to the permanent footprint of facilities. Additionally, loss of investments

in production facilities and standing orchards and vineyards would occur as a result of facilities
 construction.

*NEPA Effects:* The footprint of water conveyance facilities would result in lasting reductions in crop
 acreage and in the value of agricultural production in the Delta region; therefore, this is considered
 an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section
 14.3.3.2, Impact AG-2, would be available to reduce these effects by preserving agricultural
 productivity and compensating off-site.

8 **CEQA** Conclusion: During operation and maintenance of the proposed water conveyance facilities, 9 the value of agricultural production in the Delta region would be reduced. The permanent removal 10 of agricultural land from production is addressed in Chapter 14, Agricultural Resources, Section 11 14.3.3.5, Impacts AG-1 and AG-2. The reduction in the value of agricultural production is not 12 considered an environmental impact. Significant environmental impacts would only result if the 13 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 14 throughout this EIR/EIS. When required, DWR would provide compensation to property owners for 15 economic losses due to implementation of the alternative. While the compensation to property 16 owners would reduce the severity of economic effects related to the loss of agricultural land, it 17 would not constitute mitigation for any related physical impact. Measures to reduce these impacts 18 are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-2, and particularly 19 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for 20 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 21 Zones.

### Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the Implementation of the Proposed Conservation Measures 2–22

24 **NEPA Effects:** Effects on regional economics as a result of the proposed Conservation Measures 2– 25 22 would be similar to those described under Alternative 1A, Impact ECON-13. In the Delta region, 26 spending on Conservation Measures 2–22 would include construction, operation and maintenance 27 activities that would convert or disturb existing land use. Because implementation of Conservation 28 Measures 2–22 would be anticipated to result in an increase in construction and operation and 29 maintenance-related employment and labor income, this would be considered a beneficial effect. 30 However, implementation of these components would also be anticipated to result in a decrease in 31 agricultural-related employment and labor income, which would be considered an adverse effect. 32 Mitigation Measure AG-1, described in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact 33 AG-2, would be available to reduce these effects by preserving agricultural productivity and 34 compensating off-site. Additionally, implementation of these components are anticipated to result in 35 the abandonment of natural gas wells, causing a decrease in employment and labor income 36 associated with monitoring and maintaining wells, which would be considered an adverse effect. 37 Mitigation Measure MIN-5, described in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-38 5, would be available to reduce these effects by minimizing, to the extent feasible, the need for well 39 abandonment or relocation.

40 *CEQA Conclusion*: Implementation of the proposed Conservation Measures 2–22 would affect total
 41 employment and income in the Delta region. The change in total employment and income in the
 42 Delta region is based on expenditures resulting from implementation of the proposed Conservation
 43 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas
 44 production activities. The total change in employment and income is not, in itself, considered an

- 1 environmental impact. Significant environmental impacts would only result if the changes in
- 2 regional economics cause physical impacts. Such effects are discussed in other chapters throughout
- 3 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, *Agricultural*
- 4 *Resources,* Section 14.3.3.2, Impacts AG-3 and AG-4; changes in recreation-related activities are
- 5 addressed in Chapter 15, *Recreation*, Section 15.3.3.2, Impacts REC-9 through REC-11; abandonment
- 6 of natural gas wells is addressed in Chapter 26, *Mineral Resources*, Section 26.3.3.2, Impact MIN-5.

### 7 Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of 8 Implementing the Proposed Conservation Measures 2–22

- 9 Effects on population and housing as a result of the proposed Conservation Measures 2–22 would be
  10 similar to those described under Alternative 1A, Impact ECON-14. In general, the changes in
  11 population and housing would include increases in population from the construction and operation
  12 and maintenance-related activity and declines in residential housing and business establishments as
  13 a result of lands converted or impaired.
- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Implementation of the proposed Conservation Measures 2–22 would impact total
   population and housing in the Delta region. The change in total population and housing in the Delta
   region is based on employment resulting from implementation of the proposed Conservation
   Measures 2–22. The change in population and housing is expected to be minor relative to the five county Delta region, and dispersed throughout the region. Therefore, significant changes to the
   physical environment are not anticipated to result.

### Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed Conservation Measures 2–22

- 24 **NEPA Effects:** Effects on community character as a result of the proposed Conservation Measures 2– 25 22 would be similar to those described under Alternative 1A. Impact ECON-15 because the 26 measures are similar. While implementation of Conservation Measures 2–22 could result in 27 beneficial effects relating to the economic welfare of a community, adverse social effects, including 28 effects on community cohesion, could also arise in those communities closest to character-changing 29 effects and those most heavily influenced by agricultural activities. Implementation of mitigation 30 measures and environmental commitments related to noise, visual effects, transportation, 31 agriculture, and recreation would reduce adverse effects (see Appendix 3B, Environmental 32 *Commitments*). These actions are summarized under Alternative 1A, Impact ECON-15.
- 33 **CEOA Conclusion:** Implementation of Conservation Measures 2–22 under Alternative 2A could 34 affect community character within the Delta region. However, because these impacts are social in 35 nature, rather than physical, they are not considered impacts under CEQA. To the extent that 36 changes to community character are related to physical impacts involving population growth, these 37 impacts are described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2. 38 Furthermore, notable decreases in population or employment, even if limited to certain areas, 39 sectors, or the vacancy of individual buildings, could result in alteration of community character 40 stemming from a lack of maintenance, upkeep, and general investment.

#### Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing the Proposed Conservation Measures 2–22

*NEPA Effects:* Under Alternative 2A, effects on local government fiscal conditions as a result of
 conservation measure implementation would be similar to those described under Alternative 1A,
 Impact ECON-16. Conservation Measures 2–22 would remove some private land from local property
 tax and assessment rolls. This economic effect would be considered adverse; however, the BDCP
 proponents would offset forgone property tax and assessments levied by local governments and
 special districts on private lands converted to habitat.

9 **CEQA Conclusion:** Under Alternative 2A, implementation of Conservation Measures 2–22 would 10 result in the removal of a portion of the property tax base for various local government entities in 11 the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is 12 estimated to reach \$176.7 million. However, the BDCP proponents would compensate local 13 governments and special districts for forgone revenue. CEQA does not require a discussion of 14 socioeconomic effects except where they would result in physical changes. If an alternative is not 15 anticipated to result in a physical change to the environment, it would not be considered to have a 16 significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131).

#### 17 Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the 18 Proposed Conservation Measures 2-22

*NEPA Effects:* Effects related to implementation of the Conservation Measures 2–22 under this
 alternative would be similar to those described under Alternative 1A, Impact ECON-17. These
 measures may result in adverse and beneficial effects on recreational resources in the Delta region,
 resulting in the potential for decreased or increased economic activities related to recreation.

23 **CEQA Conclusion:** Implementation of conservation measures would limit opportunities for 24 recreation and compromise the quality of activities, leading to potential economic impacts. 25 However, over time, implementation could also improve the quality of existing recreational 26 opportunities, creating increased economic value with respect to recreation. This section considers 27 only the economic effects of recreational changes brought about by conservation measure 28 implementation. Potential physical changes to the environment relating to recreational resources 29 are described and evaluated in Chapter 15, Recreation, Section 15.3.3.5, Impacts REC-9 through REC-30 11.

### Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

33 Effects on agricultural economics as a result of the proposed Conservation Measures 2–22 would be 34 similar to those described under Alternative 1A, Impact ECON-18. Conservation Measures 2–22 35 would convert land from existing agricultural uses. These direct effects on agricultural land are 36 described qualitatively in Chapter 14, Agricultural Resources, Section 14.3.3.5, Impacts AG-3 and AG-4. Effects on agricultural economics would include effects on crop production and agricultural 37 38 investments resulting from restoration actions on agricultural lands. The effects would be similar in 39 kind to those described for lands converted due to construction and operation of the conveyance 40 features and facilities. The total acreage and crop mix of agricultural land potentially affected is not 41 specified at this time, but when required, the BDCP proponents would provide compensation to 42 property owners for losses due to implementation of the alternative.

*NEPA Effects:* Because implementation of the Conservation Measures 2–22 would be anticipated to
 lead to reductions in crop acreage and in the value of agricultural production in the Delta region, this
 is considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural
 *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
 agricultural productivity and compensating off-site.

6 CEQA Conclusion: Implementation of Conservation Measures 2–22 would reduce the total value of 7 agricultural production in the Delta region. The permanent removal of agricultural land from 8 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.5, Impacts AG-3 and 9 AG-4. The reduction in the value of agricultural production is not considered an environmental 10 impact. Significant environmental impacts would only result if the changes in regional economics 11 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 12 required, the BDCP proponents would provide compensation to property owners for economic 13 losses due to implementation of the alternative. While the compensation to property owners would 14 reduce the severity of economic effects related to the loss of agricultural land, it would not 15 constitute mitigation for any related physical impact. Measures to reduce these impacts are 16 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1.

#### 17 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions

18The socioeconomic effects associated with operation of Alternative 2A would be similar to those19described under Alternative 1A, Impact ECON-19; however, the magnitude of the effects would be20different based on different operational guidelines leading to different deliveries to hydrologic21regions. Changes in deliveries to hydrologic regions could result in beneficial or adverse22socioeconomic effects in these areas. In hydrologic regions where water deliveries are predicted to23increase when compared with the No Action Alternative, more stable agricultural activities could24support employment and economic production associated with agriculture.

#### 25 Changes in SWP Deliveries Compared to No Action Alternative

Compared to No Action Alternative (2060), Alternative 2A would increase deliveries to all
hydrologic regions except for the San Joaquin River Region, which would experience no change in
deliveries. Compared to the No Action Alternative (2060), South Coast would receive the largest net
increase (up to 183 TAF of Table A plus Article 21 deliveries) among the regions, which represents
65% of the net increase in M&I deliveries under Alternative 2A (refer to Chapter 30, *Growth Inducement and Other Indirect Effects*, Table 30-16, for more information).

#### 32 Changes in CVP Deliveries Compared to No Action Alternative

33 Alternative 2A would not change M&I deliveries for the Sacramento River, South Coast, South

- 34 Lahontan and Colorado River Regions because there are no affected CVP contractors located in these
- 35 regions. Compared to the No Action Alternative (2060), Alternative 2A would result in increased
- deliveries to the other hydrologic regions. Compared to the No Action Alternative (2060), San
   Francisco Bay is projected to receive the largest potential increase (2 TAF) among the hydrologic
- regions (refer to Chapter 30, *Growth Inducement and Other Indirect Effects*, Table 30-17 for more
- 39 information).
- 40 *NEPA Effects:* Where M&I deliveries increase, population growth could lead to general economic
- growth and support water-intensive industries. Changes to agricultural production and population
   growth with its associated economic activity could also lead to shifts in the character of

- 1 communities in the hydrologic regions with resultant beneficial or adverse effects. Likewise, growth
- 2 associated with deliveries could require additional expenditures for local governments while also
- 3 supporting increases in revenue.
- *CEQA Conclusion:* As described above, the operational components of BDCP Conservation Measure
   1 could result in a number of effects in areas receiving SWP and CVP water deliveries outside of the
   Delta.

#### 7 Changes in SWP Deliveries Compared to Existing Conditions

8 Compared to Existing Conditions, Alternative 2A would increase deliveries to all hydrologic regions
9 except for the San Joaquin River Region, which would experience no change in deliveries. South
10 Coast would receive the largest net increase (up to 118 TAF of Table A) among the regions, which
11 represents 63% of the net increase in M&I deliveries under Alternative 2A (refer to Chapter 30,
12 Growth Inducement and Other Indirect Effects, Table 30-16 for more information).

#### 13 Changes in CVP Deliveries Compared to Existing Conditions

Alternative 2A would not change M&I deliveries for the Sacramento River, South Coast, South
 Lahontan, and Colorado River Regions because there are no affected CVP contractors located in

16 these regions. Compared to Existing Conditions, Alternative 2A would result in decreased deliveries

17 to the other hydrologic regions. Compared to Existing Conditions, San Francisco Bay is projected to

18 receive the largest decrease (5 TAF) among the hydrologic regions (refer to Chapter 30, *Growth* 

19 *Inducement and Other Indirect Effects,* Table 30-17 for more information).

#### 20 Summary

21Operation of water conveyance facilities under Alternative 2A could affect socioeconomic conditions22in the hydrologic regions receiving water from the SWP and CVP. However, because these impacts23are social and economic in nature, rather than physical, they are not considered environmental24impacts under CEQA. To the extent that changes in socioeconomic conditions in the hydrologic25regions would lead to physical impacts, such impacts are described in Chapter 30, Growth26Inducement and Other Indirect Effects.

# 2716.3.3.6Alternative 2B—Dual Conveyance with East Alignment and Five28Intakes (15,000 cfs; Operational Scenario B)

Facilities constructed under Alternative 2B would be almost identical to those described for
Alternative 1B. Alternative 2B could involve relocation of two of the intakes to a site south of the
confluence of Sutter and Steamboat Sloughs and the Sacramento River (Intakes 6 and 7). Under this
alternative, an operable barrier would also be constructed at the Head of Old River. Operations
would be different under Alternative 2B than under Alternative 1B.

#### Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- 36 Temporary effects on regional economics during construction of the proposed water conveyance
- 37 facilities would be similar to those described under Alternative 1B, Impact ECON-1. As shown in
- 38 Table 16-25, over the construction period, regional effects of construction activities would result in
- direct employment of more than 29,000 FTE, with total employment effects in excess of 63,000 FTE.
- 40 Increases in labor income associated with this employment would also be expected. Declines in

agricultural production would be expected to lead to a decrease in employment of 90 FTE, with total
 effects leading to a decline of 340 FTE. Similarly, labor income related to these positions would
 decline, as shown in Table 16-26.

*NEPA Effects:* Because construction of water conveyance facilities would result in an increase in
 construction-related employment and labor income, this would be considered a beneficial effect.
 However, these activities would also be anticipated to result in a decrease in agricultural-related
 employment and labor income, which would be considered an adverse effect. Mitigation Measure
 AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be
 available to reduce these effects by preserving agricultural productivity and compensating off-site.

10 **CEOA Conclusion:** Construction of the proposed water conveyance facilities would increase total 11 employment and income in the Delta region, temporarily. The increase in employment and income 12 that would result from expenditures on construction would be greater than the reduction in 13 employment and income attributable to losses in agricultural production. Changes in recreational 14 expenditures and natural gas well operations could also affect regional employment and income, but 15 these have not been quantified. The total change in employment and income is not, in itself, 16 considered an environmental impact. Significant environmental impacts would only result if the 17 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 18 throughout this EIR/EIS. Costs are addressed in Chapter 8 of the BDCP, Implementation Costs and 19 Funding Sources; removal of agricultural land from production is addressed in Chapter 14, 20 Agricultural Resources, Section 14.3.3.6, Impacts AG-1 and AG-2; changes in recreation related 21 activities are addressed in Chapter 15, *Recreation*, Section 15.3.3.6, REC-1 through REC-4; 22 abandonment of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.6, 23 Impact MIN-1. When required, DWR would provide compensation to property owners for economic 24 losses due to implementation of the alternative. While the compensation to property owners would 25 reduce the severity of economic effects related to the loss of agricultural land, it would not 26 constitute mitigation for any related physical impact. Measures to reduce these impacts are 27 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly 28 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for 29 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 30 Zones.

#### Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of the Proposed Water Conveyance Facilities

33 Effects on population and housing during construction of the proposed water conveyance facilities 34 would be similar to those described under Alternative 1B, Impact ECON-2. It is anticipated that non-35 local workers would temporarily relocate to the Delta region, thus adding to the local population. 36 However, this additional population would constitute a minor increase in the total 2020 projected 37 regional population of 4.6 million and be distributed throughout the region. Within specific local 38 communities, there could be localized effects on housing. However, given the availability of housing 39 within the five-county region, predicting where this impact might fall would be speculative. In 40 addition, new residents would likely be dispersed across the region, thereby not creating a burden 41 on any one community.

*NEPA Effects:* Because these activities would not result in permanent concentrated, substantial
 increases in population or new housing, they would not be considered to have an adverse effect.

*CEQA Conclusion:* Construction of the proposed water conveyance facilities would result in minor
 temporary population increases in the Delta region, which has an adequate housing supply to
 accommodate the change in population. Therefore, adverse physical changes resulting from the
 minor increase in population are not anticipated.

### Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed Water Conveyance Facilities

7 **NEPA Effects:** Under Alternative 2B, effects on community character would be similar in nature, 8 location, and magnitude to those described under Alternative 1B, Impact ECON-3. Variations in the 9 location of effects would result from the potential construction of Intakes 6 and 7 rather than 10 Intakes 4 and 5 and the construction of an operable barrier at the Head of Old River. While water 11 conveyance construction could result in beneficial effects relating to the economic welfare of a 12 community, adverse social effects could also arise as a result of declining economic stability or 13 changes in community cohesion in communities closest to construction effects and in those most 14 heavily influenced by agricultural and recreational activities. Implementation of mitigation 15 measures and environmental commitments related to noise, visual effects, transportation, 16 agriculture, and recreation would reduce adverse effects (see Appendix 3B, Environmental 17 *Commitments*). These actions are summarized under Alternative 1A, Impact ECON-3.

18 **CEOA Conclusion:** Construction of water conveyance facilities under Alternative 2B could affect 19 community character in the Delta region. However, because these impacts are social in nature, 20 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 21 community character would lead to physical impacts involving population growth, such impacts are 22 described under Impact ECON-2 and in Chapter 30, Growth Inducement and Other Indirect Effects, 23 Section 30.3.2. Furthermore, notable decreases in population or employment, even if limited to 24 specific areas, sectors, or the vacancy of individual buildings, could result in alteration of community 25 character stemming from a lack of maintenance, upkeep, and general investment. However, 26 implementation of mitigation measures and environmental commitments related to noise, visual 27 effects, transportation, agriculture, and recreation, would reduce the extent of these effects (see 28 Appendix 3B, Environmental Commitments). Specifically, these commitments include Develop and Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous Materials 29 30 Management Plans, Notification of Construction and Maintenance Activities in Waterways, Noise 31 Abatement Plan, Fire Prevention and Control Plan, and Prepare and Implement Mosquito 32 Management Plans.

#### Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing the Proposed Water Conveyance Facilities

- NEPA Effects: Effects on tax revenue as a result of water conveyance construction under Alternative
   2B would be similar to those described under Alternative 1B, Impact ECON-4. While this economic
   effect would be considered adverse, BDCP proponents would compensate local governments for the
   loss of property tax or assessment revenue associated with construction of water conveyance
   facilities. Additionally, local entities could benefit from an increase in sales tax revenue.
- 40 *CEQA Conclusion*: Construction of water conveyance facilities for Alternative 2B would result in the
   41 removal of a portion of the property tax base for various local government entities in the Delta
   42 region. However, entities receiving water from the State Water Project and federal Central Valley
- 43 Project would mitigate for lost property tax and assessment revenue associated with land needed

- 1 for the construction of new conveyance facilities (Water Code Section 85089). Additionally, any
- 2 losses could be offset, at least in part, by an anticipated increase in sales tax revenue. CEQA does not
- 3 require a discussion of socioeconomic effects except where they would result in reasonably
- 4 foreseeable physical changes. If an alternative is not anticipated to result in a physical change to the
- 5 environment, it would not be considered to have a significant impact under CEQA (CEQA Guidelines
- Sections 15064(f) and 15131). Here, any physical consequences resulting from fiscal impacts are too
   speculative to ascertain.

#### 8 Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed 9 Water Conveyance Facilities

- NEPA Effects: Under Alternative 2B, disruption of recreational activities during the construction
   period would be similar in character and magnitude to that described under Alternative 1B, Impact
   ECON-5. Access to recreational facilities may be restricted throughout the construction period.
   Additionally, the quality of recreational activities including boating, fishing, waterfowl hunting, and
   hiking in the Delta could be indirectly affected by noise, lighting, traffic, and visual degradation in
   proximity to water conveyance construction.
- 16 Construction of water conveyance structures under this alternative would be anticipated to result in 17 a lower-quality recreational experience in a number of localized areas throughout the Delta, despite 18 the implementation of mitigation measures, including enhancement of fishing access sites and
- incorporation of recreational access into project design, and environmental and non-environmental
   commitments, including providing funding to implement recreational improvements and control
   aquatic weeds, providing notification of maintenance activities in waterways, and developing and
   implementing a noise abatement plan, as described in Appendix 3B, *Environmental Commitments*.
- With a decrease in recreational quality, the number of visits would be anticipated to decline, at least
   in areas closest to construction activities. The multi-year schedule and geographic scale of
   construction activities and the anticipated decline in recreational spending would be considered an
   adverse effect. The commitments and mitigation measure cited above would contribute to the
   reduction of this effect.
- *CEQA Conclusion*: Construction of the proposed water conveyance facilities under Alternative 2B
   could impact recreational revenue in the Delta region if construction activities result in fewer visits
   to the area. Fewer visits would be anticipated to result in decreased economic activity related to
   recreational activities. This section considers only the economic effects of recreational changes
   brought about by construction of the proposed water conveyance facilities. Potential physical
   changes to the environment relating to recreational resources are described and evaluated in
   Chapter 15, *Recreation*, Section 15.3.3.6, Impacts REC-1 through REC-4.

## Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- 37 Effects on agricultural economics during construction of the proposed water conveyance facilities
- 38 would be similar to those described under Alternative 1B, Impact ECON-6. Total value of irrigated
- crop production in the Delta would decline on average by \$32.8 million per year during the
- 40 construction period, with total irrigated crop acreage declining by about 19,460 acres. Alternative
- 41 2B may also affect production costs on lands even if gross revenues are largely unaffected. Costs
- 42 could be increased by operational constraints and longer travel times due to facilities construction.

Additionally, loss of investments in production facilities and standing orchards and vineyards would
 occur as a result of facilities construction.

- *NEPA Effects:* Because construction of the proposed water conveyance facilities would lead to
   reductions in crop acreage and in the value of agricultural production in the Delta region, this is
   considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
   agricultural productivity and compensating off-site.
- 8 **CEQA** Conclusion: Construction of the proposed water conveyance facilities would reduce the total 9 value of agricultural production in the Delta region. The removal of agricultural land from 10 production is addressed in Chapter 14. Aaricultural Resources. Section 14.3.3.6. Impacts AG-1 and 11 AG-2. The reduction in the value of agricultural production is not considered an environmental 12 impact. Significant environmental impacts would only result if the changes in regional economics 13 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 14 required, DWR would provide compensation to property owners for economic losses due to 15 implementation of the alternative. While the compensation to property owners would reduce the 16 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 17 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14. 18 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, 19 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland 20 and land subject to Williamson Act contracts or in Farmland Security Zones.

## Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- Permanent effects on regional economics during operation and maintenance of the proposed water
  conveyance facilities would be similar to those described under Alternative 1B, Impact ECON-7.
  Increased expenditures related to operation and maintenance of water conveyance facilities would
  be expected to result in a permanent increase in regional employment and income, as presented in
  Table 16-28. The permanent removal of agricultural land following construction would have lasting
  negative effects on agricultural employment and income, as shown in Table 16-29.
- *NEPA Effects:* Because continued operation and maintenance of water conveyance facilities would
   result in an increase in operations-related employment and labor income, this would be considered
   a beneficial effect. However, the long-term footprint of facilities would lead to a continued decline in
   agricultural-related employment and labor income, which would be considered an adverse effect.
   Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
   AG-1, would be available to reduce these effects by preserving agricultural productivity and
   compensating off-site.
- 36 **CEQA** Conclusion: Operation and maintenance of the proposed water conveyance facilities would 37 decrease total employment and income in the Delta region. The change would result from 38 expenditures on operation and maintenance, increasing employment, and from changes in 39 agricultural production, decreasing employment. The total change in income and employment is not, 40 in itself, considered an environmental impact. Significant environmental impacts would only result if 41 the changes in regional economics cause physical impacts. Such effects are discussed in other 42 chapters throughout this EIR/EIS. Costs are addressed in Chapter 8 of the BDCP, Implementation 43 *Costs and Funding Sources*; removal of agricultural land from production is addressed in Chapter 14, 44 Agricultural Resources, Section 14.3.3.6, Impacts AG-3 and AG-4; changes in recreation related

- 1 activities are addressed in Chapter 15, *Recreation*, Section 15.3.3.6, Impacts REC-5 through REC-8.
- 2 When required, DWR would provide compensation to landowners as a result of acquiring lands for
- 3 the proposed conveyance facilities. While the compensation to property owners would reduce the
- 4 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation
- 5 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14,
- *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1,
   Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland
- and land subject to Williamson Act contracts or in Farmland Security Zones.

## 9 Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during 10 Operation and Maintenance of the Proposed Water Conveyance Facilities

- Permanent effects on population and housing during operation and maintenance of the proposed
   water conveyance facilities would be similar to those described under Alternative 1B, Impact ECON-
- 13 8. It is anticipated that non-local workers would relocate to the five-county region, thus adding to
- 14 the local population. However, this additional population would constitute a minor increase in the
- 15 total 2020 projected regional population of 4.6 million and be distributed throughout the region. It
- 16 is anticipated that most of the operational workforce would be drawn from within the five-county
- 17 region. Consequently, operation of the conveyance facilities would not result in impacts on housing.
- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Operation and maintenance of the proposed water conveyance facilities would
   result in minor population increases in the Delta region with adequate housing supply to
   accommodate the change in population and therefore adverse changes in the physical environment
   are not anticipated.

# 24Impact ECON-9: Changes in Community Character during Operation and Maintenance of the25Proposed Water Conveyance Facilities

- 26 NEPA Effects: Under Alternative 2B, effects on community character would be similar in nature, 27 location, and magnitude to those described under Alternative 1B, Impact ECON-9. Variations in the 28 location of effects would result from the potential operation and maintenance of Intakes 6 and 7 29 rather than Intakes 4 and 5 and the operation of an operable barrier at the Head of Old River. While 30 water conveyance operation and maintenance could result in beneficial effects relating to the 31 economic welfare of a community, lasting adverse social effects, including effects on community 32 cohesion, could also arise in communities closest to physical features and in those most heavily 33 influenced by agricultural and recreational activities. Implementation of mitigation measures and 34 environmental related to noise, visual effects, transportation, agriculture, and recreation would 35 reduce adverse effects. These actions are summarized under Alternative 1A, Impact ECON-9.
- *CEQA Conclusion:* Operation and maintenance of water conveyance facilities under Alternative 2B
   could affect community character in the Delta region. However, because these impacts are social in
   nature, rather than physical, they are not considered impacts under CEQA. To the extent that
   changes to community character would lead to physical impacts involving population growth, such
   impacts are described under Impact ECON-8 and in Chapter 30, *Growth Inducement and Other Indirect Effects,* Section 30.3.2. Furthermore, notable decreases in population or employment, even if
   limited to specific areas, sectors, or the vacancy of individual buildings, could result in alteration of

#### Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and Maintenance of the Proposed Water Conveyance Facilities

*NEPA Effects:* Effects on tax revenue as a result of ongoing water conveyance operation and
 maintenance under Alternative 2B would be similar to those described under Alternative 1B, Impact
 ECON-10. While this economic effect would be considered adverse, BDCP proponents would
 compensate local governments for the loss of property tax or assessment revenue associated with
 construction of water conveyance facilities.

8 **CEQA** Conclusion: Continued operation and maintenance of water conveyance facilities for 9 Alternative 2B would result in the removal of a portion of the property tax base for various local 10 government entities in the Delta region. However, entities receiving water from the State Water 11 Project and federal Central Valley Project would mitigate for lost property tax and assessment 12 revenue associated with land needed for the siting of conveyance facilities (Water Code Section 13 85089). CEQA does not require a discussion of socioeconomic effects except where they would 14 result in reasonably foreseeable physical changes. If an alternative is not anticipated to result in a physical change to the environment, it would not be considered to have a significant impact under 15 16 CEQA (CEQA Guidelines Sections 15064(f) and 15131). Here, any physical consequences resulting 17 from fiscal impacts are too speculative to ascertain.

## 18 Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the 19 Proposed Water Conveyance Facilities

NEPA Effects: Effects on recreation economics during operation and maintenance of the proposed
 water conveyance facilities under Alternative 2B would be similar to those described under
 Alternative 1A, Impact ECON-11. Maintenance of conveyance facilities, including intakes, would
 result in periodic temporary but not substantial adverse effects on boat passage and water-based
 recreational activities. Because effects of facility maintenance would be short-term and intermittent,
 substantial economic effects are not anticipated to result from operation and maintenance of the
 facilities.

*CEQA Conclusion*: Operation and maintenance activities associated with the proposed water
 conveyance facilities under Alternative 2B are anticipated to create minor effects on recreational
 resources and therefore, are not expected to substantially reduce economic activity related to
 recreational activities. This section considers only the economic effects of recreational changes.
 Potential physical changes to the environment relating to recreational resources are described and
 evaluated in Chapter 15, *Recreation, Recreation,* Section 15.3.3.6, Impacts REC-5 through REC-8.

### Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

35 Permanent effects on agricultural economics during operation and maintenance of the proposed 36 water conveyance facilities would be similar to those described under Alternative 1B, Impact ECON-37 12. Total value of irrigated crop production in the Delta would decline on average by \$29.2 million 38 per year during operation and maintenance, with total irrigated crop acreage declining by about 39 17,700 acres. Alternative 2B may also affect production costs on lands even if gross revenues are 40 largely unaffected. Costs could be increased by operational constraints, changes in water quality, and longer travel times due to the permanent footprint of facilities. Additionally, loss of investments 41 42 in production facilities and standing orchards and vineyards would occur as a result of facilities 43 construction.

*NEPA Effects:* The footprint of water conveyance facilities would result in lasting reductions in crop
 acreage and in the value of agricultural production in the Delta region; therefore, this is considered
 an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section
 14.3.3.2, Impact AG-2, would be available to reduce these effects by preserving agricultural
 productivity and compensating off-site.

6 **CEQA Conclusion:** During operation and maintenance of the proposed water conveyance facilities, 7 the value of agricultural production in the Delta region would be reduced. The permanent removal 8 of agricultural land from production is addressed in Chapter 14, Agricultural Resources, Section 9 14.3.3.6, Impacts AG-1 and AG-2. The reduction in the value of agricultural production is not 10 considered an environmental impact. Significant environmental impacts would only result if the 11 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 12 throughout this EIR/EIS. When required, DWR would provide compensation to property owners for 13 economic losses due to implementation of the alternative. While the compensation to property 14 owners would reduce the severity of economic effects related to the loss of agricultural land, it 15 would not constitute mitigation for any related physical impact. Measures to reduce these impacts 16 are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-2, and particularly 17 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for 18 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 19 Zones.

#### Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the Implementation of the Proposed Conservation Measures 2–22

22 NEPA Effects: Effects on regional economics as a result of the proposed Conservation Measures 2-23 22 would be similar to those described under Alternative 1A, Impact ECON-13. In the Delta region, 24 spending on Conservation Measures 2-22 would include construction, operation and maintenance 25 activities that would convert or disturb existing land use. Because implementation of Conservation 26 Measures 2–22 would be anticipated to result in an increase in construction and operation and 27 maintenance-related employment and labor income, this would be considered a beneficial effect. 28 However, implementation of these components would also be anticipated to result in a decrease in 29 agricultural-related employment and labor income, which would be considered an adverse effect. 30 Mitigation Measure AG-1, described in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact 31 AG-2, would be available to reduce these effects by preserving agricultural productivity and 32 compensating off-site. Additionally, implementation of these components are anticipated to result in 33 the abandonment of natural gas wells, causing a decrease in employment and labor income 34 associated with monitoring and maintaining wells, which would be considered an adverse effect. 35 Mitigation Measure MIN-5, described in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-36 5, would be available to reduce these effects by minimizing, to the extent feasible, the need for well 37 abandonment or relocation.

38 **CEQA Conclusion:** Implementation of the proposed Conservation Measures 2–22 would affect total 39 employment and income in the Delta region. The change in total employment and income in the 40 Delta region is based on expenditures resulting from implementation of the proposed Conservation 41 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas 42 production activities. The total change in employment and income is not, in itself, considered an 43 environmental impact. Significant environmental impacts would only result if the changes in 44 regional economics cause physical impacts. Such effects are discussed in other chapters throughout 45 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, Agricultural

- 1 *Resources,* Section 14.3.3.2, Impacts AG-3 and AG-4; changes in recreation-related activities are
- 2 addressed in Chapter 15, *Recreation*, Section 15.3.3.2, Impacts REC-9 through REC-11; abandonment
- 3 of natural gas wells is addressed in Chapter 26, *Mineral Resources*, Section 26.3.3.2, Impact MIN-5.

## Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

- 6 Effects on population and housing as a result of the proposed Conservation Measures 2–22 would be
- 7 similar to those described under Alternative 1A, Impact ECON-14. In general, the changes in
- population and housing would include increases in population from the construction and operation
   and maintenance-related activity and declines in residential housing and business establishments as
- 10 a result of lands converted or impaired.
- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Implementation of the proposed Conservation Measures 2–22 would impact total
   population and housing in the Delta region. The change in total population and housing in the Delta
   region is based on employment resulting from implementation of the proposed Conservation
   Measures 2–22. The change in population and housing is expected to be minor relative to the five county Delta region, and dispersed throughout the region. Therefore, significant changes to the
   physical environment are not anticipated to result.

# 19 Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed 20 Conservation Measures 2–22

- 21 **NEPA Effects:** Effects on community character as a result of the proposed Conservation Measures 2– 22 22 would be similar to those described under Alternative 1A, Impact ECON-15 because the 23 measures are similar. While implementation of Conservation Measures 2–22 could result in 24 beneficial effects relating to the economic welfare of a community, adverse social effects, including 25 effects on community cohesion, could also arise in those communities closest to character-changing 26 effects and those most heavily influenced by agricultural activities. Implementation of mitigation 27 measures and environmental commitments related to noise, visual effects, transportation, 28 agriculture, and recreation would reduce adverse effects (see Appendix 3B, Environmental 29 *Commitments*). These actions are summarized under Alternative 1A, Impact ECON-15.
- 30 **CEQA Conclusion:** Implementation of Conservation Measures 2–22 under Alternative 2B could 31 affect community character within the Delta region. However, because these impacts are social in 32 nature, rather than physical, they are not considered impacts under CEQA. To the extent that 33 changes to community character are related to physical impacts involving population growth, these 34 impacts are described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2. 35 Furthermore, notable decreases in population or employment, even if limited to certain areas, 36 sectors, or the vacancy of individual buildings, could result in alteration of community character 37 stemming from a lack of maintenance, upkeep, and general investment.

# Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing the Proposed Conservation Measures 2–22

- 40 **NEPA Effects:** Under Alternative 2B, effects on local government fiscal conditions as a result of
- 41 conservation measure implementation would be similar to those described under Alternative 1A,

- Impact ECON-16. Conservation Measures 2–22 would remove some private land from local property
   tax and assessment rolls. This economic effect would be considered adverse; however, the BDCP
   proponents would offset forgone property tax and assessments levied by local governments and
- 4 special districts on private lands converted to habitat.
- 5 **CEOA Conclusion:** Under Alternative 2B. implementation of Conservation Measures 2–22 would 6 result in the removal of a portion of the property tax base for various local government entities in 7 the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is 8 estimated to reach \$176.7 million. However, the BDCP proponents would compensate local 9 governments and special districts for forgone revenue. CEOA does not require a discussion of 10 socioeconomic effects except where they would result in physical changes. If an alternative is not 11 anticipated to result in a physical change to the environment, it would not be considered to have a significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131). 12

#### 13 Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the 14 Proposed Conservation Measures 2-22

- *NEPA Effects:* Effects related to implementation of the Conservation Measures 2–22 under this
   alternative would be similar to those described under Alternative 1B, Impact ECON-17. These
   measures may result in adverse and beneficial effects on recreational resources in the Delta region,
   resulting in the potential for decreased or increased economic activities related to recreation.
- 19 **CEQA Conclusion:** Implementation of conservation measures would limit opportunities for 20 recreation and compromise the quality of activities, leading to potential economic impacts. 21 However, over time, implementation could also improve the quality of existing recreational 22 opportunities, creating increased economic value with respect to recreation. This section considers 23 only the economic effects of recreational changes brought about by conservation measure 24 implementation. Potential physical changes to the environment relating to recreational resources 25 are described and evaluated in Chapter 15, Recreation, Section 15.3.3.6, Impacts REC-9 through REC-11. 26

### Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

- 29 Effects on agricultural economics as a result of the proposed Conservation Measures 2–22 would be similar to those described under Alternative 1A, Impact ECON-18, because the measures are similar. 30 31 Conservation Measures 2–22 would convert land from existing agricultural uses. These direct effects 32 on agricultural land are described qualitatively in Chapter 14, Agricultural Resources, Section 33 14.3.3.6, Impacts AG-3 and AG-4. Effects on agricultural economics would include effects on crop 34 production and agricultural investments resulting from restoration actions on agricultural lands. 35 The effects would be similar in kind to those described for lands converted due to construction and 36 operation of the conveyance features and facilities. The total acreage and crop mix of agricultural 37 land potentially affected is not specified at this time, but when required, the BDCP proponents 38 would provide compensation to property owners for losses due to implementation of the 39 alternative.
- 40 **NEPA Effects:** Because implementation of the Conservation Measures 2–22 would be anticipated to
- 41 lead to reductions in crop acreage and in the value of agricultural production in the Delta region, this
- 42 is considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural*

*Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
 agricultural productivity and compensating off-site.

3 **CEQA Conclusion:** Implementation of Conservation Measures 2–22 would reduce the total value of 4 agricultural production in the Delta region. The permanent removal of agricultural land from 5 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.6, Impacts AG-3 and 6 AG-4. The reduction in the value of agricultural production is not considered an environmental 7 impact. Significant environmental impacts would only result if the changes in regional economics 8 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 9 required, the BDCP proponents would provide compensation to property owners for economic 10 losses due to implementation of the alternative. While the compensation to property owners would 11 reduce the severity of economic effects related to the loss of agricultural land, it would not 12 constitute mitigation for any related physical impact. Measures to reduce these impacts are 13 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1.

#### 14 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions

15 **NEPA Effects:** The socioeconomic effects associated with operation of Alternative 2B would be the 16 same as those described under Alternative 2A, Impact ECON-19, because deliveries would be based 17 on the same operational guidelines. Changes in deliveries to hydrologic regions could result in 18 beneficial or adverse socioeconomic effects in these areas. In hydrologic regions where water 19 deliveries are predicted to increase when compared with the No Action Alternative, more stable 20 agricultural activities could support employment and economic production associated with 21 agriculture. Where M&I deliveries increase, population growth could lead to general economic 22 growth and support water-intensive industries. Such changes could also lead to shifts in the 23 character of communities in the hydrologic regions with resultant beneficial or adverse effects. 24 Likewise, growth associated with deliveries could require additional expenditures for local 25 governments while also supporting increases in revenue.

*CEQA Conclusion:* Operation of water conveyance facilities under Alternative 2B could affect
 socioeconomic conditions in the hydrologic regions receiving water from the SWP and CVP.
 However, because these impacts are social and economic in nature, rather than physical, they are
 not considered environmental impacts under CEQA. To the extent that changes in socioeconomic
 conditions in the hydrologic regions would lead to physical impacts, such impacts are described in
 Chapter 30, *Growth Inducement and Other Indirect Effects,* Section 30.3.2.

# 3216.3.3.7Alternative 2C—Dual Conveyance with West Alignment and Five33Intakes (15,000 cfs; Operational Scenario B)

Facilities construction under Alternative 2C would be almost identical to those described for
Alternative 1C. However, an operable barrier would be constructed at the Head of Old River, which
could lead to minor variations in effects from this alternative. Operations would be different under
Alternative 2C than under Alternative 1C.

### Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- Temporary effects on regional economics during construction of the proposed water conveyance
   facilities would be similar to those described under Alternative 1C, Impact ECON-1. As shown in
- 42 Table 16-31, over the construction period, regional effects of construction activities would result in

direct employment of more than 26,000 FTE, with total employment effects of nearly 61,000 FTE.
 Increases in labor income associated with this employment would also be expected. Declines in
 agricultural production would be expected to lead to a decrease in employment of 64 FTE, with total
 effects leading to a decline of 240 FTE. Similarly, labor income related to these positions would
 decline, as shown in Table 16-32.

*NEPA Effects:* Because construction of water conveyance facilities would result in an increase in
 construction-related employment and labor income, this would be considered a beneficial effect.
 However, these activities would also be anticipated to result in a decrease in agricultural-related
 employment and labor income, which would be considered an adverse effect. Mitigation Measure
 AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be
 available to reduce these effects by preserving agricultural productivity and compensating off-site.

12 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would increase total 13 employment and income in the Delta region, temporarily. The increase in employment and income 14 that would result from expenditures on construction would be greater than the reduction in 15 employment and income attributable to losses in agricultural production. Changes in recreational 16 expenditures and natural gas well operations could also affect regional employment and income, but 17 these have not been quantified. The total change in employment and income is not, in itself, 18 considered an environmental impact. Significant environmental impacts would only result if the 19 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 20 throughout this EIR/EIS. Costs are addressed in Chapter 8 of the BDCP, Implementation Costs and 21 Funding Sources; removal of agricultural land from production is addressed in Chapter 14, 22 Agricultural Resources, Section 14.3.3.7, Impacts AG-1 and AG-2; changes in recreation related 23 activities are addressed in Chapter 15, Recreation, Section 15.3.3.7, REC-1 through REC-4; 24 abandonment of natural gas wells is addressed in Chapter 26, *Mineral Resources*, Section 26.3.3.7, 25 Impact MIN-1. When required, DWR would provide compensation to property owners for economic 26 losses due to implementation of the alternative. While the compensation to property owners would 27 reduce the severity of economic effects related to the loss of agricultural land, it would not 28 constitute mitigation for any related physical impact. Measures to reduce these impacts are 29 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly 30 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for 31 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 32 Zones.

#### Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of the Proposed Water Conveyance Facilities

35 Effects on population and housing during construction of the proposed water conveyance facilities 36 would be similar to those described under Alternative 1C, Impact ECON-2. It is anticipated that non-37 local workers would temporarily relocate to the Delta region, thus adding to the local population. 38 However, this additional population would constitute a minor increase in the total 2020 projected 39 regional population of 4.6 million and be distributed throughout the region. Within specific local 40 communities, there could be localized effects on housing. However, given the availability of housing 41 within the five-county region, predicting where this impact might fall would be speculative. In 42 addition, new residents would likely be dispersed across the region, thereby not creating a burden 43 on any one community.

- *NEPA Effects:* Because these activities would not result in permanent concentrated, substantial
   increases in population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Construction of the proposed water conveyance facilities would result in minor
   temporary population increases in the Delta region, which has an adequate housing supply to
   accommodate the change in population. Therefore, adverse physical changes resulting from the
   minor increase in population are not anticipated.

### 7 Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed 8 Water Conveyance Facilities

- 9 NEPA Effects: Under Alternative 2C, effects on community character would be similar in nature, 10 location, and magnitude to those described under Alternative 1C, Impact ECON-3. Variation in the 11 location of effects would result from the construction of an operable barrier at the Head of Old River. 12 While water conveyance construction could result in beneficial effects relating to the economic 13 welfare of a community, adverse social effects could also arise as a result of declining economic 14 stability or changes in community cohesion in communities closest to construction effects and in 15 those most heavily influenced by agricultural and recreational activities. Implementation of 16 mitigation measures and environmental commitments related to noise, visual effects, 17 transportation, agriculture, and recreation would reduce adverse effects (see Appendix 3B, 18 *Environmental Commitments*). These actions are summarized under Alternative 1A, Impact ECON-3.
- 19 **CEQA Conclusion:** Construction of water conveyance facilities under Alternative 2A could affect 20 community character in the Delta region. However, because these impacts are social in nature, 21 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 22 community character would lead to physical impacts involving population growth, such impacts are 23 described under Impact ECON-2 and in Chapter 30, Growth Inducement and Other Indirect Effects, 24 Section 30.3.2. Furthermore, notable decreases in population or employment, even if limited to 25 specific areas, sectors, or the vacancy of individual buildings, could result in alteration of community 26 character stemming from a lack of maintenance, upkeep, and general investment. However, 27 implementation of mitigation measures and environmental commitments related to noise, visual 28 effects, transportation, agriculture, and recreation, would reduce the extent of these effects (see 29 Appendix 3B, Environmental Commitments). Specifically, these commitments include Develop and 30 Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous Materials 31 Management Plans, Notification of Construction and Maintenance Activities in Waterways, Noise 32 Abatement Plan, Fire Prevention and Control Plan, and Prepare and Implement Mosquito 33 Management Plans.

### Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing the Proposed Water Conveyance Facilities

- 36 *NEPA Effects:* Effects on tax revenue as a result of water conveyance construction under Alternative
   37 2C would be similar to those described under Alternative 1C, Impact ECON-4. While this economic
   38 effect would be considered adverse, BDCP proponents would compensate local governments for the
   39 loss of property tax or assessment revenue associated with construction of water conveyance
   40 facilities. Additionally, local entities could benefit from an increase in sales tax revenue.
- 41 *CEQA Conclusion:* Construction of water conveyance facilities for Alternative 2C would result in the
   42 removal of a portion of the property tax base for various local government entities in the Delta
   43 region. However, entities receiving water from the State Water Project and federal Central Valley

- 1 Project would mitigate for lost property tax and assessment revenue associated with land needed
- 2 for the construction of new conveyance facilities (Water Code Section 85089). Additionally, any
- 3 losses could be offset, at least in part, by an anticipated increase in sales tax revenue. CEQA does not
- 4 require a discussion of socioeconomic effects except where they would result in reasonably
- 5 foreseeable physical changes. If an alternative is not anticipated to result in a physical change to the
- 6 environment, it would not be considered to have a significant impact under CEQA (CEQA Guidelines
- 7 Sections 15064(f) and 15131). Here, any physical consequences resulting from fiscal impacts are too
- 8 speculative to ascertain.

#### 9 Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed 10 Water Conveyance Facilities

*NEPA Effects:* Under Alternative 2C, disruption of recreational activities during the construction
 period would be similar in character and magnitude to that described under Alternative 1C, Impact
 ECON-5. Access to recreational facilities may be restricted throughout the construction period.
 Additionally, the quality of recreational activities including boating, fishing, waterfowl hunting, and
 hiking in the Delta could be indirectly affected by noise, lighting, traffic, and visual degradation in
 proximity to water conveyance construction.

- 17 Construction of water conveyance structures under this alternative would be anticipated to result in 18 a lower-quality recreational experience in a number of localized areas throughout the Delta, despite 19 the implementation of mitigation measures, including enhancement of fishing access sites and 20 incorporation of recreational access into project design, and environmental and non-environmental 21 commitments, including providing funding to implement recreational improvements and control 22 aquatic weeds, providing notification of maintenance activities in waterways, and developing and 23 implementing a noise abatement plan, as described in Appendix 3B, Environmental Commitments. 24 With a decrease in recreational quality, the number of visits would be anticipated to decline, at least 25 in areas closest to construction activities. The multi-year schedule and geographic scale of 26 construction activities and the anticipated decline in recreational spending would be considered an 27 adverse effect. The commitments and mitigation measure cited above would contribute to the 28 reduction of this effect.
- *CEQA Conclusion*: Construction of the proposed water conveyance facilities under Alternative 2C
   could impact recreational revenue in the Delta region if construction activities result in fewer visits
   to the area. Fewer visits would be anticipated to result in decreased economic activity related to
   recreational activities. This section considers only the economic effects of recreational changes
   brought about by construction of the proposed water conveyance facilities. Potential physical
   changes to the environment relating to recreational resources are described and evaluated in
   Chapter 15, *Recreation*, Section 15.3.3.7, Impacts REC-1 through REC-4.

### Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- 38 Effects on agricultural economics during construction of the proposed water conveyance facilities
- 39 would be similar to those described under Alternative 1C, Impact ECON-6. Total value of irrigated
- 40 crop production in the Delta would decline on average by \$22.2 million per year during the
- 41 construction period, with total irrigated crop acreage declining by about 14,300 acres. Alternative
- 42 2C may also affect production costs on lands even if gross revenues are largely unaffected. Costs
- 43 could be increased by operational constraints and longer travel times due to facilities construction.

Additionally, loss of investments in production facilities and standing orchards and vineyards would
 occur as a result of facilities construction.

- *NEPA Effects:* Because construction of the proposed water conveyance facilities would lead to
   reductions in crop acreage and in the value of agricultural production in the Delta region, this is
   considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
   agricultural productivity and compensating off-site.
- 8 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would reduce the total 9 value of agricultural production in the Delta region. The removal of agricultural land from 10 production is addressed in Chapter 14. Aaricultural Resources. Section 14.3.3.7. Impacts AG-1 and 11 AG-2. The reduction in the value of agricultural production is not considered an environmental 12 impact. Significant environmental impacts would only result if the changes in regional economics 13 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 14 required, DWR would provide compensation to property owners for economic losses due to 15 implementation of the alternative. While the compensation to property owners would reduce the 16 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 17 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14. 18 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, 19 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland 20 and land subject to Williamson Act contracts or in Farmland Security Zones.

## Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- Permanent effects on regional economics during operation and maintenance of the proposed water
  conveyance facilities would be similar to those described under Alternative 1C, Impact ECON-7.
  Increased expenditures related to operation and maintenance of water conveyance facilities would
  be expected to result in a permanent increase in regional employment and income, as presented in
  Table 16-34. The permanent removal of agricultural land following construction would have lasting
  negative effects on agricultural employment and income, as shown in Table 16-35.
- *NEPA Effects:* Because continued operation and maintenance of water conveyance facilities would
   result in an increase in operations-related employment and labor income, this would be considered
   a beneficial effect. However, the long-term footprint of facilities would lead to a continued decline in
   agricultural-related employment and labor income, which would be considered an adverse effect.
   Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
   AG-1, would be available to reduce these effects by preserving agricultural productivity and
   compensating off-site.
- 36 **CEQA** Conclusion: Operation and maintenance of the proposed water conveyance facilities would 37 increase total employment and income in the Delta region. The net change would result from 38 expenditures on operation and maintenance and from changes in agricultural production. The total 39 change in income and employment is not, in itself, considered an environmental impact. Significant 40 environmental impacts would only result if the changes in regional economics cause physical 41 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed 42 in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of agricultural land 43 from production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.7, Impacts AG-3 44 and AG-4; changes in recreation related activities are addressed in Chapter 15, *Recreation*, Section

- 1 15.3.3.7, Impacts REC-5 through REC-8. When required, DWR would provide compensation to
- 2 landowners as a result of acquiring lands for the proposed conveyance facilities. While the
- 3 compensation to property owners would reduce the severity of economic effects related to the loss
- 4 of agricultural land, it would not constitute mitigation for any related physical impact. Measures to
- 5 reduce these impacts are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact
- 6 AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP to preserve agricultural
- 7 productivity and mitigate for loss of Important Farmland and land subject to Williamson Act
- 8 contracts or in Farmland Security Zones.

#### 9 Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during 10 **Operation and Maintenance of the Proposed Water Conveyance Facilities**

- 11 Permanent effects on population and housing during operation and maintenance of the proposed 12 water conveyance facilities would be similar to those described under Alternative 1C, Impact ECON-
- 13 8. It is anticipated that non-local workers would relocate to the five-county region, thus adding to
- 14 the local population. However, this additional population would constitute a minor increase in the
- 15 total 2020 projected regional population of 4.6 million and be distributed throughout the region. It
- 16 is anticipated that most of the operational workforce would be drawn from within the five-county
- 17 region. Consequently, operation of the conveyance facilities would not result in impacts on housing.
- 18 **NEPA Effects:** Because these activities would not result in concentrated, substantial increases in 19 population or new housing, they would not be considered to have an adverse effect.
- 20 **CEOA Conclusion:** Operation and maintenance of the proposed water conveyance facilities would 21 result in minor population increases in the Delta region with adequate housing supply to 22 accommodate the change in population and therefore adverse changes in the physical environment 23 are not anticipated.

#### 24 Impact ECON-9: Changes in Community Character during Operation and Maintenance of the 25 **Proposed Water Conveyance Facilities**

- 26 NEPA Effects: Under Alternative 2C, effects on community character would be similar in nature, 27 location, and magnitude to those described under Alternative 1C, Impact ECON-9. Variations in the 28 location of effects would result from the operation and maintenance of an operable barrier at the 29 Head of Old River. While water conveyance operation and maintenance could result in beneficial 30 effects relating to the economic welfare of a community, lasting adverse social effects, including 31 effects on community cohesion, could also arise in communities closest to physical features and in 32 those most heavily influenced by agricultural and recreational activities. Implementation of
- 33 mitigation measures and environmental commitments related to noise, visual effects,
- 34 transportation, agriculture, and recreation would reduce adverse effects (see Appendix 3B,
- 35 Environmental Commitments). These actions are summarized under Alternative 1A, Impact ECON-9.
- 36 **CEQA Conclusion:** Operation and maintenance of water conveyance facilities under Alternative 2C 37 could affect community character in the Delta region. However, because these impacts are social in 38 nature, rather than physical, they are not considered impacts under CEQA. To the extent that 39 changes to community character would lead to physical impacts involving population growth, such 40 impacts are described under Impact ECON-8 and in Chapter 30, Growth Inducement and Other
- 41 *Indirect Effects*, Section 30.3.2. Furthermore, notable decreases in population or employment, even if
- 42 limited to specific areas, sectors, or the vacancy of individual buildings, could result in alteration of 43

#### 1 Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and 2 Maintenance of the Proposed Water Conveyance Facilities

3 **NEPA Effects:** Effects on tax revenue as a result of ongoing water conveyance operation and 4 maintenance under Alternative 2C would be similar to those described under Alternative 1C, Impact 5 ECON-10. While this economic effect would be considered adverse, BDCP proponents would 6 compensate local governments for the loss of property tax or assessment revenue associated with 7 construction of water conveyance facilities. Additionally, local entities may benefit from an increase 8 in sales tax revenue.

9 **CEQA** Conclusion: Continued operation and maintenance of water conveyance facilities for 10 Alternative 2C would result in the removal of a portion of the property tax base for various local 11 government entities in the Delta region. However, entities receiving water from the State Water 12 Project and federal Central Valley Project would mitigate for lost property tax and assessment 13 revenue associated with land needed for the siting of conveyance facilities (Water Code Section 14 85089). Additionally, any losses may be offset, at least in part, by an increase in sales tax revenue. 15 CEQA does not require a discussion of socioeconomic effects except where they would result in 16 reasonably foreseeable physical changes. If an alternative is not anticipated to result in a physical 17 change to the environment, it would not be considered to have a significant impact under CEOA 18 (CEQA Guidelines Sections 15064(f) and 15131). Here, any physical consequences resulting from 19 fiscal impacts are too speculative to ascertain.

#### 20 Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the 21 **Proposed Water Conveyance Facilities**

22 **NEPA Effects:** Effects on recreation economics during operation and maintenance of the proposed 23 water conveyance facilities under Alternative 2C would be similar to those described under 24 Alternative 1A, Impact ECON-11. Maintenance of conveyance facilities, including intakes, would 25 result in periodic temporary but not substantial adverse effects on boat passage and water-based 26 recreational activities. Because effects of facility maintenance would be short-term and intermittent, 27 substantial economic effects are not anticipated to result from operation and maintenance of the 28 facilities.

29 **CEOA Conclusion:** Operation and maintenance activities associated with the proposed water 30 conveyance facilities under Alternative 2C are anticipated to create minor effects on recreational 31 resources and therefore, are not expected to substantially reduce economic activity related to 32 recreational activities. This section considers only the economic effects of recreational changes. 33 Potential physical changes to the environment relating to recreational resources are described and 34 evaluated in Chapter 15, Recreation, Section 15.3.3.7, Impacts REC-5 through REC-8.

#### 35 Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during 36 **Operation and Maintenance of the Proposed Water Conveyance Facilities**

37 Permanent effects on agricultural economics during operation and maintenance of the proposed 38 water conveyance facilities would be similar to those described under Alternative 1C, Impact ECON-39 12. Total value of irrigated crop production in the Delta would decline on average by \$17.7 million 40 per year during operation and maintenance, with total irrigated crop acreage declining by about 41 11,700 acres. Alternative 2C may also affect production costs on lands even if gross revenues are 42 largely unaffected. Costs could be increased by operational constraints, changes in water quality, 43

in production facilities and standing orchards and vineyards would occur as a result of facilities
 construction.

*NEPA Effects:* The footprint of water conveyance facilities would result in lasting reductions in crop
 acreage and in the value of agricultural production in the Delta region; therefore, this is considered
 an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section
 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving agricultural
 productivity and compensating off-site.

8 **CEQA** Conclusion: During operation and maintenance of the proposed water conveyance facilities, 9 the value of agricultural production in the Delta region would be reduced. The permanent removal 10 of agricultural land from production is addressed in Chapter 14, Agricultural Resources, Section 11 14.3.3.7, Impacts AG-1 and AG-2. The reduction in the value of agricultural production is not 12 considered an environmental impact. Significant environmental impacts would only result if the 13 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 14 throughout this EIR/EIS. When required, DWR would provide compensation to property owners for 15 economic losses due to implementation of the alternative. While the compensation to property 16 owners would reduce the severity of economic effects related to the loss of agricultural land, it 17 would not constitute mitigation for any related physical impact. Measures to reduce these impacts 18 are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly 19 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for 20 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 21 Zones.

### Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the Implementation of the Proposed Conservation Measures 2–22

24 **NEPA Effects:** Effects on regional economics as a result of the proposed Conservation Measures 2– 25 22 would be similar to those described under Alternative 1A, Impact ECON-13 because the 26 measures are similar. In the Delta region, spending on Conservation Measures 2–22 would include 27 construction, operation and maintenance activities that would convert or disturb existing land use. 28 Because implementation of Conservation Measures 2–22 would be anticipated to result in an 29 increase in construction and operation and maintenance-related employment and labor income, this 30 would be considered a beneficial effect. However, implementation of these components would also 31 be anticipated to result in a decrease in agricultural-related employment and labor income, which 32 would be considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, 33 Agricultural Resources, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by 34 preserving agricultural productivity and compensating off-site. Additionally, implementation of 35 these components are anticipated to result in the abandonment of natural gas wells, causing a 36 decrease in employment and labor income associated with monitoring and maintaining wells, which 37 would be considered an adverse effect. Mitigation Measure MIN-5, described in Chapter 26, Mineral 38 Resources, Section 26.3.3.2, Impact MIN-5, would be available to reduce these effects by minimizing, 39 to the extent feasible, the need for well abandonment or relocation.

40 *CEQA Conclusion*: Implementation of the proposed Conservation Measures 2–22 would affect total
 41 employment and income in the Delta region. The change in total employment and income in the
 42 Delta region is based on expenditures resulting from implementation of the proposed Conservation
 43 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas
 44 production activities. The total change in employment and income is not, in itself, considered an

- 1 environmental impact. Significant environmental impacts would only result if the changes in
- 2 regional economics cause physical impacts. Such effects are discussed in other chapters throughout
- 3 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, *Agricultural*
- 4 *Resources,* Section 14.3.3.2, Impacts AG-3 and AG-4; changes in recreation-related activities are
- 5 addressed in Chapter 15, *Recreation*, Section 15.3.3.2, Impacts REC-9 through REC-11; abandonment
- 6 of natural gas wells is addressed in Chapter 26, *Mineral Resources*, Section 26.3.3.2, Impact MIN-5.

#### 7 Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of 8 Implementing the Proposed Conservation Measures 2–22

- 9 Effects on population and housing as a result of the proposed Conservation Measures 2–22 would be
  10 similar to those described under Alternative 1A, Impact ECON-14 because the measures are similar.
  11 In general, the changes in population and housing would include increases in population from the
  12 construction and operation and maintenance-related activity and declines in residential housing and
  13 business establishments as a result of lands converted or impaired.
- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Implementation of the proposed Conservation Measures 2–22 would impact total
   population and housing in the Delta region. The change in total population and housing in the Delta
   region is based on employment resulting from implementation of the proposed Conservation
   Measures 2–22. The change in population and housing is expected to be minor relative to the five county Delta region, and dispersed throughout the region. Therefore, significant changes to the
   physical environment are not anticipated to result.

### Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed Conservation Measures 2–22

- 24 **NEPA Effects:** Effects on community character as a result of the proposed Conservation Measures 2– 25 22 would be similar to those described under Alternative 1A. Impact ECON-15 because the 26 measures are similar. While implementation of Conservation Measures 2–22 could result in 27 beneficial effects relating to the economic welfare of a community, adverse social effects, including 28 effects on community cohesion, could also arise in those communities closest to character-changing 29 effects and those most heavily influenced by agricultural activities. Implementation of mitigation 30 measures and environmental commitments related to noise, visual effects, transportation, 31 agriculture, and recreation would reduce adverse effects (see Appendix 3B, Environmental 32 *Commitments*). These actions are summarized under Alternative 1A, Impact ECON-15.
- 33 **CEOA Conclusion:** Implementation of Conservation Measures 2–22 under Alternative 2C could affect 34 community character within the Delta region. However, because these impacts are social in nature, 35 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 36 community character are related to physical impacts involving population growth, these impacts are 37 described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2. Furthermore, 38 notable decreases in population or employment, even if limited to certain areas, sectors, or the 39 vacancy of individual buildings, could result in alteration of community character stemming from a 40 lack of maintenance, upkeep, and general investment.

#### Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing the Proposed Conservation Measures 2–22

- *NEPA Effects:* Under Alternative 2C, effects on local government fiscal conditions as a result of
   conservation measure implementation would be similar to those described under Alternative 1A,
   Impact ECON-16 because the measures are similar. Conservation Measures 2–22 would remove
   some private land from local property tax and assessment rolls. This economic effect would be
   considered adverse; however, the BDCP proponents would offset forgone property tax and
   assessments levied by local governments and special districts on private lands converted to habitat.
- 9 **CEQA Conclusion:** Under Alternative 2C, implementation of Conservation Measures 2–22 would 10 result in the removal of a portion of the property tax base for various local government entities in 11 the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is 12 estimated to reach \$176.7 million. However, the BDCP proponents would compensate local 13 governments and special districts for forgone revenue. CEQA does not require a discussion of 14 socioeconomic effects except where they would result in physical changes. If an alternative is not 15 anticipated to result in a physical change to the environment, it would not be considered to have a 16 significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131).

### 17 Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the 18 Proposed Conservation Measures 2-22

- NEPA Effects: Effects related to implementation of Conservation Measures 2–22 under this
   alternative would be similar to those described under Alternative 1A, Impact ECON-17 because the
   measures are similar. These measures may result in adverse and beneficial effects on recreational
   resources in the Delta region, resulting in the potential for decreased or increased economic
   activities related to recreation.
- 24 **CEQA Conclusion:** Implementation of conservation measures would limit opportunities for 25 recreation and compromise the quality of activities, leading to potential economic impacts. 26 However, over time, implementation could also improve the quality of existing recreational 27 opportunities, creating increased economic value with respect to recreation. This section considers 28 only the economic effects of recreational changes brought about by conservation measure 29 implementation. Potential physical changes to the environment relating to recreational resources 30 are described and evaluated in Chapter 15, Recreation, Section 15.3.3.7, Impacts REC-9 through REC-31 11.

### Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

34 Effects on agricultural economics as a result of the proposed Conservation Measures 2–22 would be 35 similar to those described under Alternative 1A, Impact ECON-18 because the measures are similar. 36 Conservation Measures 2–22 would convert land from existing agricultural uses. These direct effects 37 on agricultural land are described qualitatively in Chapter 14, Agricultural Resources, Section 38 14.3.3.7, Impacts AG-3 and AG-4. Effects on agricultural economics would include effects on crop 39 production and agricultural investments resulting from restoration actions on agricultural lands. 40 The effects would be similar in kind to those described for lands converted due to construction and 41 operation of the conveyance features and facilities. The total acreage and crop mix of agricultural 42 land potentially affected is not specified at this time, but when required, the BDCP proponents

- would provide compensation to property owners for losses due to implementation of the
   alternative.
- *NEPA Effects:* Because implementation of the Conservation Measures 2–22 would be anticipated to
   lead to reductions in crop acreage and in the value of agricultural production in the Delta region, this
   is considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
   agricultural productivity and compensating off-site.
- 8 **CEQA Conclusion:** Implementation of Conservation Measures 2–22 would reduce the total value of 9 agricultural production in the Delta region. The permanent removal of agricultural land from 10 production is addressed in Chapter 14. Aaricultural Resources. Section 14.3.3.7. Impacts AG-3 and 11 AG-4. The reduction in the value of agricultural production is not considered an environmental 12 impact. Significant environmental impacts would only result if the changes in regional economics 13 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 14 required, the BDCP proponents would provide compensation to property owners for economic 15 losses due to implementation of the alternative. While the compensation to property owners would 16 reduce the severity of economic effects related to the loss of agricultural land, it would not 17 constitute mitigation for any related physical impact. Measures to reduce these impacts are 18 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1.

#### 19 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions

- 20 **NEPA Effects:** The socioeconomic effects associated with operation of Alternative 2C would be the 21 same as those described under Alternative 2A, Impact ECON-19, because deliveries would be based 22 on the same operational guidelines. Changes in deliveries to hydrologic regions could result in 23 beneficial or adverse socioeconomic effects in these areas. In hydrologic regions where water 24 deliveries are predicted to increase when compared with the No Action Alternative, more stable 25 agricultural activities could support employment and economic production associated with 26 agriculture. Where M&I deliveries increase, population growth could lead to general economic 27 growth and support water-intensive industries. Such changes could also lead to shifts in the 28 character of communities in the hydrologic regions with resultant beneficial or adverse effects. 29 Likewise, growth associated with deliveries could require additional expenditures for local 30 governments while also supporting increases in revenue.
- *CEQA Conclusion:* Operation of water conveyance facilities under Alternative 2C could affect
   socioeconomic conditions in the hydrologic regions receiving water from the SWP and CVP.
   However, because these impacts are social and economic in nature, rather than physical, they are
   not considered environmental impacts under CEQA. To the extent that changes in socioeconomic
   conditions in the hydrologic regions would lead to physical impacts, such impacts are described in
   Chapter 30, *Growth Inducement and Other Indirect Effects*.

# 3716.3.3.8Alternative 3—Dual Conveyance with Pipeline/Tunnel and38Intakes 1 and 2 (6,000 cfs; Operational Scenario A)

- 39 Facilities construction under Alternative 3 would be similar to those described for Alternative 1A
- but with only two intakes as opposed to five. Operations would be different under Alternative 3 than
   under Alternative 1A.
### Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- 3 The regional economic effects on employment and income in the Delta region during construction
- 4 were evaluated. Changes are shown relative to the Existing Conditions and the No Action Alternative
- 5 (regional economic conditions do not differ between Existing Conditions and No Action Alternative).
- 6 The effects on employment and income are displayed in Table 16-37. The table shows the direct and
- 7 total change that would result from conveyance-related spending. As evident in Table 16-37,
- 8 spending on conveyance construction results in substantial local economic activity in the region. As
- 9 shown, direct construction employment is anticipated to vary over the 8-year construction period,
- 10 with an estimated 1,818 FTE jobs in the first year and 111 FTE jobs in the final year of the
- construction period. Construction employment is estimated to peak at 2,849 FTE jobs in year 4.
   Total employment (direct, indirect, and induced) would also peak in year 4, at 6,787 FTE jobs.

### 13Table 16-37. Regional Economic Effects on Employment and Labor Income during Construction14(Alternative 3)

Regional Economic	Year								
Impact <sup>a</sup>	1	2	3	4	5	6	7	8	Total
Employment (FTE)									
Direct	1,818	2,034	2,713	2,849	2,578	2,320	482	111	14,904
Total <sup>b</sup>	10,297	8,515	9,634	8,656	6,787	5,013	813	157	49,872
Labor Income (million \$)									
Direct	282.5	207.7	214.8	172.5	118.3	67.0	5.7	0.2	1,068.8
Total <sup>b</sup>	507.2	384.4	407.4	338.5	242.4	151.5	17.6	2.2	2,051.2

Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012).

<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.

<sup>b</sup> Includes direct, indirect, and induced effects; numbers may not sum to the total due to rounding. Detailed estimates are presented in Appendix 16A, *Regional Economic Impacts of Water Conveyance Facility Construction*.

15

16 The footprint of conveyance and related facilities such as roads and utilities would remove some 17 existing agricultural land from production, so the effects on employment and income would be 18 negative. The regional economic effects on employment and income in the Delta region from the 19 change in agricultural production are reported in Table 16-38. As shown, direct agricultural 20 employment would be reduced by an estimated 22 FTE jobs, while total employment (direct, 21 indirect, and induced) associated with agricultural employment would fall by 88 FTE jobs. Mapbook 22 Figures M14-1 and M14-2 display areas of Important Farmland and lands under Williamson Act 23 contracts that could be converted to other uses due to the construction of water conveyance 24 facilities for the Pipeline/Tunnel alignment. Note that not all of these structures would be 25 constructed under this alternative.

### 1Table 16-38. Regional Economic Effects on Agricultural Employment and Labor Income during2Construction (Alternative 3)

Regional Economic Impact <sup>a</sup>	Impacts on Agriculture			
Employment (FTE)				
Direct	-23			
Total <sup>b</sup>	-88			
Labor Income (million \$)				
Direct	-2.9			
Total <sup>b</sup>	-5.6			
Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012).				

<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.

<sup>b</sup> Includes direct, indirect, and induced effects.

3

4 Additionally, the Alternative 3 construction footprint would result in the abandonment of an 5 estimated six producing natural gas wells in the study area, as described in Chapter 26, Mineral 6 Resources, Section 26.3.3.8, Impact MIN-1. This could result in the loss of employment and labor 7 income associated with monitoring and maintaining these wells. Generally, small crews perform 8 ongoing monitoring and maintenance of several wells at a time. As shown in Chapter 26, Mineral 9 *Resources*, Table 26-3, 516 active producer wells are located in the study area. Even if all six 10 producing wells in the Alternative 3 construction footprint were abandoned and not replaced with 11 new wells installed outside the construction footprint, the percentage reduction in the number of 12 natural gas wells would be very small. As a result, the employment and labor income effects 13 associated with well abandonment, while negative, would be minimal.

*NEPA Effects:* Because construction of water conveyance facilities would result in an increase in
 construction-related employment and labor income, this would be considered a beneficial effect.
 However, these activities would also be anticipated to result in a decrease in agricultural-related
 employment and labor income, which would be considered an adverse effect. Mitigation Measure
 AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be
 available to reduce these effects by preserving agricultural productivity and compensating off-site.

20 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would increase total 21 employment and income in the Delta region during the construction period. The change would 22 result from expenditures on construction, increasing employment, and from changes in agricultural 23 production, decreasing employment. Changes in recreational expenditures and natural gas well 24 operations could also affect regional employment and income, but these have not been quantified. 25 The total change in employment and income is not, in itself, considered an environmental impact. 26 Significant environmental impacts would only result if the changes in regional economics cause 27 physical impacts. Such effects are discussed in other chapters throughout the EIR/EIS. Costs are 28 addressed in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of 29 agricultural land from production is addressed in Chapter 14, Agricultural Resources, Section 30 14.3.3.8, Impacts AG-1 and AG-2; changes in recreation related activities are addressed in Chapter 31 15, Recreation, Section 15.3.3.8, REC-1 through REC-4; abandonment of natural gas wells is 32 addressed in Chapter 26, Mineral Resources, Section 26.3.3.8, Impact MIN-1. When required, DWR 33 would provide compensation to property owners for economic losses due to implementation of the 34 alternative. While the compensation to property owners would reduce the severity of economic 35 effects related to the loss of agricultural land, it would not constitute mitigation for any related

- 1 physical impact. Measures to reduce these impacts are discussed in Chapter 14, *Agricultural*
- 2 *Resources*, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP
- 3 to preserve agricultural productivity and mitigate for loss of Important Farmland and land subject to
- 4 Williamson Act contracts or in Farmland Security Zones.

## Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of the Proposed Water Conveyance Facilities

#### 7 Population

8 Construction of conveyance facilities would require an estimated peak of 2,850 workers in year 4 of 9 the assumed 8-year construction period. It is anticipated that many of these new jobs would be filled 10 from within the existing five-county labor force. However, construction of the tunnels may require 11 specialized worker skills not readily available in the local labor pool. As a result, it is anticipated that 12 some specialized workers may be recruited from outside the five-county region. Considering the 13 multi-year duration of conveyance facility construction, it is anticipated that non-local workers 14 would temporarily relocate to the five-county region, thus adding to the local population. As 15 discussed in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2.1, Direct 16 Growth Inducement, an estimated 30 percent of workers could come from out of the Delta region, 17 suggesting that approximately 900 workers could relocate to the Delta region at the peak of the 18 construction period. However, this additional population would constitute a minor increase in the 19 total 2020 projected regional population of 4.6 million and be distributed throughout the region. 20 Changes in demand for public services resulting from any increase in population are addressed in 21 Chapter 20, Public Services and Utilities, Section 20.3.3.8, Impact UT-1 through UT-6.

#### 22 Housing

Changes in housing demand are based on changes in supply resulting from displacement during
 facilities construction and changes in housing demand resulting from employment associated with
 construction of conveyance facilities. As described in Chapter 13, *Land Use*, Section 13.3.3.8, Impact
 LU-2, construction of water conveyance facilities under Alternative 3 would conflict with
 approximately 37 residential structures.

- 28 The construction workforce would most likely commute daily to the work site from within the five-29 county region; however, if needed, there are about 53,000 housing units available to accommodate 30 workers who may choose to commute on a workweek basis or who may choose to temporarily 31 relocate to the region for the duration of the construction period, including the estimated 900 32 workers who may temporarily relocate to the Delta region from out of the region. In addition to the 33 available housing units, there are recreational vehicle parks and hotels and motels within the five-34 county region to accommodate any construction workers. As a result, and as discussed in more 35 detail in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2.1, Direct Growth 36 Inducement, construction of the proposed conveyance facilities is not expected to substantially
- 37 increase the demand for housing within the five-county region.
- 38 *NEPA Effects:* Within specific local communities, there could be localized effects on housing.
   39 However, given the availability of housing within the five-county region, predicting where this
   40 impact might fall would be speculative. In addition, new residents would likely be dispersed across
   41 the region thereby not creating a burden on any one community.
- 41 the region, thereby not creating a burden on any one community.

- Because these activities would not result in permanent concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Construction of the proposed water conveyance facilities would result in minor
   population increases in the Delta region with adequate housing supply to accommodate the change
   in population. Therefore, the minor increase in population is not anticipated to result in any adverse
   changes to the physical environment.

### 7 Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed 8 Water Conveyance Facilities

- 9 NEPA Effects: Under Alternative 3, effects on community character would be similar in nature and 10 location to those described under Alternative 1A, Impact ECON-3. However, the intensity of these 11 effects would be reduced due to the construction of only two intake facilities. As such, regional 12 population and employment would increase to levels described above under Impact ECON-1 and 13 ECON-2. While water conveyance construction could result in beneficial effects relating to the 14 economic welfare of a community, adverse social effects could also arise as a result of declining 15 economic stability or changes in community cohesion in communities closest to construction effects 16 and in those most heavily influenced by agricultural and recreational activities. Implementation of 17 mitigation measures and environmental commitments related to noise, visual effects, 18 transportation, agriculture, and recreation would reduce adverse effects (see Appendix 3B,
- 19 *Environmental Commitments*). These actions are summarized under Alternative 1A, Impact ECON-3.
- 20 **CEOA Conclusion:** Construction of water conveyance facilities under Alternative 3 could affect 21 community character in the Delta region. However, because these impacts are social in nature, 22 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 23 community character would lead to physical impacts involving population growth, such impacts are 24 described under Impact ECON-2 and in Chapter 30, Growth Inducement and Other Indirect Effects, 25 Section 30.3.2. Furthermore, notable decreases in population or employment, even if limited to 26 specific areas, sectors, or the vacancy of individual buildings, could result in alteration of community 27 character stemming from a lack of maintenance, upkeep, and general investment. However, 28 implementation of mitigation measures and environmental commitments related to noise, visual 29 effects, transportation, agriculture, and recreation, would reduce the extent of these effects (see 30 Appendix 3B, Environmental Commitments). Specifically, these commitments include Develop and 31 Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous Materials 32 Management Plans, Notification of Construction and Maintenance Activities in Waterways, Noise 33 Abatement Plan, Fire Prevention and Control Plan, and Prepare and Implement Mosquito 34 Management Plans.

### Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing the Proposed Water Conveyance Facilities

- NEPA Effects: Effects on tax revenue as a result of water conveyance construction under Alternative
   3 would be similar to those described under Alternative 1A, Impact ECON-4. However, due to the
   construction of fewer intake facilities, forgone revenue is estimated at \$7.6 million over the
   construction period. These decreases in revenue could potentially result in the loss of a substantial
   share of some agencies' tax bases, particularly for smaller districts affected by the BDCP. This
   economic effect would be adverse; however, the BDCP proponents would make arrangements to
- 43 compensate local governments for the loss of property tax or assessment revenue for land used for

- 1 constructing, locating, operating, or mitigating for new Delta water conveyance facilities.
- 2 Additionally, as discussed under Impact ECON-2, construction of the water conveyance facilities
- 3 would be anticipated to result in a net increase of income and employment in the Delta region. This
- 4 would also create an indirect beneficial effect through increased sales tax revenue for local
- 5 government entities that rely on sales taxes.

6 **CEQA Conclusion:** Under Alternative 3, construction of water conveyance facilities would result in 7 the removal of a portion of the property tax base for various local government entities in the Delta 8 region. Over the construction period, property tax and assessment revenue forgone is estimated at 9 \$7.6 million. However, the Sacramento-San Joaquin Delta Reform Act commits the entities receiving 10 water from the State Water Project and federal Central Valley Project to mitigate for lost property 11 tax and assessment revenue associated with land needed for the construction of new conveyance 12 facilities (Water Code Section 85089). Additionally, any losses could be offset, at least in part, by an 13 anticipated increase in sales tax revenue. CEOA does not require a discussion of socioeconomic 14 effects except where they would result in reasonably foreseeable physical changes. If an alternative 15 is not anticipated to result in a physical change to the environment, it would not be considered to 16 have a significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131). Here, any 17 physical consequences resulting from fiscal impacts are too speculative to ascertain.

### 18 Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed 19 Water Conveyance Facilities

- 20 **NEPA Effects:** Under Alternative 3, disruption of recreational activities during the construction 21 period would be similar in character to that described under Alternative 1A, Impact ECON-5. 22 However, only Intakes 1 and 2 would be constructed under this alternative. While access to 23 recreational facilities would be maintained throughout construction, the quality of recreational 24 activities including boating, fishing, waterfowl hunting, and hiking in the Delta could be indirectly 25 affected by noise, lighting, traffic, and visual degradation in proximity to water conveyance 26 construction. Relative to Alternative 1A, however, two fewer established recreational sites or areas 27 would be affected by this alternative.
- 28 Construction of water conveyance structures under this alternative would be anticipated to result in 29 a lower-quality recreational experience in a number of localized areas throughout the Delta, despite 30 the implementation of mitigation measures, including enhancement of fishing access sites and 31 incorporation of recreational access into project design, and environmental and non-32 environmental commitments, including providing funding to implement recreational 33 improvements and control aquatic weeds, providing notification of maintenance activities in 34 waterways, and developing and implementing a noise abatement plan, as described in Appendix 35 3B, Environmental Commitments. With a decrease in recreational quality, the number of visits would 36 be anticipated to decline, at least in areas closest to construction activities. The multi-year schedule 37 and geographic scale of construction activities and the anticipated decline in recreational spending 38 would be considered an adverse effect. The commitments and mitigation measure cited above 39 would contribute to the reduction of this effect.
- 40 *CEQA Conclusion*: Construction of the proposed water conveyance facilities under Alternative 3
   41 could impact recreational revenue in the Delta region if construction activities result in fewer visits
   42 to the area. Fewer visits would be anticipated to result in decreased economic activity related to
   43 recreational activities. This section considers only the economic effects of recreational changes
   44 brought about by construction of the proposed water conveyance facilities. Potential physical

changes to the environment relating to recreational resources are described and evaluated in
 Chapter 15, *Recreation*, Section 15.3.3.8, Impacts REC-1 through REC-4.

## Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

Construction of conveyance facilities would convert land from existing agricultural uses to uses that
include direct facility footprints, construction staging areas, borrow/spoils areas, RTM storage,
temporary and permanent roads, and utilities. Agricultural land could also be affected by changes in
water quality and other conditions that would affect crop productivity. These direct effects on
agricultural land are described in Chapter 14, *Agricultural Resources*, Section 14.3.3.8, Impacts AG-1
and AG-2.

- 11 Changes in crop acreage were used to describe the associated changes in economic values. Unit 12 prices, yields, and crop production and investment costs were presented in Section 16.1, 13 *Environmental Setting/Affected Environment*. Table 16-39 summarizes the changes in acreage and 14 value of agricultural production that would result in the Delta region as a result of Alternative 3 15 construction. Changes are shown relative to the Existing Conditions and the No Action Alternative, 16 by aggregate crop category (agricultural resources under Existing Conditions and in the No Action
- Alternative were assumed to be the same). The table also includes a summary of changes in crop
   acreages that are reported in greater detail in Appendix 14A, *Individual Crop Effects as a Result of BDCP Water Conveyance Facility Construction*.
- Total value of irrigated crop production in the Delta would decline on average by \$8.3 million per
  year during the construction period, with total irrigated crop acreage declining by about 5,100 acres,
  These estimates are not dependent on water year type.
- Alternative 3 may also affect production costs, investments in production facilities and standing
   orchards and vineyards, and salinity of agricultural water supply. Effects would be similar to those
   qualitatively described under Alternative 1A, Impact ECON-6. Chapter 14, *Agricultural Resources*,
   Section 14.3.3.8, Impacts AG-1 and AG-2, provides discussion of indirect effects on agricultural
   resources.

Analysis Metric	Alternative 3	Change from Existing Conditions and No Action Alternative
Total Crop Acreage (thousand acres)	478.5	-5.1
Grains	58.2	-0.5
Field crops	189.5	-1.6
Forage crops	111.5	-1.2
Vegetable, truck, and specialty crops	76.6	-0.5
Orchards and vineyards	42.7	-1.3
Total Value of Production (million \$)	641.8	-8.3
Grains	24.1	-0.1
Field crops	112.8	-1.0
Forage crops	72.1	-1.0
Vegetable, truck, and specialty crops	266.5	-1.8
Orchards and vineyards	166.2	-4.3

### 1Table 16-39. Crop Acres and Value of Agricultural Production in the Delta during Construction2(Alternative 3)

Commerce 2012).

*NEPA Effects:* Because construction of the proposed water conveyance facilities would lead to
 reductions in crop acreage and in the value of agricultural production in the Delta region, this is
 considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
 agricultural productivity and compensating off-site.

9 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would reduce the total 10 value of agricultural production in the Delta region. The removal of agricultural land from 11 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.8, Impacts AG-1 and 12 AG-2. The reduction in the value of agricultural production is not considered an environmental 13 impact. Significant environmental impacts would only result if the changes in regional economics 14 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 15 required, DWR would provide compensation to property owners for economic losses due to 16 implementation of the alternative. While the compensation to property owners would reduce the 17 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 18 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14, 19 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, 20 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland

21 and land subject to Williamson Act contracts or in Farmland Security Zones.

## Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 24 Permanent effects on regional economics during operation and maintenance of the proposed water
- 25 conveyance facilities would be similar to those described under Alternative 1A, Impact ECON-7.
- 26 Increased expenditures related to operation and maintenance of water conveyance facilities would
- 27 be expected to result in a permanent increase in regional employment and income, as presented in

<sup>3</sup> 

Table 16-22. The permanent removal of agricultural land following construction would have lasting
 negative effects on agricultural employment and income, as shown in Table 16-23.

*NEPA Effects:* Because continued operation and maintenance of water conveyance facilities would
 result in an increase in operations-related employment and labor income, this would be considered
 a beneficial effect. However, the long-term footprint of facilities would lead to a continued decline in
 agricultural-related employment and labor income, which would be considered an adverse effect.
 Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
 AG-1, would be available to reduce these effects by preserving agricultural productivity and
 compensating off-site.

10 **CEQA** Conclusion: Operation and maintenance of the proposed water conveyance facilities would 11 increase total employment and income in the Delta region. The net change would result from 12 expenditures on operation and maintenance and from changes in agricultural production. The total 13 change in income and employment is not, in itself, considered an environmental impact. Significant 14 environmental impacts would only result if the changes in regional economics cause physical 15 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed 16 in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of agricultural land 17 from production is addressed in Chapter 14, Aaricultural Resources, Section 14.3.3.8, Impacts AG-3 18 and AG-4; changes in recreation related activities are addressed in Chapter 15, Recreation, Section 19 15.3.3.8, Impacts REC-5 through REC-8. When required, DWR would provide compensation to 20 landowners as a result of acquiring lands for the proposed conveyance facilities. While the 21 compensation to property owners would reduce the severity of economic effects related to the loss 22 of agricultural land, it would not constitute mitigation for any related physical impact. Measures to 23 reduce these impacts are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact 24 AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP to preserve agricultural 25 productivity and mitigate for loss of Important Farmland and land subject to Williamson Act 26 contracts or in Farmland Security Zones.

### Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- Permanent effects on population and housing during operation and maintenance of the proposed
  water conveyance facilities would be similar to those described under Alternative 1A, Impact ECON8. It is anticipated that non-local workers would relocate to the five-county region, thus adding to
  the local population. However, this additional population would constitute a minor increase in the
  total 2020 projected regional population of 4.6 million and be distributed throughout the region. It
  is anticipated that most of the operational workforce would be drawn from within the five-county
  region. Consequently, operation of the conveyance facilities would not result in impacts on housing.
- 36 **NEPA Effects:** Because these activities would not result in concentrated, substantial increases in 37 population or new housing, they would not be considered to have an adverse effect.
- 38 *CEQA Conclusion*: Operation and maintenance of the proposed water conveyance facilities would
- result in minor population increases in the Delta region with adequate housing supply to
- 40 accommodate the change in population and therefore adverse changes in the physical environment
- 41 are not anticipated.

### Impact ECON-9: Changes in Community Character during Operation and Maintenance of the Proposed Water Conveyance Facilities

3 **NEPA Effects:** Under Alternative 3, effects on community character would be similar in nature and 4 location to those described under Alternative 1A, Impact ECON-9. However, the intensity of these 5 effects would be reduced based on the operation and maintenance of two intake facilities. While 6 water conveyance operation and maintenance could result in beneficial effects relating to the 7 economic welfare of a community, lasting adverse social effects, including effects on community 8 cohesion, could also arise in communities closest to physical features and in those most heavily 9 influenced by agricultural and recreational activities. Implementation of mitigation measures and 10 environmental commitments related to noise, visual effects, transportation, agriculture, and 11 recreation would reduce adverse effects (see Appendix 3B, *Environmental Commitments*). These 12 actions are summarized under Alternative 1A, Impact ECON-9.

13 **CEQA Conclusion:** Operation and maintenance of water conveyance facilities under Alternative 3 14 could affect community character in the Delta region. However, because these impacts are social in 15 nature, rather than physical, they are not considered impacts under CEQA. To the extent that 16 changes to community character would lead to physical impacts involving population growth, such 17 impacts are described under Impact ECON-8 and in Chapter 30, Growth Inducement and Other 18 Indirect Effects, Section 30.3.2. Furthermore, notable decreases in population or employment, even if 19 limited to specific areas, sectors, or the vacancy of individual buildings, could result in alteration of 20 community character stemming from a lack of maintenance, upkeep, and general investment.

### Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and Maintenance of the Proposed Water Conveyance Facilities

23 **NEPA Effects:** Effects on tax revenue as a result of ongoing water conveyance operations under 24 Alternative 3 would be similar to those described under Alternative 1A, Impact ECON-10. However, 25 with the construction of fewer intake facilities, forgone revenue is estimated at \$45.8 million over 26 the 50-year permit period, a smaller reduction than in Alternative 1A. These decreases in revenue 27 could potentially result in the loss of a significant share of some agencies' tax bases, particularly for 28 smaller districts affected by the BDCP. This economic effect would be adverse; however, the BDCP 29 proponents would make arrangements to compensate local governments for the loss of property tax 30 or assessment revenue for land used for constructing, locating, operating, or mitigating for new 31 Delta water conveyance facilities. Additionally, as discussed under Impact ECON-7, continued 32 operation and maintenance of the water conveyance facilities would be anticipated to result in a net 33 increase of income and employment in the Delta region. This could also create an indirect beneficial 34 effect through increased sales tax revenue for local government entities that rely on sales taxes.

35 **CEQA** Conclusion: Under Alternative 3, the ongoing operation and maintenance of water 36 conveyance facilities would reduce property tax revenues for various local government entities in 37 the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is 38 estimated at \$45.8 million, compared with annual property tax revenue of more than \$934 million in 39 the Delta counties (California State Controller's Office 2012). Projected over the 50-year period, 40 these removals would likely represent less than 1% of these counties' property tax revenue. 41 However, the Sacramento-San Joaquin Delta Reform Act commits the entities receiving water from 42 the State Water Project and federal Central Valley Project to mitigate for lost property tax and 43 assessment revenue associated with land needed for the construction of new conveyance facilities 44 (Water Code Section 85089). Additionally, any losses could be offset, at least in part, by an

- 1 anticipated increase in sales tax revenue. CEQA does not require a discussion of socioeconomic
- 2 effects except where they would result in reasonably foreseeable physical changes. If an alternative
- 3 is not anticipated to result in a physical change to the environment, it would not be considered to
- 4 have a significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131). Here, any
- 5 physical consequences resulting from fiscal impacts are too speculative to ascertain.

## Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 8 Effects on recreation economics during operation and maintenance of the proposed water
- 9 conveyance facilities under Alternative 3 would be similar to those described under Alternative 1A,
   10 Impact ECON-11.
- *NEPA Effects:* Maintenance of conveyance facilities, including intakes, would result in periodic
   temporary but not substantial adverse effects on boat passage and water-based recreational
   activities. Because effects of facility maintenance would be short-term and intermittent, significant
   economic effects are not anticipated to result from operation and maintenance of the facilities.
- *CEQA Conclusion*: Operation and maintenance activities associated with the proposed water
   conveyance facilities under Alternative 3 are anticipated to create minor effects on recreational
   resources and therefore, are not expected to significantly reduce economic activity related to
   recreational activities. This section considers only the economic effects of recreational changes.
   Potential physical changes to the environment relating to recreational resources are described and
   evaluated in Chapter 15, *Recreation*, Section 15.3.3.8, Impacts REC-5 through REC-8.

# Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- During operation and maintenance of conveyance facilities existing agricultural land would be in
   uses that include direct facility footprints and associated permanent roads and utilities. Agricultural
   land could also be affected by changes in water quality and other conditions that would affect crop
   productivity. These direct effects on agricultural land are described in Chapter 14, *Agricultural Resources*, Section 14.3.3.8, Impacts AG-1 and AG-2.
- 28 Changes in crop acreage were used to estimate the associated changes in economic values. Unit
- 29 prices, yields, and crop production and investment costs were presented in Section 16.1,
- 30 *Environmental Setting/Affected Environment*. Table 16-40 summarizes the changes in acreage and
- 31 value of agricultural production that would result in the Delta region during operation of Alternative
- 32 3. Changes are shown relative to the Existing Conditions and the No Action Alternative by aggregate 33 crop category (agricultural resources under Existing Conditions and in the No Action Alternative
- crop category (agricultural resources under Existing Conditions and in the No Action Alternative
   were assumed to be the same). The changes in crop acreages are reported in greater detail in
- 35 Appendix 14A, *Individual Crop Effects as a Result of BDCP Water Conveyance Facility Construction*.
- 36 Total value of irrigated crop production in the Delta region would decline on average by \$7.1 million
- 37 per year during operation and maintenance, with total irrigated crop acreage declining by about
- 384,300 acres. These estimates are not dependent on water year type.

Analysis Metric	Alternative 3	Change from Existing Conditions and No Action Alternative		
Total Crop Acreage (thousand acres)	479.3	-4.3		
Grains	58.3	-0.3		
Field crops	189.8	-1.3		
Forage crops	111.6	-1.1		
Vegetable, truck, and specialty crops	76.7	-0.4		
Orchards and vineyards	42.8	-1.2		
Total Value of Production (million \$)	642.9	-7.1		
Grains	24.1	-0.1		
Field crops	113.1	-0.8		
Forage crops	72.2	-0.9		
Vegetable, truck, and specialty crops	266.9	-1.5		
Orchards and vineyards	166.7	-3.8		
Note: Value of production is based on prices received by farmers, in 2011 dollars (U.S. Department of Commerce 2012).				

### Table 16-40. Crop Acres and Value of Agricultural Production in the Delta during Operations and Maintenance (Alternative 3)

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Alternative 3 may also affect production costs on lands even if gross revenues are largely unaffected.
Costs could be associated with operational constraints and longer travel times due to permanent
facilities. In most cases, affected lands fall within the facilities footprint, and are included in the
agricultural acreage and value of production described elsewhere in this chapter and in Chapter 14, *Agricultural Resources*, Section 14.3.3.8.

9 Crop yields and crop selection on lands in the Delta could be affected by changes in salinity of
10 agricultural water supply during operation and maintenance activities. If operation of the proposed
11 conveyance facilities increases salinity in part of the Delta, crops that are more sensitive to salinity
12 could shift to other lands in the five-county Delta region. See Chapter 14, *Agricultural Resources*,
13 Section 14.3.3.8, Impact AG-2, for further discussion of effects from changes in salinity.

*NEPA Effects:* The footprint of water conveyance facilities would result in lasting reductions in crop
 acreage and in the value of agricultural production in the Delta region; therefore, this is considered
 an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section
 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving agricultural
 productivity and compensating off-site.

19 **CEQA Conclusion:** During operation and maintenance of the proposed water conveyance facilities 20 the value of agricultural production in the Delta region would be reduced. The permanent removal 21 agricultural land from production is addressed in Chapter 14, Agricultural Resources, Section 22 14.3.3.8, Impacts AG-1 and AG-2. The reduction in the value of agricultural production is not 23 considered an environmental impact. Significant environmental impacts would only result if the changes in regional economics cause physical impacts. Such effects are discussed in other chapters 24 25 throughout this EIR/EIS. When required, DWR would provide compensation to property owners for 26 economic losses due to implementation of the alternative. While the compensation to property 27 owners would reduce the severity of economic effects related to the loss of agricultural land, it 28 would not constitute mitigation for any related physical effect. Measures to reduce these impacts are 29 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly

- Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for
   loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security
- 3 Zones.

# Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the Implementation of the Proposed Conservation Measures 2–22

6 **NEPA Effects:** Effects on regional economics as a result of the proposed Conservation Measures 2– 7 22 would be similar to those described under Alternative 1A, Impact ECON-13 because the 8 measures are similar. In the Delta region, spending on Conservation Measures 2-22 would include 9 construction, operation and maintenance activities that would convert or disturb existing land use. 10 Because implementation of Conservation Measures 2–22 would be anticipated to result in an increase in construction and operation and maintenance-related employment and labor income, this 11 12 would be considered a beneficial effect. However, implementation of these components would also 13 be anticipated to result in a decrease in agricultural-related employment and labor income, which 14 would be considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, 15 *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by 16 preserving agricultural productivity and compensating off-site. Additionally, implementation of 17 these components are anticipated to result in the abandonment of natural gas wells, causing a 18 decrease in employment and labor income associated with monitoring and maintaining wells, which 19 would be considered an adverse effect. Mitigation Measure MIN-5, described in Chapter 26, Mineral 20 *Resources*, Section 26.3.3.2, Impact MIN-5, would be available to reduce these effects by minimizing, 21 to the extent feasible, the need for well abandonment or relocation.

22 **CEQA Conclusion:** Implementation of the proposed Conservation Measures 2–22 would affect total 23 employment and income in the Delta region. The change in total employment and income in the 24 Delta region is based on expenditures resulting from implementation of the proposed Conservation 25 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas 26 production activities. The total change in employment and income is not, in itself, considered an 27 environmental impact. Significant environmental impacts would only result if the changes in 28 regional economics cause physical impacts. Such effects are discussed in other chapters throughout 29 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, Agricultural 30 Resources, Section 14.3.3.2, Impacts AG-3 and AG-4; changes in recreation-related activities are 31 addressed in Chapter 15, *Recreation*, Section 15.3.3.2, Impacts REC-9 through REC-11; abandonment 32 of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-5.

## Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

Effects on population and housing as a result of the proposed Conservation Measures 2–22 would be similar to those described under Alternative 1A, Impact ECON-14 because the measures are similar. In general, the changes in population and housing would include increases in population from the construction and operation and maintenance-related activity and declines in residential housing and business establishments as a result of lands converted or impaired.

- 40 *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
  41 population or new housing, they would not be considered to have an adverse effect.
- 42 *CEQA Conclusion*: Implementation of the proposed Conservation Measures 2–22 would impact total
   43 population and housing in the Delta region. The change in total population and housing in the Delta

- 1 region is based on employment resulting from implementation of the proposed Conservation
- 2 Measures 2–22. The change in population and housing is expected to be minor relative to the five-
- 3 county Delta region, and dispersed throughout the region. Therefore, significant changes to the
- 4 physical environment are not anticipated to result.

# Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed Conservation Measures 2-22

- 7 **NEPA Effects:** Effects on community character as a result of the proposed Conservation Measures 2– 8 22 would be similar to those described under Alternative 1A, Impact ECON-15 because the 9 measures are similar. While implementation of Conservation Measures 2-22 could result in 10 beneficial effects relating to the economic welfare of a community, adverse social effects, including 11 effects on community cohesion, could also arise in those communities closest to character-changing 12 effects and those most heavily influenced by agricultural activities. Implementation of mitigation 13 measures and environmental commitments related to noise, visual effects, transportation, 14 agriculture, and recreation would reduce adverse effects (see Appendix 3B, Environmental 15 *Commitments*). These actions are summarized under Alternative 1A, Impact ECON-15.
- 16 **CEOA Conclusion:** Implementation of Conservation Measures 2–22 under Alternative 3 could affect 17 community character within the Delta region. However, because these impacts are social in nature, 18 rather than physical, they are not considered impacts under CEOA. To the extent that changes to 19 community character are related to physical impacts involving population growth, these impacts are 20 described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2. Furthermore, 21 notable decreases in population or employment, even if limited to certain areas, sectors, or the 22 vacancy of individual buildings, could result in alteration of community character stemming from a 23 lack of maintenance, upkeep, and general investment.

# Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing the Proposed Conservation Measures 2-22

- *NEPA Effects:* Under Alternative 3, effects on local government fiscal conditions as a result of
   conservation measure implementation would be similar to those described under Alternative 1A,
   Impact ECON-16. Conservation Measures 2–22 would remove some private land from local property
   tax and assessment rolls. This economic effect could be considered substantial and adverse;
   however, the magnitude of this effect would depend on the footprints of restoration areas. The BDCP
   proponents would arrange to offset forgone property tax and assessments levied by local
   governments and special districts on private lands converted to habitat.
- 33 **CEOA Conclusion:** Under Alternative 3, implementation of Conservation Measures 2–22 would 34 result in the removal of a portion of the property tax base for various local government entities in 35 the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is 36 estimated to reach \$176.7 million. However, the BDCP proponents would compensate local 37 governments and special districts for forgone revenue. CEQA does not require a discussion of 38 socioeconomic effects except where they would result in physical changes. If an alternative is not 39 anticipated to result in a physical change to the environment, it would not be considered to have a 40 significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131).

#### 1 Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the 2 **Proposed Conservation Measures 2–22**

3 **NEPA Effects:** Effects related to implementation of Conservation Measures 2–22 under this 4 alternative would be similar to those described under Alternative 1A, Impact ECON-17. These 5 measures may result in adverse and beneficial effects on recreational resources in the Delta region, 6 resulting in the potential for decreased or increased economic activities related to recreation.

7 **CEQA Conclusion:** Implementation of conservation measures would limit opportunities for 8 recreation and compromise the quality of activities, leading to potential economic impacts. 9 However, over time, implementation could also improve the quality of existing recreational 10 opportunities, creating increased economic value with respect to recreation. This section considers 11 only the economic effects of recreational changes brought about by conservation measure 12 implementation. Potential physical changes to the environment relating to recreational resources 13 are described and evaluated in Chapter 15, Recreation, Section 15.3.3.8, Impacts REC-9 through REC-11.

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#### 15 Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of 16 **Implementing the Proposed Conservation Measures 2–22**

17 Effects on agricultural economics as a result of the proposed Conservation Measures 2–22 would be 18 similar to those described under Alternative 1A, Impact ECON-18 because the measures are similar. 19 Conservation Measures 2–22 would convert land from existing agricultural uses. These direct effects 20 on agricultural land are described qualitatively in Chapter 14, Agricultural Resources, Section 21 14.3.3.8, Impacts AG-3 and AG-4. Effects on agricultural economics would include effects on crop 22 production and agricultural investments resulting from restoration actions on agricultural lands. 23 The effects would be similar in kind to those described for lands converted due to construction and 24 operation of the conveyance features and facilities. The total acreage and crop mix of agricultural 25 land potentially affected is not specified at this time, but when required, the BDCP proponents 26 would provide compensation to property owners for losses due to implementation of the 27 alternative.

28 **NEPA Effects:** Because implementation of Conservation Measures 2–22 would be anticipated to lead 29 to reductions in crop acreage and in the value of agricultural production in the Delta region, this is 30 considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural 31 *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving 32 agricultural productivity and compensating off-site.

33 **CEQA Conclusion:** Implementation of Conservation Measures 2–22 would reduce the total value of 34 agricultural production in the Delta region. The permanent removal of agricultural land from 35 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.8, Impacts AG-3 and 36 AG-4. The reduction in the value of agricultural production is not considered an environmental 37 impact. Significant environmental impacts would only result if the changes in regional economics 38 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 39 required, the BDCP proponents would provide compensation to property owners for economic 40 losses due to implementation of the alternative. While the compensation to property owners would 41 reduce the severity of economic effects related to the loss of agricultural land, it would not 42 constitute mitigation for any related physical impact. Measures to reduce these impacts are 43 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1.

#### 1 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions

- 2 The socioeconomic effects associated with operation of Alternative 3 would be similar to those
- 3 described under Alternative 1A, Impact ECON-19; however, the magnitude of the effects would be
- 4 different based the construction of two intakes and different operational guidelines leading to
- 5 different deliveries to hydrologic regions. Changes in deliveries to hydrologic regions could result in
- 6 beneficial or adverse socioeconomic effects in these areas. In hydrologic regions where water
- 7 deliveries are predicted to increase when compared with the No Action Alternative, more stable
- 8 agricultural activities could support employment and economic production associated with
- 9 agriculture.

### 10 Changes in SWP Deliveries Compared to No Action Alternative

- 11 Compared to No Action Alternative (2060), Alternative 3 would increase deliveries to all hydrologic
- 12 regions except for the San Joaquin River Region, which would experience no change in deliveries.
- 13 Compared to the No Action Alternative (2060), South Coast would receive the largest net increase
- 14 (up to 280 TAF of Table A plus Article 21 deliveries) among the regions, which represents 68% of
- 15 the net increase in Table A plus Article 21 M&I deliveries under Alternative 3 (refer to Chapter 30,
- 16 *Growth Inducement and Other Indirect Effects,* Table 30-16, for more information).

### 17 Changes in CVP Deliveries Compared to No Action Alternative

- 18Alternative 3 would not change M&I deliveries for the Sacramento River, South Coast, South19Lahontan and Colorado River Regions because there are no affected CVP contractors located in these20regions. Compared to the No Action Alternative (2060), Alternative 3 would result in increased21deliveries to the other hydrologic regions. Compared to the No Action Alternative (2060) San22Francisco Bay is projected to receive the largest potential increase (6 TAF) among the hydrologic23regions (refer to Chapter 30, Growth Inducement and Other Indirect Effects, Table 30-17 for more24information).
- NEPA Effects: Where M&I deliveries increase, population growth could lead to general economic
   growth and support water-intensive industries. Changes to agricultural production and population
   growth with its associated economic activity could also lead to shifts in the character of
   communities in the hydrologic regions with resultant beneficial or adverse effects. Likewise, growth
   associated with deliveries could require additional expenditures for local governments while also
   supporting increases in revenue.
- 31 *CEQA Conclusion:* As described above, the operational components of BDCP Conservation Measure
   32 1 could result in a number of effects in areas receiving SWP and CVP water deliveries outside of the
   33 Delta.

### 34 Changes in SWP Deliveries Compared to Existing Conditions

- 35 Compared to Existing Conditions, Alternative 3 would increase deliveries to all hydrologic regions
- 36 except for the San Joaquin River Region, which would experience no change in deliveries. South
- Coast would receive the largest net increase (up to 210 TAF of Table A plus Article 21 deliveries)
- among the regions, which represents 70% of the net increase in M&I deliveries (refer to Chapter 30,
- 39 *Growth Inducement and Other Indirect Effects*, Table 30-16 for more information).

#### 1 Changes in CVP Deliveries Compared to Existing Conditions

- 2 Alternative 3 would not change M&I deliveries for the Sacramento River, South Coast, South
- 3 Lahontan, and Colorado River Regions because there are no affected CVP contractors located in
- 4 these regions. Compared to Existing Conditions, Alternative 3 would result in decreased deliveries
- 5 to the other hydrologic regions. Compared to Existing Conditions, San Francisco Bay is projected to
- 6 receive the largest decrease (2 TAF) among the hydrologic regions (refer to Chapter 30, *Growth*
- 7 *Inducement and Other Indirect Effects,* Table 30-17 for more information).

#### 8 Summary

- 9 Operation of water conveyance facilities under Alternative 3 could affect socioeconomic conditions
- 10 in the hydrologic regions receiving water from the SWP and CVP. However, because these impacts
- are social and economic in nature, rather than physical, they are not considered environmental impacts under CEOA. To the extent that changes in socioeconomic conditions in the hydrologic
- impacts under CEQA. To the extent that changes in socioeconomic conditions in the hydrologic
   regions would lead to physical impacts, such impacts are described in Chapter 30, *Growth*
- 14 Inducement and Other Indirect Effects.

# 1516.3.3.9Alternative 4—Dual Conveyance with Modified Pipeline/Tunnel16and Intakes 2, 3, and 5 (9,000 cfs; Operational Scenario H)

- 17 Alternative 4 would result in temporary effects on lands and communities associated with 18 construction of three intakes and intake pumping plants, and other associated facilities; an 19 intermediate forebay; conveyance pipelines; tunnels; an operable barrier at the head of Old River, 20 and a new 600 acre Byron Tract Forebay, adjacent to and south of Clifton Court Forebay. Nearby 21 areas would be altered as work or staging areas, concrete batch plants, fuel stations, or be used for 22 spoils storage areas. Transmission lines, access roads, and other incidental facilities would also be 23 needed for operations, and construction of these structures would also have effects on lands and 24 communities.
- The following impact analysis is divided into four subsections: effects of construction of facilities
  under CM1 in the Delta region, effects of operations of facilities under CM1 in the Delta region,
  effects of implementation of other conservation measures, and effects in hydrologic regions outside
  of the Delta as a result of changes in water deliveries.

## Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta Region during Construction of the Proposed Water Conveyance Facilities

31 The regional economic effects on employment and income in the Delta region during construction 32 were evaluated. Changes are shown relative to the Existing Conditions and the No Action Alternative 33 (regional economic conditions do not differ between Existing Conditions and No Action Alternative). 34 The effects on employment and income are displayed in Table 16-41. The table shows the direct and 35 total changes that would result from conveyance-related spending. As evident in Table 16-41, 36 spending on conveyance construction would result in substantial economic activity in the region. As 37 shown, direct construction employment is anticipated to vary over the 8-year construction period, 38 with an estimated 2,437 FTE jobs in the first year and 132 FTE jobs in the final year of the 39 construction period. Construction employment is estimated to peak at 3,937 FTE jobs in year 3. 40 Total employment (direct, indirect, and induced) would peak in year 1, at 16,029 FTE jobs.

#### 1 Table 16-41. Regional Economic Effects on Employment and Labor Income during Construction

### 2 (Alternative 4)

Regional Economic	Year								
Impact <sup>a</sup>	1	2	3	4	5	6	7	8	Total
Employment (FTE)									
Direct	2,437	2,944	3,937	3,825	3,533	2,682	769	132	20,259
Total <sup>b</sup>	16,029	13,707	15,254	13,086	10,240	6,351	1,295	186	76,147
Labor Income (million \$)									
Direct	459.0	350.4	357.4	284.4	196.0	97.5	8.9	0.2	1,753.7
Total <sup>b</sup>	815.6	640.5	668.7	543.7	389.5	209.0	27.8	2.5	3,297.2

Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012).

<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.

<sup>b</sup> Includes direct, indirect, and induced effects; numbers may not sum to the total due to rounding. Detailed estimates are presented in Appendix 16A, *Regional Economic Impacts of Water Conveyance Facility Construction*.

#### 3

4 The footprint of conveyance and related facilities such as roads and utilities would remove some 5 existing agricultural land from production, so the effects on employment and income would be 6 negative. The regional economic effects on employment and income in the Delta region from the 7 change in agricultural production are reported in Table 16-42. As shown, direct agricultural 8 employment would be reduced by an estimated 16 FTE jobs, while total employment (direct, 9 indirect, and induced) associated with agricultural employment would fall by 57 FTE jobs. Mapbook 10 Figures M14-7 and M14-8 display areas of Important Farmland and lands under Williamson Act 11 contracts that could be converted to other uses due to the construction of water conveyance 12 facilities for the Modified Pipeline/Tunnel alignment. Note that not all of these structures would be

13 constructed under this alternative.

### 14Table 16-42. Regional Economic Effects on Agricultural Employment and Labor Income during15Construction (Alternative 4)

Regional Economic Impact <sup>a</sup>	Impacts on Agriculture				
Employment (FTE)					
Direct	-16				
Total <sup>b</sup>	-57				
Labor Income (million \$)					
Direct	-1.8				
Total <sup>b</sup>	-3.5				
Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012). a IMPLAN results are changes relative to Existing Condition or No Action Alternative. b Includes direct indirect and induced effects					

16

17 Additionally, the Alternative 4 construction footprint would result in the abandonment of an

18 estimated six producing natural gas wells in the study area, as described in Chapter 26, *Mineral* 

19 *Resources*, Section 26.3.3.9, Impact MIN-1. This could result in the loss of employment and labor

income associated with monitoring and maintaining these wells. Generally, small crews perform
ongoing monitoring and maintenance of several wells at a time. As shown in Chapter 26, *Mineral Resources*, Table 26-3, 516 active producer wells are located in the study area. Even if all six
producing wells in the Alternative 4 construction footprint were abandoned and not replaced with
new wells installed outside the construction footprint, the percentage reduction in the number of
natural gas wells would be very small. As a result, the employment and labor income effects
associated with well abandonment, while negative, would be minimal.

*NEPA Effects:* Because construction of water conveyance facilities would result in an increase in
 construction-related employment and labor income, this would be considered a beneficial effect.
 However, these activities would also be anticipated to result in a decrease in agricultural-related
 employment and labor income, which would be considered an adverse effect. Mitigation Measure
 AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be
 available to reduce these effects by preserving agricultural productivity and compensating off-site.

14 **CEOA Conclusion:** Construction of the proposed water conveyance facilities would temporarily 15 increase total employment and income in the Delta region. The change would result from 16 expenditures on construction, increasing employment, and from changes in agricultural production, 17 decreasing employment. Changes in recreational expenditures and natural gas well operations could 18 also affect regional employment and income, but these have not been quantified. The total change in 19 employment and income is not, in itself, considered an environmental impact. Significant 20 environmental impacts would only result if the changes in regional economics cause physical 21 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed 22 in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of agricultural land 23 from production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.9, Impacts AG-1 24 and AG-2; changes in recreation related activities are addressed in Chapter 15, *Recreation*, Section 25 15.3.3.9. REC-1 through REC-4: abandonment of natural gas wells is addressed in Chapter 26. 26 *Mineral Resources*, Section 26.3.3.9, Impact MIN-1. When required, DWR would provide 27 compensation to property owners for economic losses due to implementation of the alternative. 28 While the compensation to property owners would reduce the severity of economic effects related 29 to the loss of agricultural land, it would not constitute mitigation for any related physical impact. 30 Measures to reduce these impacts are discussed in Chapter 14, Agricultural Resources, Section 31 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP to preserve 32 agricultural productivity and mitigate for loss of Important Farmland and land subject to Williamson 33 Act contracts or in Farmland Security Zones.

### Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of the Proposed Water Conveyance Facilities

#### 36 **Population**

Construction of conveyance facilities would require an estimated peak of 3,937 workers in year 3 of the assumed 8-year construction period. It is anticipated that many of these new jobs would be filled from within the existing five-county labor force. However, construction of the tunnels may require specialized worker skills not readily available in the local labor pool. As a result, it is anticipated that some specialized workers may be recruited from outside the five-county region.

42 Considering the multi-year duration of conveyance facility construction, it is anticipated that non-43 local workers would temporarily relocate to the five-county region, thus adding to the local

- 1 population. As discussed in Chapter 30, *Growth Inducement and Other Indirect Effects*, Section
- 2 30.3.2.1, Direct Growth Inducement, an estimated 30 percent of workers could come from out of the
- 3 Delta region, suggesting that approximately 1,180 workers could relocate to the Delta region at the
- 4 peak of the construction period. However, this additional population would constitute a minor
- 5 increase in the total 2020 projected regional population of 4.6 million and be distributed throughout
- 6 the region. Changes in demand for public services resulting from any increase in population are
- 7 addressed in Chapter 20, *Public Services and Utilities*, Section 20.3.3.9, Impact UT-1 through UT-6.

#### 8 Housing

9 Changes in housing demand are based on changes in supply resulting from displacement during
 10 facilities construction and changes in housing demand resulting from employment associated with
 11 construction of conveyance facilities. As described in Chapter 13, *Land Use*, Section 13.3.3.9, Impact
 12 LU-2, construction of water conveyance facilities under Alternative 4 would conflict with
 13 approximately 19 residential structures.

- 14 The construction workforce would most likely commute daily to the work sites from within the fivecounty region; however, if needed, there are about 53,000 housing units available to accommodate 15 16 workers who may choose to commute to on a workweek basis or who may choose to temporarily 17 relocate to the region for the duration of the construction period, including the estimated 1,180 18 workers who may temporarily relocate to the Delta region from out of the region. In addition to the 19 available housing units, there are recreational vehicle parks and hotels and motels within the five-20 county region to accommodate any construction workers. As a result, and as discussed in more 21 detail in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2.1, Direct Growth 22 Inducement, construction of the proposed conveyance facilities is not expected to substantially 23 increase the demand for housing within the five-county region.
- *NEPA Effects:* Within specific local communities, there could be localized effects on housing.
   However, given the availability of housing within the five-county region, predicting where this
   impact might fall would be speculative. In addition, new residents would likely be dispersed across
   the region, thereby not creating a burden on any one community.
- Because these activities would not result in permanent concentrated, substantial increases in
  population or new housing, they would not be considered to have an adverse effect.
- 30 *CEQA Conclusion:* Construction of the proposed water conveyance facilities would result in minor
   31 population increases in the Delta region with adequate housing supply to accommodate the change
   32 in population. Therefore, the minor increase in housing is not anticipated to lead to adverse physical
   33 changes to the environment.

# Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed Water Conveyance Facilities

- *NEPA Effects:* Throughout the five-county Delta region, population and employment would expand
   as a result of the construction of water conveyance facilities, as discussed under Impacts ECON-1
   and ECON-2. Agricultural contributions to the character and culture of the Delta would be likely to
   decline commensurate with the projected decline in agricultural-related acreage, employment, and
   production. This could result in the closure of agriculture-dependent businesses or those catering to
   agricultural workers, particularly in areas where conversion of agricultural land would be most
- 42 concentrated, including near the intake pumping plants in the vicinity of Clarksburg and Hood and

1 the expanded Clifton Court Forebay east of Byron. Similar effects on community character could 2 result from anticipated changes to recreation in the study area. However, social influences 3 associated with the construction industry would grow during the multi-year construction period for 4 water conveyance structures under Alternative 4. To the extent that this anticipated economic shift 5 away from agriculture and towards construction results in demographic changes in population, 6 employment level, income, age, gender, or race, the study area would be expected to see changes to 7 its character, particularly in those Delta communities most substantially affected by demographic 8 changes based on their size, ability to accommodate growth, or proximity to BDCP activities. In 9 comparing the existing demographic composition of agricultural workers and construction laborers 10 within the five-county Delta Region, men make up a large proportion of both occupations: 84 11 percent of agricultural workers were male, compared with 98 percent of construction laborers. 12 Approximately 92 percent of agricultural workers made less than \$35,000, while 60 percent of 13 construction laborers made less than \$35,000. Additionally, 87 percent of agricultural workers 14 within the study area report Hispanic origin, while 54 percent of construction laborers claim 15 Hispanic origin within the five-county area (U.S. Census Bureau 2012b).

16 Legacy communities in the Delta, which are those identified as containing distinct historical and 17 cultural character, include Locke, Bethel Island, Clarksburg, Courtland, Freeport, Hood, Isleton, 18 Knightsen, Rio Vista, Ryde, and Walnut Grove. These communities provide support services and 19 limited workforce housing for the area's agricultural industry. Some housing is also provided to 20 retirees and workers commuting to nearby urban areas including Sacramento. Construction 21 activities associated with BDCP water conveyance facilities would be anticipated to result in changes 22 to the rural qualities of these communities during the construction period (characterized by 23 predominantly agricultural land uses, relatively low population densities, and low levels of 24 associated noise and vehicular traffic), particularly for those communities in proximity to water 25 conveyance structures, including Clarksburg, Hood, and Walnut Grove. Effects associated with 26 construction activities could also result in changes to community cohesion if they were to restrict 27 mobility, reduce opportunities for maintaining face-to-face relationships, or disrupt the functions of 28 community organizations or community gathering places (such as schools, libraries, places of 29 worship, and recreational facilities). Under Alternative 4, several gathering places that lie in the 30 vicinity of construction areas could be indirectly affected by noise and traffic associated with 31 construction activities, including Delta High School, the Clarksburg Library, Clarksburg Community 32 Church, Resurrection Life Community Church, Citizen Land Alliance, Discovery Bay Chamber of 33 Commerce, Courtland Fire Department, and several marinas or other recreational facilities (see 34 Chapter 15, Recreation, Table 15-15).

35 In addition to potential changes in the demographic composition of communities in the study area, 36 construction of water conveyance facilities under Alternative 4 could also affect the size of the 37 communities, as suggested above. Based upon the projections developed under Impacts ECON-1 and 38 ECON-2, the total population and employment base of the study area would expand during water 39 facility construction. This expansion could provide economic opportunities during this period, which 40 could support community stability by increasing investment in Delta communities. However, as 41 noted under the discussion of housing above, predicting the specific location of such investments 42 within the study area would be speculative.

Under Alternative 4, additional regional employment and income could create net positive effects on
the character of Delta communities. In addition to potential demographic effects associated with
changes in employment, however, property values may decline in areas that become less desirable
in which to live, work, shop, or participate in recreational activities. For instance, negative visual- or

1 noise-related effects on residential property could lead to localized abandonment of buildings. While 2 water conveyance construction could result in beneficial effects relating to the economic welfare of a 3 community, adverse social effects could also arise as a result of declining economic stability in 4 communities closest to construction effects and in those most heavily influenced by agricultural and 5 recreational activities. Implementation of mitigation measures and environmental commitments 6 related to noise, visual effects, transportation, agriculture, and recreation, would reduce adverse 7 effects (see Appendix 3B, Environmental Commitments). Specifically, these commitments include 8 Develop and Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous 9 Materials Management Plans, Notification of Construction and Maintenance Activities in Waterways, 10 Noise Abatement Plan, Fire Prevention and Control Plan, and Prepare and Implement Mosquito 11 Management Plans.

12 **CEQA Conclusion:** Construction of water conveyance facilities under Alternative 4 could affect 13 community character in the Delta region. However, because these impacts are social in nature, 14 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 15 community character would lead to physical impacts involving population growth, such impacts are 16 described under Impact ECON-2 and in Chapter 30, Growth Inducement and Other Indirect Effects, 17 Section 30.3.2. Furthermore, notable decreases in population or employment, even if limited to 18 specific areas, sectors, or the vacancy of individual buildings, could result in alteration of community 19 character stemming from a lack of maintenance, upkeep, and general investment. However, 20 implementation of mitigation measures and environmental commitments related to noise, visual 21 effects, transportation, agriculture, and recreation, would reduce the extent of these effects (see 22 Appendix 3B, Environmental Commitments). Specifically, these commitments include Develop and Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous Materials 23 24 Management Plans, Notification of Construction and Maintenance Activities in Waterways, Noise 25 Abatement Plan, Fire Prevention and Control Plan, and Prepare and Implement Mosquito 26 Management Plans.

### Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing the Proposed Water Conveyance Facilities

29 **NEPA Effects:** Under Alternative 4. publicly-owned water conveyance facilities would be constructed 30 on land of which some is currently held by private owners. Property tax and assessment revenue 31 forgone as a result of water conveyance facilities is estimated at \$8.2 million over the construction 32 period. These decreases in revenue could potentially result in the loss of a substantial share of some 33 agencies' tax bases, particularly for smaller districts affected by the BDCP, such as reclamation 34 districts where conveyance facilities and associated work areas are proposed. This economic effect 35 would be considered adverse; however, the BDCP proponents would make arrangements to 36 compensate local governments for the loss of property tax or assessment revenue for land used for 37 constructing, locating, operating, or mitigating for new Delta water conveyance facilities.<sup>8</sup> 38 Additionally, as discussed under Impact ECON-1, construction of the water conveyance facilities 39 would be anticipated to result in a net temporary increase of income and employment in the Delta

<sup>&</sup>lt;sup>8</sup> Under the Sacramento-San Joaquin Delta Reform Act of 2009 (85089), construction of a new conveyance facility cannot begin until "the persons or entities that contract to receive water from the State Water Project and the federal Central Valley Project or a joint powers authority representing those entities have made arrangements or entered into contracts to pay for... (b) Full mitigation of property tax or assessments levied by local governments or special districts for land used in the construction, location, mitigation, or operation of new Delta conveyance facilities."

region. This would also create an indirect beneficial effect through increased sales tax revenue for
 local government entities that rely on sales taxes.

3 **CEQA Conclusion:** Under Alternative 4, construction of water conveyance facilities would result in 4 the removal of a portion of the property tax base for various local government entities in the Delta 5 region. Over the construction period, property tax and assessment revenue forgone is estimated at 6 \$8.2 million. However, the Sacramento-San Joaquin Delta Reform Act commits the entities receiving 7 water from the State Water Project and federal Central Valley Project to mitigate for lost property 8 tax and assessment revenue associated with land needed for the construction of new conveyance 9 facilities (Water Code Section 85089). Additionally, any losses could be offset, at least in part, by an 10 anticipated increase in sales tax revenue. CEQA does not require a discussion of socioeconomic 11 effects except where they would result in reasonably foreseeable physical changes. If an alternative is not anticipated to result in a physical change to the environment, it would not be considered to 12 13 have a significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131). Here, any 14 physical consequences resulting from fiscal impacts are too speculative to ascertain.

### Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed Water Conveyance Facilities

17 **NEPA Effects:** As described and defined in Chapter 15, *Recreation*, 15.3.3.9, Impacts REC-1 through 18 REC-4, construction of water conveyance facilities under Alternative 4 would include elements that 19 would be permanently located in two existing recreation areas. Additionally, substantial disruption 20 of other recreational activities considered temporary and permanent would occur in certain areas 21 during the construction period. The quality of recreational activities including boating, fishing, 22 waterfowl hunting, and hiking in the Delta could be affected by noise, lighting, traffic, and visual 23 degradation in proximity to water conveyance construction. For example, in-water construction 24 activities associated with the intakes or temporary barge areas could restrict navigation and create 25 noise and vibration that could lead to lower fishing success rates. Were it to occur, a decline in visits 26 to Delta recreational sites as a result of facility construction would be expected to reduce recreation-27 related spending, creating an adverse effect throughout the Delta region. Additionally, if construction activities shift the relative popularity of different recreational sites, the BDCP may 28 29 carry localized beneficial or adverse effects.

30 Access would be maintained to all existing recreational facilities, including marinas, throughout 31 construction. As part of Mitigation Measure REC-2, BDCP proponents would enhance nearby fishing 32 access sites and would incorporate public recreational access into design of the intakes along the 33 Sacramento River. Implementation of this measure along with separate, non-environmental 34 commitments as set forth in Appendix 3B, Environmental Commitments, relating to the enhancement 35 of recreational access and control of aquatic weeds in the Delta would reduce these effects. 36 Environmental commitments would also be implemented to reduce some of the effects of 37 construction activities upon the recreational experience. These include providing notification of 38 maintenance activities in waterways and developing and implementing a noise abatement plan, as 39 described in Appendix 3B, Environmental Commitments. Similarly, mitigation measures proposed 40 throughout other chapters of this document, and listed under Impact REC-2 in Chapter 15, 41 Recreation, would also contribute to reducing construction effects on recreational experiences in the 42 study area. These include Chapter 12, Terrestrial Biological Resources, Chapter 17, Aesthetics and 43 Visual Resources, Chapter 19, Transportation, and Chapter 23, Noise.

1 Construction of water conveyance structures would be anticipated to result in a lower-quality 2 recreational experience in a number of localized areas throughout the Delta, despite the 3 implementation of environmental commitments. With a decrease in recreational quality, 4 particularly for boating and fishing (two of the most popular activities in the Delta), the number of 5 visits would be anticipated to decline, at least in areas close to construction activities. Under this 6 alternative, areas of the Cosumnes River Preserve on Staten Island would be affected by the 7 construction of tunnels and associated activities, including processing and storage of RTM. While 8 RTM areas are considered permanent surface impacts for the purposes of impact analysis, it is 9 anticipated that the RTM would be removed from these areas and reused, as appropriate, as bulking 10 material for levee maintenance, as fill material for habitat restoration projects, or other beneficial 11 means of reuse identified for the material, as described in Appendix 3B, Environmental 12 *Commitments*. In the Clifton Court Forebay, permanent siphons, canals, forebay embankment areas, 13 a control structure, and a forebay overflow structure would be built. There are no formal recreation 14 facilities at Clifton Court Forebay, although well-established recreation, mostly fishing and hunting, 15 takes place at the southern end of the forebay along the embankment. This access would be lost 16 during construction, but once new embankments are built, recreation could again occur. Six other 17 recreational sites or areas would experience periods of construction-related effects, including noise, 18 access, visual disturbances, or a combination of these effects. As described in Chapter 15, Recreation, 19 15.3.3.9, Impact REC-2, these include Clarksburg Boat Launch (fishing access), Stone Lakes National 20 Wildlife Refuge, Wimpy's Marina, Westgate Landing Park, Delta Meadows River Park, and Bullfrog 21 Landing Marina,. Fewer visits to these sites or areas would lead to less spending, creating an adverse 22 effect. While visitors can adjust their recreational patterns to avoid areas substantially affected by 23 construction activities (by boating or fishing elsewhere in the Delta, for instance), recreation-24 dependent businesses including marinas and recreational supply retailers may not be able to 25 economically weather the effects of multivear construction activities and may be forced to close as a 26 result, even while businesses in areas that become more popular could benefit. Overall, the multi-27 year schedule and geographic scale of construction activities and the anticipated decline in 28 recreational spending would be considered an adverse effect. The commitments and mitigation 29 measures cited above would contribute to the reduction of this effect.

*CEQA Conclusion*: Construction of the proposed water conveyance facilities under Alternative 4
 could impact recreational revenue in the Delta region if construction activities result in fewer visits
 to the area. Fewer visits would be anticipated to result in decreased economic activity related to
 recreational activities. This section considers only the economic effects of recreational changes
 brought about by construction of the proposed water conveyance facilities. Potential physical
 changes to the environment relating to recreational resources are described and evaluated in
 Chapter 15, *Recreation*, Section 15.3.3.9, Impacts REC-1 through REC-4.

### Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- 39 Construction of conveyance facilities would convert land from existing agricultural uses to uses that
- 40 include direct facility footprints, construction staging areas, borrow/spoils areas, RTM storage,
- 41 temporary and permanent roads, and utilities. Agricultural land could also be affected by changes in
- 42 water quality and other conditions that would affect crop productivity. These direct effects on
- 43 agricultural land are described in Chapter 14, *Agricultural Resources*, Section 14.3.3.9, Impacts AG-1
- 44 and AG-2.

- 1 Changes in crop acreage were used to describe the associated changes in economic values. Unit
- 2 prices, yields, and crop production and investment costs were presented in Section 16.1,
- 3 *Environmental Setting/Affected Environment*. Table 16-43 summarizes the changes in acreage and
- 4 value of agricultural production that would result in the Delta region as a result of Alternative 4
- 5 construction. Changes are shown relative to the Existing Conditions and the No Action Alternative
- 6 by aggregate crop category (agricultural resources under Existing Conditions and in the No Action
- 7 Alternative were assumed to be the same). The table also includes a summary of changes in crop
- 8 acreages that are reported in greater detail in Appendix 14A, *Individual Crop Effects as a Result of*
- 9 BDCP Water Conveyance Facility Construction.
- Total value of irrigated crop production in the Delta would decline on average by \$5.2 million per
   year during the construction period, with total irrigated crop acreage declining by about 5,600 acres,
   These estimates are not dependent on water year type.

### 13Table 16-43. Crop Acres and Value of Agricultural Production in the Delta during Construction14(Alternative 4)

Analysis Metric	Alternative 4	Change from Existing Conditions and No Action Alternative		
Total (ron Acreage (thousand acres)	478 1	-56		
	F0.1	-3.0		
Grains	58.1	-0.6		
Field crops	188.4	-2.7		
Forage crops	111.2	-1.6		
Vegetable, truck, and specialty crops	76.8	-0.4		
Orchards and vineyards	43.7	-0.3		
Total Value of Production (million \$)	644.8	-5.2		
Grains	24.0	-0.2		
Field crops	112.2	-1.7		
Forage crops	72.0	-1.1		
Vegetable, truck, and specialty crops	267.3	-1.0		
Orchards and vineyards	169.2	-1.3		
Note: Value of production is based on prices received by farmers, in 2011 dollars (U.S. Department of				

<sup>15</sup> 

16 Alternative 4 may also affect production costs on lands even if gross revenues are largely unaffected. 17 Costs could be increased by operational constraints and longer travel times due to facilities 18 construction. Construction designs and costs have provided for such costs in two ways. In most 19 cases, affected lands fall within the facilities footprint, and are included in the agricultural acreage 20 and value of production described elsewhere in this chapter and in Chapter 14, Agricultural 21 Resources, Section 14.3.3.9, Impacts AG-1 and AG-2. For potentially affected lands not included in the 22 facilities footprint, conveyance construction costs include temporary and permanent roads, bridges, 23 and other facilities as needed to service agricultural lands (California Department of Water 24 Resources 2010a, 2010b). There could be some additional travel time and other costs associated 25 with using these facilities, but such costs are not environmental impacts requiring mitigation.

Loss of investments in production facilities and standing orchards and vineyards would occur as a
 result of facilities construction. The value of structures and equipment potentially affected would

Commerce 2012).

- 1 vary widely across parcels. Much of the equipment is portable (e.g., machinery, tools, portable
- 2 sprinkler pipe), and could be sold or used on other lands. Shop and storage buildings and permanent
- 3 irrigation and drainage equipment plus orchards and vineyards may have little or no salvage value.
- 4 The negotiated purchase of lands for the conveyance and associated facilities would compensate for
- 5 some, but perhaps not all of that value. According to Cooperative Extension cost of production
- 6 studies (University of California Cooperative Extension 2003a, 2003b, 2004, 2005, 2006a, 2006b,
- 2007a, 2007b, 2008a, 2008b, 2008c, 2008d), permanent structures, irrigation systems, and drainage
  systems can represent a wide range of investment, from less than \$100 per acre for field and
- 9 vegetable crops up to over \$3,000 per acre for some orchards. Most such investments would not be
- 10 new, so their depreciated values would be substantially lower.
- 11Investment in standing orchards and vineyards would also be considered during negotiations for12land purchases. Typical investments required to bring permanent crops into production are shown13in Section 16.1, Environmental Setting/Affected Environment. For example, the establishment of wine14grapes requires an investment of over \$15,000 per acre and Bartlett pears require over \$20,000 per15acre. Forage crops such as irrigated pasture and alfalfa may require an establishment cost of about16\$400 per acre. The depreciated values of the growing stock could be substantially below these17establishment costs, depending on the ages of the stands that would be affected.
- Only minor changes in salinity of agricultural water supply are expected during construction.
   Consequently, costs related to salinity changes would also be minor. Further discussion of effects
   from changes in salinity is presented in Chapter 14, *Agricultural Resources*, Section 14.3.3.9, Impacts
   AG-1 and AG-2.
- *NEPA Effects:* Because construction of the proposed water conveyance facilities would lead to
   reductions in crop acreage and in the value of agricultural production in the Delta region, this is
   considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
   agricultural productivity and compensating off-site.
- 27 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would reduce the total 28 value of agricultural production in the Delta region. The removal of agricultural land from 29 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.8, Impacts AG-1 and 30 AG-2. The reduction in the value of agricultural production is not considered an environmental 31 impact. Significant environmental impacts would only result if the changes in regional economics 32 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 33 required, DWR would provide compensation to property owners for economic losses due to 34 implementation of the alternative. While the compensation to property owners would reduce the 35 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 36 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14, 37 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, 38 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland 39 and land subject to Williamson Act contracts or in Farmland Security Zones.

### 40 Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region 41 during Operation and Maintenance of the Proposed Water Conveyance Facilities

In the Delta region, ongoing operation and maintenance of BDCP facilities would result in increased
 expenditures relative to the Existing Conditions and the No Action Alternative (regional economic
 conditions do not differ across Existing Conditions and No Action Alternative). The increased project

- 1 operation and maintenance expenditures are expected to result in a permanent increase in regional
- 2 employment and income, including an estimated 129 direct and 183 total (direct, indirect, and
- 3 induced) FTE jobs (Table 16-44), relative to the Existing Conditions and the No Action Alternative.
- 4 Potential changes in the value of agricultural production result in changes to regional employment
- 5 and income in the Delta region under the Alternative 4 relative to the Existing Conditions and the No
- 6 Action Alternative.

### Table 16-44. Regional Economic Effects on Employment and Labor Income in the Delta Region during Operations and Maintenance (Alternative 4)

Regional Economic Impact <sup>a</sup>	Impacts from Operations and Maintenance				
Employment (FTE)					
Direct	129				
Total <sup>b</sup>	183				
Labor Income (million \$)					
Direct	7.8				
Total <sup>b</sup>	10.3				
Note: Labor income is reported in 2011 dollars (U.S. Department of Commerce 2012).					

<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.

<sup>b</sup> Includes direct, indirect & induced effects.

9

10 The operation and maintenance of conveyance and related facilities such as roads and utilities 11 would result in the permanent removal of agricultural land from production following construction, 12 and the effects on employment and income would be negative, including the loss of an estimated 12 13 agricultural and 41 total (direct, indirect, and induced) FTE jobs. The regional economic effects on 14 employment and income in the Delta region from the change in agricultural production are reported 15 in Table 16-45. Mapbook Figures M14-7 and M14-8 display areas of Important Farmland and lands 16 under Williamson Act contracts that could be converted to other uses due to the construction of 17 water conveyance facilities for the Modified Pipeline/Tunnel alignment. Note that not all of these 18 structures would be constructed under this alternative.

### 19Table 16-45. Regional Economic Effects on Agricultural Employment and Labor Income during20Operations and Maintenance (Alternative 4)

Regional Economic Impact <sup>a</sup>	Impacts on Agriculture	
Employment (FTE)		
Direct	-12	
Total <sup>b</sup>	-41	
Labor Income (million \$)		
Direct	-1.2	
Total <sup>b</sup>	-2.4	

Note: Labor income is reported in 2011 dollars (U.S. Department of Commerce 2012).

<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.

<sup>b</sup> Includes direct, indirect & induced effects.

21

*NEPA Effects:* Because continued operation and maintenance of water conveyance facilities would
 result in an increase in operations-related employment and labor income, this would be considered
 a beneficial effect. However, the long-term footprint of facilities would lead to a continued decline in
 agricultural-related employment and labor income, which would be considered an adverse effect.
 Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
 AG-1, would be available to reduce these effects by preserving agricultural productivity and
 compensating off-site.

8 **CEQA** Conclusion: Operation and maintenance of the proposed water conveyance facilities would 9 increase total employment and income in the Delta region. The net change would result from 10 expenditures on operation and maintenance and from changes in agricultural production. The total 11 change in income and employment is not, in itself, considered an environmental impact. Significant 12 environmental impacts would only result if the changes in regional economics cause physical 13 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed 14 in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of agricultural land 15 from production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.9, Impacts AG-3 16 and AG-4; changes in recreation related activities are addressed in Chapter 15, Recreation, Section 17 15.3.3.9, Impacts REC-5 through REC-8. When required, DWR would provide compensation to 18 landowners as a result of acquiring lands for the proposed conveyance facilities. While the 19 compensation to property owners would reduce the severity of economic effects related to the loss 20 of agricultural land, it would not constitute mitigation for any related physical impact. Measures to 21 reduce these impacts are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact 22 AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland and land subject to Williamson Act 23 24 contracts or in Farmland Security Zones.

## Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

#### 27 **Population**

28Operations and maintenance of conveyance facilities would require approximately 130 permanent29new workers. Given the nature of those operation and maintenance jobs, the existing water30conveyance facilities already in the five-county region, the large workforce in the region, and the31large water agencies with headquarters in that region, it is anticipated that most of these new jobs32would be filled from within the existing five-county labor force. However, operation and33maintenance may require specialized worker skills not readily available in the local labor pool. As a34result, it is anticipated that workers with specialized skills may be recruited from outside the five-

35 county region.

It is anticipated that non-local workers would relocate to the five-county region, thus adding to the
 local population. However, this additional population would constitute a minor increase in the total
 2020 projected regional population of 4.6 million and be distributed throughout the region. Changes
 in demand for public services resulting from any increase in population are addressed in Chapter 20,

40 *Public Services and Utilities,* Section 20.3.3.9, Impact UT-7.

#### 41 Housing

It is anticipated that most of the operational workforce would be drawn from within the five-countyregion. Consequently, operation of the conveyance facilities would not result in impacts on housing.

- 1 There are about 53,000 housing units available to accommodate any nonlocal workers who relocate
- 2 to the five-county region. In addition, new residents would likely be dispersed across the region,
- thereby not creating a burden on any one community. As a result, operation and maintenance of the
   proposed conveyance facilities is not expected to increase the demand for housing.
- 4 proposed conveyance facilities is not expected to increase the demand for housing.
- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Operation and maintenance of the proposed water conveyance facilities would
   result in minor population increases in the Delta region with adequate housing supply to
   accommodate the change in population and therefore significant changes in the physical
   environment are not anticipated.

### Impact ECON-9: Changes in Community Character during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 13 **NEPA Effects:** Throughout the five-county Delta region, population and employment could slightly 14 expand as a result of continued operation and maintenance of the water conveyance facilities. 15 Agricultural contributions to the character and culture of the Delta would be likely to decline 16 commensurate with the projected decline in agricultural-related employment and production. This 17 could result in the closure of agriculture-dependent businesses or those catering to agricultural 18 employees, particularly in areas where conversion of agricultural land would be most concentrated, 19 including near the intake pumping plants and forebays in the vicinity of Clarksburg and Hood. 20 Similar effects could accrue to areas disproportionately dependent upon existing recreational 21 activities. However, influences associated with those hired to operate, repair, and maintain water 22 conveyance facilities would grow. To the extent that this anticipated economic shift away from 23 agriculture results in demographic changes in population, employment level, income, age, gender, or 24 race, the study area would be expected to see changes to its character, particularly in those Delta 25 communities most substantially affected by demographic changes based on their size or proximity 26 to BDCP facilities.
- 27 While some of the rural qualities of Delta communities, including relatively low noise and traffic 28 levels, could return to near pre-construction conditions during the operational phase, other effects 29 would be lasting. For instance, the visual appearance of intakes and other permanent features would 30 compromise the predominantly undeveloped and agricultural nature of communities like 31 Clarksburg, Courtland, and Hood, which would be located closest to the permanent water 32 conveyance features. Lasting effects on areas made less desirable in which to live, work, shop, or 33 participate in recreational activities as a result of BDCP operations could lead to localized 34 abandonment of buildings. Such lasting effects could also result in changes to community cohesion if 35 they were to restrict mobility, reduce opportunities for maintaining face-to-face relationships, or 36 disrupt the functions of community organizations or community gathering places (such as schools, 37 libraries, places of worship, and recreational facilities). While ongoing operations could result in 38 beneficial effects relating to the economic welfare of a community, adverse social effects could linger 39 in communities closest to character-changing effects and in those most heavily influenced by 40 agricultural and recreational activities. Implementation of mitigation measures and environmental 41 commitments related to noise, visual effects, transportation, agriculture, and recreation would 42 reduce adverse effects (see Appendix 3B, Environmental Commitments). Specifically, these 43 commitments include Notification of Construction and Maintenance Activities in Waterways, Noise 44 Abatement Plan, and Prepare and Implement Mosquito Management Plans.

1 **CEOA Conclusion:** Operation and maintenance of water conveyance facilities under Alternative 4 2 could affect community character in the Delta region. However, because these impacts are social in 3 nature, rather than physical, they are not considered impacts under CEOA. To the extent that 4 changes to community character would lead to physical impacts involving population growth, such 5 impacts are described under Impact ECON-8 and in Chapter 30, Growth Inducement and Other 6 Indirect Effects, Section 30.3.2. Furthermore, notable decreases in population or employment, even if 7 limited to specific areas, sectors, or the vacancy of individual buildings, could result in alteration of 8 community character stemming from a lack of maintenance, upkeep, and general investment.

## 9 Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and 10 Maintenance of the Proposed Water Conveyance Facilities

11 **NEPA Effects:** Effects on tax revenue as a result of ongoing water conveyance operations under 12 Alternative 4 would be similar to those described under Alternative 1A, Impact ECON-10. However, 13 with the construction of fewer intake facilities and a modified alignment, forgone revenue is 14 estimated at \$49.3 million over the 50-year permit period. These decreases in revenue could 15 potentially result in the loss of a substantial share of some agencies' tax bases, particularly for 16 smaller districts affected by the BDCP. This economic effect would be adverse; however, the BDCP 17 proponents would make arrangements to compensate local governments for the loss of property tax 18 or assessment revenue for land used for constructing, locating, operating, or mitigating for new 19 Delta water conveyance facilities. Additionally, as discussed under Impact ECON-7, continued 20 operation and maintenance of the water conveyance facilities would be anticipated to result in a net 21 increase of income and employment in the Delta region. This could also create an indirect beneficial 22 effect through increased sales tax revenue for local government entities that rely on sales taxes.

23 **CEQA** Conclusion: Under Alternative 4, the ongoing operation and maintenance of water 24 conveyance facilities would restrict property tax revenue levels for various local government 25 entities in the Delta region. Over the 50-year permit period, property tax and assessment revenue 26 forgone is estimated at \$49.3 million. However, the Sacramento-San Joaquin Delta Reform Act 27 commits the entities receiving water from the State Water Project and federal Central Valley Project 28 to mitigate for lost property tax and assessment revenue associated with land needed for the 29 construction of new conveyance facilities (Water Code Section 85089). Additionally, any losses 30 could be offset, at least in part, by an anticipated increase in sales tax revenue. CEOA does not 31 require a discussion of socioeconomic effects except where they would result in reasonably 32 foreseeable physical changes. If an alternative is not anticipated to result in a physical change to the 33 environment, it would not be considered to have a significant impact under CEQA (CEQA Guidelines 34 Sections 15064(f) and 15131). Here, any physical consequences resulting from fiscal impacts are too 35 speculative to ascertain.

## Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the Proposed Water Conveyance Facilities

- NEPA Effects: As discussed in Chapter 15, *Recreation*, Section 15.3.3.9, Impacts REC-5 through REC 8, operation and maintenance activities associated with the proposed water conveyance facilities
   under Alternative 4 are anticipated to create minor effects on recreational resources. Maintenance
   of conveyance facilities, including intakes, would result in periodic temporary but not substantial
   adverse effects on boat passage and water-based recreational activities. As discussed in Impact REC 7, most intake maintenance, such as painting, cleaning, and repairs, would be done with barges and
- 44 divers, and could cause a temporary impediment to boat movement in the Sacramento River in the

- 1 immediate vicinity of the affected intake structure and reduce opportunities for waterskiing,
- 2 wakeboarding, or tubing in the immediate vicinity of the intake structures. However, boat passage
- 3 and navigation on the river would still be possible around any barges or other maintenance
- 4 equipment and these effects would be expected to be short-term (2 years or less). Although water-
- 5 based recreation (i.e. boating, waterskiing, wakeboarding, etc.) may be restricted at and in the
- vicinity of intakes, many miles of the Sacramento River would still be usable for these activities
   during periodic maintenance events. Additionally, implementation of the environmental
- during periodic maintenance events. Additionally, implementation of the environmental
   commitment to provide notification of construction and maintenance activities in waterways
- 9 (Appendix 3B, *Environmental Commitments*) would reduce these effects. Because effects of facility
- 10 maintenance would be short-term and intermittent, substantial economic effects are not anticipated
- 11 to result from operation and maintenance of the facilities.
- *CEQA Conclusion*: Operation and maintenance activities associated with the proposed water
   conveyance facilities under Alternative 4 are anticipated to create minor effects on recreational
   resources and therefore, are not expected to substantially reduce economic activity related to
   recreational activities. This section considers only the economic effects of recreational changes.
   Potential physical changes to the environment relating to recreational resources are described and
   evaluated in Chapter 15, *Recreation*, Section 15.3.3.9, Impacts REC-5 through REC-8.

## 18 Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during 19 Operation and Maintenance of the Proposed Water Conveyance Facilities

During operation and maintenance of conveyance facilities existing agricultural land would be in
 uses that include direct facility footprints and associated permanent roads and utilities. Agricultural
 land could also be affected by changes in water quality and other conditions that would affect crop
 productivity. These direct effects on agricultural land are described in Chapter 14, Agricultural
 *Resources*, Section 14.3.3.9, Impacts AG-1 and AG-2.

25 Changes in crop acreage were used to estimate the associated changes in economic values. Unit 26 prices, yields, and crop production and investment costs were presented in Section 16.1, 27 *Environmental Setting/Affected Environment*. Table 16-46 summarizes the changes in acreage and value of agricultural production that would result in the Delta region during operation of Alternative 28 29 4. Changes are shown relative to the Existing Conditions and the No Action Alternative by aggregate 30 crop category (agricultural resources under Existing Conditions and in the No Action Alternative 31 were assumed to be the same). The changes in crop acreages are reported in greater detail in 32 Appendix 14A, Individual Crop Effects as a Result of BDCP Water Conveyance Facility Construction.

- Total value of irrigated crop production in the Delta region would decline on average by \$3.8 million per year during operation and maintenance, with total irrigated crop acreage declining by about
- 35 4,500 acres. These estimates are not dependent on water year type.

Analysis Metric	Alternative A	Change from Existing Conditions		
Total Crop Agroage (theygand agroa)	470.2			
Total Crop Acreage (thousand acres)	4/9.2	-4.5		
Grains	58.2	-0.4		
Field crops	188.7	-2.4		
Forage crops	111.4	-1.3		
Vegetable, truck, and specialty crops	76.9	-0.2		
Orchards and vineyards	43.8	-0.2		
Total Value of Production (million \$)	646.3	-3.8		
Grains	24.1	-0.1		
Field crops	112.4	-1.5		
Forage crops	72.2	-0.9		
Vegetable, truck, and specialty crops	267.8	-0.6		
Orchards and vineyards	169.8	-0.7		
Note: Value of production is based on prices received by farmers, in 2011 dollars (U.S. Department of Commerce 2012).				

### Table 16-46. Crop Acres and Value of Agricultural Production in the Delta during Operations and Maintenance (Alternative 4)

3

Alternative 4 may also affect production costs on lands even if gross revenues are largely unaffected.
 Costs could be associated with operational constraints and longer travel times due to permanent
 facilities. In most cases, affected lands fall within the facilities footprint, and are included in the
 agricultural acreage and value of production described elsewhere in this Chapter and in Chapter 14,
 *Agricultural Resources*, Section 14.3.3.9.

9 Crop yields and crop selection on lands in the Delta could be affected by changes in salinity of
10 agricultural water supply during operation and maintenance activities. If operation of the proposed
11 conveyance facilities increases salinity in part of the Delta, crops that are more sensitive to salinity
12 could shift to other lands in the five-county Delta region. See Chapter 14, *Agricultural Resources*,
13 Section 14.3.3.9, Impact AG-2, for further discussion of effects from changes in salinity.

*NEPA Effects:* The footprint of water conveyance facilities would result in lasting reductions in crop
 acreage and in the value of agricultural production in the Delta region; therefore, this is considered
 an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section
 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving agricultural
 productivity and compensating off-site.

19 **CEQA Conclusion:** During operation and maintenance of the proposed water conveyance facilities 20 the value of agricultural production in the Delta region would be reduced. The permanent removal 21 agricultural land from production is addressed in Chapter 14, Agricultural Resources, Section 22 14.3.3.9. Impacts AG-1 and AG-2. The reduction in the value of agricultural production is not 23 considered an environmental impact. Significant environmental impacts would only result if the 24 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 25 throughout this EIR/EIS. When required, DWR would provide compensation to property owners for 26 economic losses due to implementation of the alternative. While the compensation to property 27 owners would reduce the severity of economic effects related to the loss of agricultural land, it 28 would not constitute mitigation for any related physical effect. Measures to reduce these impacts are

- 1 discussed in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, and particularly
- Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for
   loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security
- 4 Zones.

# Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the Implementation of the Proposed Conservation Measures 2–22

7 In the Delta region, spending on Conservation Measures 2–22 would include construction, operation 8 and maintenance activities that would convert or disturb existing land use. The effects on the 9 economy of the Delta region would be similar in kind, though not in magnitude, to those estimated 10 for conveyance features and facilities. In general, the changes in regional economic activity 11 (employment and income) would include increases from the construction and operation and 12 maintenance-related activity, declines resulting from agricultural or other land uses converted or 13 impaired, changes in recreation spending that could be positive or negative depending on the 14 specific restoration action, and declines from abandonment of natural gas wells.

15 The Yolo Bypass Flood Date and Flow Volume Agricultural Impact Analysis, a report created for Yolo 16 County, evaluates the expected losses of agricultural employment that could result from 17 implementing CM2 (Howitt et al. 2012) (see Chapter 3, Description of Alternatives, Section 3.6.2, for a 18 description of conservation measures). CM2 would lower a portion of the Fremont Weir to allow 19 Sacramento River water to flow into the Yolo Bypass to reduce migratory delays for fish and 20 enhance fish rearing habitat. However, it may also translate into financial losses for farmers and the 21 regional economy. Annual reductions in agricultural employment under the CM2 scenario are 22 expected to range from 9 FTE at 3,000 cfs to 21 FTE at 6,000 cfs.

23 As discussed in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-5, operations of natural 24 gas wells in the Delta region would be affected where wells are located in restoration areas to be 25 inundated under Conservation Measures 4, 5, and 10. In areas that would be permanently inundated 26 under these conservation measures, producing natural gas wells may be abandoned. There are 27 approximately 233 active wells in these areas (Table 26-5 in Chapter 26, Mineral Resources); an 28 unknown number of these wells would likely be abandoned. (Specific inundation areas have not 29 been identified for Conservation Measures 2-22 at this time, and there is potential for some of these 30 wells to be modified and to remain in production.) In permanently flooded areas, the active wells 31 could be relocated and replaced using conventional or directional drilling techniques at a location 32 outside of inundation zones to maintain production. However, if a large number of wells had to be 33 abandoned and could not be redrilled, there could be an adverse effect related to the permanent 34 elimination of employment and income generated by well monitoring and maintenance activities. 35 Generally, small crews perform ongoing monitoring and maintenance of several wells at a time. 36 Assuming none of the wells in inundation areas are redrilled, the abandonment of 233 natural gas 37 wells would represent 37 percent of the 629 producing wells in the Delta region (see active 38 producer, dual, and new wells in Table 26-2 in Chapter 26, Mineral Resources). According to 2011 39 data available through the U.S. Census Bureau's 2011 County Business Patterns report (2013), an 40 estimated 255-310 jobs are supported by the two sectors of the Delta region economy that could be 41 affected by well abandonment: crude petroleum and natural gas extraction, and support activities 42 for oil and gas operations. (Note that these jobs include non-natural gas production jobs and non-43 operations and maintenance jobs, so the number of jobs solely related to operations and 44 maintenance of natural gas wells would be smaller.) Assuming a worst-case scenario in which the 45 loss of 37 percent of the Delta region's natural gas wells would result in the loss of a similar

percentage of the region's employment in these two sectors, an estimated 95-115 jobs would be lost
 as the result of implementing Conservation Measures 4, 5, and 10. However, considering that this
 estimate is high and that some wells would be relocated, the actual job losses probably would be
 somewhat lower.

5 **NEPA Effects:** Because implementation of Conservation Measures 2–22 would be anticipated to 6 result in an increase in construction and operation and maintenance-related employment and labor 7 income, this would be considered a beneficial effect. However, implementation of these components 8 would also be anticipated to result in a decrease in agricultural-related and natural gas production-9 related employment and labor income, which would be considered an adverse effect. Mitigation 10 Measure AG-1, described in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, would 11 be available to reduce these effects by preserving agricultural productivity and compensating offsite. Additionally, measures to reduce impacts on natural gas wells are discussed in Chapter 26, 12 13 Mineral Resources, Section 26.3.3.2, Impact MIN-5.

14 **CEOA Conclusion:** Implementation of the proposed Conservation Measures 2–22 would affect total 15 employment and income in the Delta region. The change in total employment and income in the 16 Delta region is based on expenditures resulting from implementation of the proposed Conservation 17 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas 18 production. The total change in employment and income is not, in itself, considered an 19 environmental impact. Significant environmental impacts would only result if the changes in 20 regional economics cause physical impacts. Such effects are discussed in other chapters throughout 21 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, Agricultural 22 Resources, Section 14.3.3.9, Impacts AG-3 and AG-4; changes in recreation-related activities are 23 addressed in Chapter 15, Recreation, Section 15.3.3.9, Impacts REC-9 through REC-11; abandonment 24 of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.9, Impact MIN-5. 25 When required, the BDCP proponents would provide compensation to property owners for 26 economic losses due to implementation of the alternative. While the compensation to property 27 owners would reduce the severity of economic effects related to the loss of agricultural land, it 28 would not constitute mitigation for any related physical impact. Measures to reduce these impacts 29 and impacts on natural gas wells are discussed in Chapter 14, Agricultural Resources, Section 30 14.3.3.2, Impact AG-1, and Chapter 26, *Mineral Resources*, Section 26.3.3.2, Impact MIN-5.

## Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

33 **NEPA Effects:** In the Delta region, implementation of Conservation Measures 2–22 would increase 34 employment and convert land from existing uses, including possible displacement of residential 35 housing and business establishments. The effects on population and housing in the Delta region 36 would be similar in kind, though not in magnitude, to those estimated for conveyance features and 37 facilities. In general, the changes in population and housing would include increases in population 38 from the construction and operation and maintenance-related activity and declines in residential 39 housing and business establishments as a result of lands converted or impaired. Because these 40 activities would not result in concentrated, substantial increases in population or new housing, they 41 would not be considered to have an adverse effect.

42 *CEQA Conclusion:* Implementation of the proposed Conservation Measures 2–22 would impact total
 43 population and housing in the Delta region. The change in total population and housing in the Delta
 44 region is based on employment resulting from implementation of the proposed Conservation

- 1 Measures 2–22. The change in population and housing is expected to be minor relative to the five-
- 2 county Delta region, and dispersed throughout the region. Therefore, significant changes in the
- 3 physical environment are not anticipated to result.

# Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed Conservation Measures 2-22

6 **NEPA Effects:** As noted under Impacts ECON-13, and ECON-14, conservation measures designed to 7 restore, conserve, or enhance natural habitat would be anticipated to create economic effects similar 8 in kind, if not in magnitude, to those described for the water conveyance facilities, including 9 increases to employment and changes in land use that could trigger the disruption of agricultural 10 and recreational economies. They could also affect the possible displacement of residences and 11 businesses. The effects these activities would create with regard to community character would 12 depend on the nature of each measure along with its specific location, size, and other factors that are 13 not vet defined.

- 14 Under Alternative 4, temporary construction associated with implementation of these measures 15 could lead to demographic changes and resulting effects on the composition and size of Delta 16 communities. Earthwork and site preparation associated with conservation measures could also 17 detract from the rural qualities of the Delta region; however, their implementation would take place 18 in phases over the 50 year permit period, which would limit the extent of effects taking place at any
- in phases over the 50-year permit period, which would limit the extent of effects taking place at anyone point in time.
- 20 Implementation of these measures could also alter community character over the long term. 21 Conversion of agricultural land to restored habitat would result in the erosion of some economic and 22 social contributions stemming from agriculture in Delta communities. However, in the context of the 23 Delta region, a substantial proportion of land would not be converted. Additionally, restored habitat 24 could support some rural qualities, particularly in terms of visual resources and recreational 25 opportunities. These effects could attract more residents to some areas of the Delta, and could 26 replace some agricultural economic activities with those related to recreation and tourism. To the 27 extent that agricultural facilities and supportive businesses were affected and led to vacancy, 28 alteration of community character could result from these activities. However, the cultivated lands 29 natural community strategy of CM3 would ensure the continuation of agricultural production on 30 thousands of acres in the Delta (see Chapter 3, Description of Alternatives, Section 3.6.2, for a 31 description of conservation measures).

32 While implementation of Conservation Measures 2–22 could result in beneficial effects relating to 33 the economic welfare of a community, adverse social effects could also arise in those communities 34 closest to character-changing effects and those most heavily influenced by agricultural activities. 35 Noise, visual effects, air pollution, and traffic associated with earthwork and site preparation for the 36 restoration, enhancement, protection, and management of various natural community types could 37 alter the rural characteristics of Delta communities, where they occur in close proximity to these 38 communities. Additionally, changes in the extent and nature of regional agricultural and recreational 39 activities could also be anticipated to alter the character of communities in the Delta and result in 40 changes to community cohesion. If necessary, implementation of mitigation measures and 41 environmental commitments related to transportation, agriculture, and recreation would be 42 anticipated to reduce these adverse effects (see Appendix 3B, Environmental Commitments). 43 Specifically, these commitments Develop and Implement Erosion and Sediment Control Plans, 44 Develop and Implement Hazardous Materials Management Plans, Notification of Construction and

Maintenance Activities in Waterways, Noise Abatement Plan, Fire Prevention and Control Plan, and
 Prepare and Implement Mosquito Management Plans.

3 **CEOA Conclusion:** Implementation of Conservation Measures 2–22 under Alternative 4 could affect 4 community character within the Delta region. However, because these impacts are social in nature, 5 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 6 community character are related to physical impacts involving population growth, these impacts are 7 described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2. Furthermore, 8 notable decreases in population or employment, even if limited to certain areas, sectors, or the 9 vacancy of individual buildings, could result in decay and blight stemming from a lack of 10 maintenance, upkeep, and general investment.

### Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing the Proposed Conservation Measures 2–22

- 13 As discussed in relation to construction of water conveyance facilities, habitat restoration and
- 14 implementation of Conservation Measures 2–22 under Alternative 4 would also take place, in part,
- 15 on land held by private owners and from which local governments derive revenue through property
- 16 taxes and assessments. In particular, conservation measures related to protection of natural
- communities (CM3) and restoration of tidal habitat (CM4), seasonally inundated floodplain (CM5),
   grassland communities (CM8), vernal pool complex (CM9), and nontidal marsh (CM10) would
   require the acquisition of multiple parcels of land (see Chapter 3, *Description of Alternatives*, Section
- 20 3.6.2, for a description of conservation measures).
- 21The Yolo Bypass Flood Date and Flow Volume Agricultural Impact Analysis, as described under Impact22ECON-13, evaluates the expected losses of total Yolo County revenue and state tax revenue for23implementing CM2 (Howitt et al. 2012) (see Chapter 3, Description of Alternatives, Section 3.6.2, for a24description of conservation measures). The total expected annual losses in state and local tax25revenues under the CM2 proposed inundation scenarios can range from \$.057 million under the263,000 cfs flow scenario to \$.13 million under the 6,000 cfs flow scenario that extends flooding as late27as May 15.
- 28 The loss of a substantial portion of an entity's tax base would represent an adverse effect on an 29 agency, resulting in a decrease in local government's ability to provide public goods and services. 30 Under Alternative 4, property tax and assessment revenue forgone as a result of conservation 31 measure implementation is estimated to reach \$176.7 million over the BDCP's 50-year permit 32 period (in 2012 undiscounted dollars; see BDCP Chapter 8, Implementation Costs and Funding 33 Sources, Table 8-28 for further detail). Decreases in revenue could potentially represent a substantial share of individual agency tax bases, particularly for smaller districts affected by large, 34 35 contiguous areas identified for habitat restoration.
- Additionally, other conservation measures related to control of invasive species, expansion of fish hatchery facilities, installation of non-physical fish barriers, modification of water diversions, or treatment of urban stormwater may also require that land currently on property tax rolls be acquired and eventually removed from the tax base. The fiscal effects stemming from these conservation measures are, however, anticipated to be minor based upon the relatively small areas of land necessary for their implementation.
- 42 *NEPA Effects:* Overall, Conservation Measures 2–22 would remove many acres of private land from
   43 local property tax and assessment rolls. This economic effect would be considered adverse;

however, the BDCP proponents would offset forgone property tax and assessments levied by local
governments and special districts on private lands converted to habitat. As described under Impact
ECON-13, regional economic effects from the implementation of Conservation Measures 2–22 would
be mixed. While activities associated with construction and establishment of habitat areas could
boost regional expenditures and sales tax revenue, reduced agricultural activities may offset these
gains. Changes in recreation spending and related sales tax revenue could be positive or negative,
depending on the implementation of the measures.

8 **CEQA Conclusion:** Under Alternative 4, implementation of Conservation Measures 2–22 would 9 result in the removal of a portion of the property tax base for various local government entities in 10 the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is 11 estimated to reach \$176.7 million, compared with annual property tax revenue of more than \$934 12 million in the Delta counties (California State Controller's Office 2012). Projected over the 50-year 13 period, these removals would likely represent less than 1% of these counties' property tax revenue. 14 However, the BDCP proponents would compensate local governments and special districts for 15 forgone revenue. CEQA does not require a discussion of socioeconomic effects except where they 16 would result in physical changes. If an alternative is not anticipated to result in a physical change to 17 the environment, it would not be considered to have a significant impact under CEQA (CEQA 18 Guidelines Sections 15064(f) and 15131).

## Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the Proposed Conservation Measures 2–22

21 **NEPA Effects:** Implementation of the Conservation Measures 2–22 under this alternative would be 22 anticipated to create an adverse effect on recreational resources by limiting access to facilities, 23 restricting boat navigation and disturbing fish habitat while restoration activities are taking place. 24 These measures may also permanently reduce the extent of upland recreation sites. However, over 25 the 50-year permit period, these components could also create beneficial effects by enhancing 26 aquatic habitat and fish abundance, expanding the extent of navigable waterways available to 27 boaters, and improving the quality of existing upland recreation opportunities. Therefore, the 28 potential exists for the creation of adverse and beneficial effects related to recreational economics. 29 Adverse effects would be anticipated to be primarily limited to areas close to restoration areas and 30 during site preparation and earthwork phases. These effects could result in a decline in visits to the 31 Delta and reduction in recreation-related spending, creating an adverse economic effect throughout 32 the Delta. Beneficial recreational effects would generally result during later stages of the BDCP 33 permit period as Conservation Measures 2–22 are implemented and environmental conditions 34 supporting recreational activities are enhanced. These effects could improve the quality of 35 recreational experiences, leading to increased economic activities related to recreation, particularly 36 in areas where conservation measure implementation would create new recreational opportunities.

37 **CEQA Conclusion:** Site preparation and earthwork activities associated with a number of 38 conservation measures would limit opportunities for recreational activities where they occur in or 39 near existing recreational areas. Noise, odors, and visual effects of construction activities would also 40 temporarily compromise the quality of recreation in and around these areas, leading to potential 41 economic impacts. However, over time, implementation could improve the quality of existing 42 recreational opportunities, leading to increased economic activity. This section considers only the 43 economic effects of recreational changes brought about by conservation measure implementation. 44 CEOA does not require a discussion of socioeconomic effects except where they would result in 45 reasonably foreseeable physical changes. Potential physical changes to the environment relating to
recreational resources are described and evaluated in Chapter 15, *Recreation*, Section 15.3.3.9,
 Impacts REC-9 through REC-11.

### Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

5 **NEPA Effects:** Conservation Measures 2–22 would convert land from existing agricultural uses. 6 These direct effects on agricultural land are described qualitatively in Chapter 14, Agricultural 7 Resources, Section 14.3.3.9, Impacts AG-3 and AG-4. Effects on agricultural economics would include 8 effects on crop production and agricultural investments resulting from restoration actions on 9 agricultural lands. The effects would be similar in kind to those described for lands converted due to 10 construction and operation of the conveyance features and facilities. The total acreage and crop mix 11 of agricultural land potentially affected is not specified at this time, but when required, the BDCP 12 proponents would provide compensation to property owners for losses due to implementation of 13 the alternative. Because implementation of the Conservation Measures 2–22 would be anticipated to 14 lead to reductions in crop acreage and in the value of agricultural production in the Delta region, this 15 is considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural 16 *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving 17 agricultural productivity and compensating off-site.

- 18 The Yolo Bypass Flood Date and Flow Volume Agricultural Impact Analysis, as described in Impact 19 ECON-13, also evaluates the expected losses in gross farm revenue that could result from 20 implementing CM2 (Howitt et al. 2012) (see Chapter 3, Description of Alternatives, Section 3.6.2, for a description of conservation measures). Direct gross farm revenue losses are expected to be less than 21 22 \$1.5 million per year. Total output value (gross farm revenue) expected losses for the CM2 scenario, 23 which corresponds to supplemental releases only in years where natural flooding occurs, range 24 from \$1.2 to \$2.8 million per year. Expected losses are zero in years when there is no natural 25 flooding and substantial in years when there is late natural flooding. Expected loss estimates are 26 sensitive to changes in area inundated, yield loss and crop prices. It assumed that the costs of 27 production in the Bypass remain constant even with late flooding; however, if production costs go 28 up, for example, due to overtime labor or increased preparation costs, loss estimates would increase.
- 29 The report also evaluates the loss to total value added, or the net value of agricultural production in 30 the Yolo Bypass to the Yolo County economy. Recognizing that many inputs/outputs are produced 31 or consumed outside of Yolo County, those factors are not considered in the analysis. For example, 32 total value added does include compensation for employees, income to business and landowners, 33 and other business specific to Yolo County, but does not include food production that is exported out 34 of the county. A proportion of Yolo Bypass production and crop consumption occurs within Yolo 35 County; therefore, the expected annual losses to value added for Yolo County is expected to range 36 from \$0.63 to \$1.5 million per year.
- 37 **CEQA Conclusion:** Implementation of Conservation Measures 2–22 would reduce the total value of 38 agricultural production in the Delta region. The permanent removal of agricultural land from 39 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.9, Impacts AG-3 and 40 AG-4. The reduction in the value of agricultural production is not considered an environmental 41 impact. Significant environmental impacts would only result if the changes in regional economics 42 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 43 required, the BDCP proponents would provide compensation to property owners for economic 44 losses due to implementation of the alternative. While the compensation to property owners would

- 1 reduce the severity of economic effects related to the loss of agricultural land, it would not
- 2 constitute mitigation for any related physical impact. Measures to reduce these impacts are
- 3 discussed in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, and particularly
- 4 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for
- 5 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security
- 6 Zones.

#### 7 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions

As described in Chapter 30, *Growth Inducement and Other Indirect Effects*, Section 30.3.2, the
 operational components of BDCP Conservation Measure 1 could result in a number of effects in
 areas receiving SWP and CVP water deliveries outside of the Delta.

- 11 Changes in the amount, cost, or reliability of water deliveries could create socioeconomic effects in 12 the hydrologic regions. To the extent that unreliable or insufficient water supplies currently 13 represent obstacles to agricultural production, Alternative 4 may support more stable agricultural 14 activities by enabling broader crop selection or by reducing risk associated with uncertain water 15 deliveries. As a result of an increase in water supply and supply reliability, farmers may choose to 16 leave fewer acres fallow and/or plant higher-value crops. While the locations and extent of any 17 increases in production would depend on local factors and individual economic decisions, a general 18 increase in production would be anticipated to support growth in seasonal and permanent on-farm 19 employment, along with the potential expansion of employment in industries closely associated 20 with agricultural production. These include food processing, agricultural inputs, and transportation.
- 21 In contrast, decreased water deliveries may affect socioeconomics in hydrologic regions through 22 mechanisms similar to those described above; however, the effects would generally be reversed. For 23 example, it is reasonable to expect that reduced or less reliable water deliveries would result in 24 decreased agricultural production and, in turn, a reduction in both direct and indirect agricultural 25 employment. Economic and social patterns tied to predominant agricultural industrial activities and 26 land uses could erode, changing the character of agricultural communities in hydrologic regions. If 27 operation of water conveyance facilities under Alternative 4 reduced M&I deliveries to the extent 28 that it would, in the long run, constrain population growth, its implementation could reinforce a 29 socioeconomic status quo or limit potential economic and employment growth in hydrologic 30 regions. A detailed discussion of these potential effects is found in Appendix 5B, Responses to 31 *Reduced South of Delta Water Supplies.* Such changes to agricultural production and population 32 growth with its associated economic activity could also lead to shifts in the character of 33 communities in the hydrologic regions with resultant beneficial or adverse effects.
- Generally, these effects (both beneficial and adverse) would be most concentrated in hydrologic
   regions where agriculture is a primary industry and where agricultural operations depend most
   heavily on SWP and CVP deliveries.

#### 37 Changes in SWP Deliveries Compared to No Action Alternative

38 Based on Chapter 30, *Growth Inducement and Other Indirect Effects*, Section 30.3.2.3, compared to

39 the No Action Alternative (2060), implementation of operational Scenario H1 under Alternative 4

- 40 would increase SWP deliveries to all hydrologic regions except for the San Joaquin River Region,
- 41 which would experience no change in deliveries. Compared to No Action Alternative (2060), the
- 42 South Coast Region would receive the largest net increase in deliveries under Scenario H1 (up to 251
- 43 TAF of Table A plus Article 21 deliveries) among the regions, which represents 55% of the net increase

- 1 in M&I deliveries. Compared to No Action Alternative (2060), Scenario H4 would decrease deliveries
- 2 to all hydrologic regions except for the Tulare Lake Region, which would receive an increase and the
- 3 San Joaquin River Region, which would experience no change in deliveries. Compared to the No
- 4 Action Alternative (2060), the South Coast Region would receive the largest net decrease in deliveries
- 5 under Scenario H4 (a decrease of up to 114 TAF of Table A deliveries) among the regions while Tulare
- 6 Lake would receive the only net increase in deliveries (up to 61 TAF of Table A plus Article 21
- deliveries) among the regions. The other two operational scenarios (H2 and H3) would have effects
  that would fall within the range of Scenario H1 and Scenario H4 (refer to Chapter 30, *Growth*)
- 9 *Inducement and Other Indirect Effects*, Table 30-16, for more information).

#### 10 Changes in CVP Deliveries Compared to No Action Alternative

11 The operational scenarios under Alternative 4 would not change CVP M&I deliveries for the 12 Sacramento River, South Coast, South Lahontan and Colorado River Regions because there are no 13 affected CVP contractors located in these regions. Compared to the No Action Alternative (2060), 14 Scenario H1 would increase CVP deliveries to the other hydrologic regions. San Francisco Bay is 15 projected to receive the largest potential increase (5 TAF) among the affected hydrologic regions. 16 Compared to the No Action Alternative (2060), Scenario H4 would also increase deliveries to the 17 other hydrologic regions and San Francisco Bay is projected to receive the largest potential increase (2 TAF) among the affected hydrologic regions. The other two operational scenarios (H2 and H3) 18 19 would have effects that would fall within the range of Scenario H1 and Scenario H4 (refer to Chapter 20 30, Growth Inducement and Other Indirect Effects, Table 30-17, for more information).

- 21 **NEPA Effects:** Increases in average annual water deliveries to service areas could induce population 22 growth and new housing to accommodate growth. Such deliveries could also provide support for 23 water-intensive industries. As discussed in Chapter 30, Growth Inducement and Other Indirect 24 *Effects*, Section 30.3.2.5, long-term water supply reliability is an important component in enabling 25 long-term population increases. However, other factors—including natural growth, employment 26 opportunities, local policy, and quality of life—are more likely to determine population growth. 27 Nonetheless, population growth could stimulate economic activity resulting from increased demand 28 for goods and services. This increased demand could create broad economic benefits for regions 29 whose growth is supported by increased deliveries under BDCP.
- 30 Social changes, including changes in community character, could also result from an expansion in 31 population or economic activity linked to changes in water deliveries. For example, more stable 32 agricultural production and associated economic activities in areas where agriculture is a 33 predominant industry could strengthen and reinforce existing economic and social patterns and 34 institutions. Increased production could also intensify existing socioeconomic challenges, including 35 seasonal cycles in employment, housing demand, and provision of social services. In areas where 36 population growth would be enabled by increased water supplies or reliability, changes to 37 community character could result from an increased population, including the potential for changes 38 in urban form, environmental factors such as traffic or noise, demographic composition, or the rise 39 of new or broader economic or social opportunities. Again, the nature and extent of such changes 40 would be predominantly influenced by prevailing socioeconomic forces, rather than any specific change associated with implementation of the BDCP. 41
- 42 Changes in agricultural production and population growth could also affect local government fiscal
- 43 conditions. Population growth would be anticipated to result in higher property and sales tax
- 44 revenue while increased agricultural activity could result in higher sales tax receipts for a local

- 1 jurisdiction. However, growth would also require expanded public services to meet the needs of a
- 2 larger population and a larger economic base. Expansion could require additional spending on
- 3 education, police and fire protection, medical services, and transportation and utility infrastructure.
- 4 Whether such growth would result in a long-term net benefit or cost would depend on a number of 5 factors including prevailing local service levels and tax rates, as well as the characteristics of the
- 6 growth.

7 Changes in water deliveries associated with operation of Alternative 4 could result in beneficial or 8 adverse socioeconomic effects in areas receiving water from the SWP and CVP. In hydrologic regions 9 where water deliveries are predicted to increase when compared with the No Action Alternative, 10 more stable agricultural activities could support employment and economic production associated 11 with agriculture. Where M&I deliveries increase, population growth could lead to general economic 12 growth and support water-intensive industries. Such changes could also lead to shifts in the 13 character of communities in the hydrologic regions with resultant beneficial or adverse effects. 14 Likewise, growth associated with deliveries could require additional expenditures for local

- 15 governments while also supporting increases in revenue.
- 16 *CEQA Conclusion*: As described above, the operational components of BDCP Conservation Measure
   17 1 could result in a number of effects in areas receiving SWP and CVP water deliveries outside of the
   18 Delta.

#### 19 Changes in SWP Deliveries Compared to Existing Conditions

20 Compared to Existing Conditions, Scenario H1 would increase deliveries to all hydrologic regions 21 except for the San Joaquin River Region, which would experience no change in deliveries. Compared 22 to Existing Conditions, under Scenario H1, South Coast would receive the largest net increase in deliveries (up to 189 TAF of Table A deliveries) among the regions, which represents 57% of the net 23 24 increase in M&I deliveries. Compared to Existing Conditions, Scenario H4 would decrease deliveries to 25 all hydrologic regions except for the Tulare Lake Region, which would receive an increase and the 26 San Joaquin River Region, which would experience no change in deliveries. Compared to Existing 27 Conditions, under Scenario H4, South Coast would receive the largest net decrease in deliveries (a 28 decrease of up to 170 TAF of Table A deliveries) among the regions while Tulare Lake would receive 29 the only net increase in deliveries (up to 52 TAF of Table A plus Article 21 deliveries) among the 30 regions. The other two operational scenarios (H2 and H3) would have effects that would fall within the 31 range of Scenario H1 and Scenario H4 (refer to Chapter 30, Growth Inducement and Other Indirect 32 *Effects*, Table 30-16, for more information).

#### 33 Changes in CVP Deliveries Compared to Existing Conditions

34 The operational scenarios under Alternative 4 would not change M&I deliveries for the Sacramento 35 River, South Coast, South Lahontan and Colorado River regions because there are no affected CVP contractors located in these regions. Compared to Existing Conditions, Scenario H1 would decrease 36 37 deliveries to the other hydrologic regions. San Francisco Bay is projected to receive the largest 38 potential decrease (2 TAF) among the affected hydrologic regions. Compared to Existing Conditions, 39 Scenario H4 would also decrease deliveries to the other hydrologic regions. San Francisco Bay is 40 projected to receive the largest potential decrease (5 TAF) among the affected hydrologic regions. The 41 other two operational scenarios (H2 and H3) would have effects that would fall within the range of 42 Scenario H1 and Scenario H4 (refer to Chapter 30, Growth Inducement and Other Indirect Effects, Table

43 30-17 for more information).

#### 1 Summary

- 2 Operation of water conveyance facilities under Alternative 4 could affect socioeconomic conditions
- 3 in the hydrologic regions receiving water from the SWP and CVP. However, because these impacts
- 4 are social and economic in nature, rather than physical, they are not considered environmental
- 5 impacts under CEQA. To the extent that changes in socioeconomic conditions in the hydrologic
- 6 regions would lead to physical impacts, such impacts are described in Chapter 30, *Growth*
- 7 *Inducement and Other Indirect Effects,* Section 30.3.2.

# 816.3.3.10Alternative 5—Dual Conveyance with Pipeline/Tunnel and9Intake 1 (3,000 cfs; Operational Scenario C)

Facilities construction under Alternative 5 would be similar to those described for Alternative 1A
but with only one intake as opposed to five. Operations would be different under Alternative 5 than
under Alternative 1A.

### Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- 15 The regional economic effects on employment and income in the Delta region were evaluated during 16 construction. Changes are shown relative to the Existing Conditions and the No Action Alternative 17 (regional economic conditions do not differ between Existing Conditions and No Action Alternative). 18 The effects on employment and income are displayed in Table 16-47. The direct and total change is 19 shown that would result from conveyance-related spending. As evident in Table 16-47, spending on 20 conveyance construction results in substantial local economic activity in the region. As shown, direct 21 construction employment is anticipated to vary over the 8-year construction period, with an 22 estimated 886 FTE jobs in the first year and 52 FTE jobs in the final year of the construction period. 23 Construction employment is estimated to peak at 1,372 FTE jobs in year 4. Total employment
- 24 (direct, indirect, and induced) would peak in year 3, at 4,780 FTE jobs.

#### Table 16-47. Regional Economic Effects on Employment and Labor Income during Construction (Alternative 5)

Regional Economic Year									
Impact <sup>a</sup>	1	2	3	4	5	6	7	8	Total
Employment (FTE)									
Direct	886	1,004	1,317	1,372	1,254	987	249	52	7,123
Total <sup>b</sup>	5,073	4,277	4,780	4,290	3,370	2,191	422	73	24,475
Labor Income (millio	n \$)								
Direct	139.6	105.2	108.0	87.4	60.0	30.6	3.0	0.1	533.9
Total <sup>b</sup>	250.5	194.2	204.1	170.4	122.1	67.9	9.2	1.0	1,019.4

Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012).

<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.

<sup>b</sup> Includes direct, indirect, and induced effects; numbers may not sum to the total due to rounding. Detailed estimates are presented in Appendix 16A, *Regional Economic Impacts of Water Conveyance Facility Construction*.

27

- 1 The footprint of conveyance and related facilities such as roads and utilities would remove some
- 2 existing agricultural land from production, so the effects on employment and income would be
- 3 negative. The regional economic effects on employment and income in the Delta region from the
- 4 change in agricultural production are reported in Table 16-48. As shown, direct agricultural
- 5 employment would be reduced by an estimated 22 FTE jobs, while total employment (direct,
- 6 indirect, and induced) associated with agricultural employment would fall by 83 FTE jobs. Mapbook
   7 Figures M14-1 and M14-2 display areas of Important Farmland and lands under Williamson Act
- 8 contracts that could be converted to other uses due to the construction of water conveyance
- 9 facilities for the Pipeline/Tunnel alignment. Note that not all of these structures would be
- 10 constructed under this alternative.

#### 11Table 16-48. Regional Economic Effects on Agricultural Employment and Labor Income during12Construction (Alternative 5)

Regional Economic Impact <sup>a</sup>	Impacts on Agriculture	
Employment (FTE)		
Direct	-22	
Total <sup>b</sup>	-83	
Labor Income (million \$)		
Direct	-2.8	
Total <sup>b</sup>	-5.3	
Note: Labor income is reported 2011 dolla	rs (ILS Department of Commerce 2012)	

Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012).

<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.

<sup>b</sup> Includes direct, indirect, and induced effects.

13

14 Additionally, the Alternative 5 construction footprint would result in the abandonment of an 15 estimated six producing natural gas wells in the study area, as described in Chapter 26, Mineral 16 *Resources*, Section 26.3.3.10, Impact MIN-1. This could result in the loss of employment and labor 17 income associated with monitoring and maintaining these wells. Generally, small crews perform 18 ongoing monitoring and maintenance of several wells at a time. As shown in Chapter 26, Mineral 19 Resources, Table 26-3, 516 active producer wells are located in the study area. Even if all six 20 producing wells in the Alternative 5 construction footprint were abandoned and not replaced with 21 new wells installed outside the construction footprint, the percentage reduction in the number of 22 natural gas wells would be very small. As a result, the employment and labor income effects 23 associated with well abandonment, while negative, would be minimal.

*NEPA Effects:* Because construction of water conveyance facilities would result in an increase in
 construction-related employment and labor income, this would be considered a beneficial effect.
 However, these activities would also be anticipated to result in a decrease in agricultural-related
 employment and labor income, which would be considered an adverse effect. Mitigation Measure
 AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be
 available to reduce these effects by preserving agricultural productivity and compensating off-site.

30 *CEQA Conclusion:* Construction of the proposed water conveyance facilities would increase total 31 employment and income in the Delta region. The change would result from expenditures on

- 32 construction, increasing employment, and from changes in agricultural production, decreasing
- 32 construction, increasing employment, and nom changes in agricultural production, decreasing 33 employment. Changes in recreational expenditures and natural gas well operations could also affect
- 34 regional employment and income, but these have not been quantified. The total change in

1 employment and income is not, in itself, considered an environmental impact. Significant 2 environmental impacts would only result if the changes in regional economics cause physical 3 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. The BDCP costs are 4 addressed in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of 5 agricultural land from production is addressed in Chapter 14, Agricultural Resources, Section 6 14.3.3.10, Impacts AG-1 and AG-2; changes in recreation related activities are addressed in Chapter 7 15, Recreation, Section 15.3.3.10, REC-1 through REC-4.; abandonment of natural gas wells is 8 addressed in Chapter 26, Mineral Resources, Section 26.3.3.10, Impact MIN-1 When required, DWR 9 would provide compensation to property owners for economic losses due to implementation of the 10 alternative. While the compensation to property owners would reduce the severity of economic 11 effects related to the loss of agricultural land, it would not constitute mitigation for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14, Aaricultural 12 13 *Resources*, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP 14 to preserve agricultural productivity and mitigate for loss of Important Farmland and land subject to 15 Williamson Act contracts or in Farmland Security Zones.

#### 16 Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of 17 the Proposed Water Conveyance Facilities

#### 18 **Population**

Construction of conveyance facilities would require an estimated peak of 1,370 workers in year 4 of
the assumed 8-year construction period. It is anticipated that many of these new jobs would be filled
from within the existing five-county labor force. However, construction of the tunnels may require
specialized worker skills not readily available in the local labor pool. As a result, it is anticipated that
some specialized workers may be recruited from outside the five-county region.

Considering the multi-year duration of conveyance facility construction, it is anticipated that nonlocal workers would temporarily relocate to the five-county region, thus adding to the local
population. As discussed in Chapter 30, *Growth Inducement and Other Indirect Effects*, Section
30.3.2.1, Direct Growth Inducement, an estimated 30 percent of workers could come from out of the
Delta region, suggesting that approximately 400 workers could relocate to the Delta region at the
peak of the construction period. However, this additional population would constitute a minor
increase in the total 2020 projected regional population of 4.6 million and be distributed throughout

- 31 the region. Changes in demand for public services resulting from any increase in population are
- 32 addressed in Chapter 20, *Public Services and Utilities*, Section 20.3.3.10, Impact UT-1 through UT-6.

#### 33 Housing

- Changes in housing demand are based on changes in supply resulting from displacement during
   facilities construction and changes in housing demand resulting from employment associated with
   construction of conveyance facilities. As described in Chapter 13, *Land Use*, Section 13.3.3.10, Impact
   LU-2, construction of water conveyance facilities under Alternative 5 would conflict with
- 38 approximately 29 residential structures.
- 39 The construction workforce would most likely commute daily to the work sites from within the five-
- 40 county region; however, if needed, there are about 53,000 housing units available to accommodate
- 41 workers who may choose to commute on a workweek basis or who may choose to temporarily
- 42 relocate to the region for the duration of the construction period, including the estimated 400
- 43 workers who may temporarily relocate to the Delta region from out of the region. In addition to the

- 1 available housing units, there are recreational vehicle parks and hotels and motels within the five-
- 2 county region to accommodate any construction workers. As a result, and as discussed in more
- 3 detail in Chapter 30, *Growth Inducement and Other Indirect Effects*, Section 30.3.2.1, Direct Growth
- 4 Inducement, construction of the proposed conveyance facilities is not expected to substantially
- 5 increase the demand for housing within the five-county region.
- *NEPA Effects:* Within specific local communities, there could be localized effects on housing.
   However, given the availability of housing within the five-county region, predicting where this
   impact might fall would be highly speculative. In addition, new residents would likely be dispersed
   across the region, thereby not creating a burden on any one community.
- Because these activities would not result in permanent concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Construction of the proposed water conveyance facilities would result in minor
   population increases in the Delta region with adequate housing supply to accommodate the change
   in population. Therefore, the minor increase in population is not anticipated to lead to adverse
   physical changes in the environment.

#### 16 Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed 17 Water Conveyance Facilities

- 18 **NEPA Effects:** Under Alternative 5, effects on community character would be similar in nature to 19 those described under Alternative 1A, Impact ECON-3. However, the intensity of these effects would 20 be reduced due to the construction of one intake facility and a single bore tunnel. As such, regional 21 population and employment would increase to levels described above under Impact ECON-1 and 22 ECON-2. While water conveyance construction could result in beneficial effects relating to the 23 economic welfare of a community, adverse social effects could also arise as a result of declining 24 economic stability or changes in community cohesion in communities closest to construction effects 25 and in those most heavily influenced by agricultural and recreational activities. Implementation of 26 mitigation measures and environmental commitments related to noise, visual effects, 27 transportation, agriculture, and recreation would reduce adverse effects (see Appendix 3B, 28 *Environmental Commitments*). These actions are summarized under Alternative 1A, Impact ECON-3.
- 29 **CEQA Conclusion:** Construction of water conveyance facilities under Alternative 5 could affect 30 community character in the Delta region. However, because these impacts are social in nature, 31 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 32 community character would lead to physical impacts involving population growth, such impacts are 33 described under Impact ECON-2 and in Chapter 30, Growth Inducement and Other Indirect Effects, 34 Section 30.3.2. Furthermore, notable decreases in population or employment, even if limited to 35 specific areas, sectors, or the vacancy of individual buildings, could result in alteration of community 36 character stemming from a lack of maintenance, upkeep, and general investment. However, 37 implementation of mitigation measures and environmental commitments related to noise, visual 38 effects, transportation, agriculture, and recreation, would reduce the extent of these effects (see 39 Appendix 3B, *Environmental Commitments*). Specifically, these commitments include Develop and 40 Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous Materials 41 Management Plans, Notification of Construction and Maintenance Activities in Waterways, Noise 42 Abatement Plan, Fire Prevention and Control Plan, and Prepare and Implement Mosquito
- 43 Management Plans.

#### Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing the Proposed Water Conveyance Facilities

3 **NEPA Effects:** Effects on tax revenue as a result of water conveyance construction under Alternative 4 5 would be similar to those described under Alternative 1A, Impact ECON-4. However, due to the 5 construction of fewer intake facilities, forgone revenue is estimated at \$7.4 million over the 6 construction period. This figure may be smaller if land acquisition needs are smaller due to the 7 construction of a single bore tunnel between the Intermediate Forebay and Byron Tract Forebay. 8 These decreases in revenue could potentially result in the loss of a substantial share of some 9 agencies' tax bases, particularly for smaller districts affected by the BDCP. This economic effect 10 would be considered adverse; however, the BDCP proponents would make arrangements to 11 compensate local governments for the loss of property tax or assessment revenue for land used for 12 constructing, locating, operating, or mitigating for new Delta water conveyance facilities. 13 Additionally, as discussed under Impact ECON-2, construction of the water conveyance facilities 14 would be anticipated to result in a net increase of income and employment in the Delta region. This 15 would also create an indirect beneficial effect through increased sales tax revenue for local 16 government entities that rely on sales taxes.

17 **CEQA Conclusion:** Under Alternative 5, construction of water conveyance facilities would result in 18 the removal of a portion of the property tax base for various local government entities in the Delta 19 region. Over the construction period, property tax and assessment revenue forgone is estimated at 20 \$7.4 million. However, the Sacramento-San Joaquin Delta Reform Act commits the entities receiving 21 water from the State Water Project and federal Central Valley Project to mitigate for lost property 22 tax and assessment revenue associated with land needed for the construction of new conveyance 23 facilities (Water Code Section 85089). Additionally, any losses could be offset, at least in part, by an 24 anticipated increase in sales tax revenue. CEQA does not require a discussion of socioeconomic effects except where they would result in reasonably foreseeable physical changes. If an alternative 25 26 is not anticipated to result in a physical change to the environment, it would not be considered to 27 have a significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131). Here, any 28 physical consequences resulting from fiscal impacts are too speculative to ascertain.

#### Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed Water Conveyance Facilities

31 **NEPA Effects:** Under Alternative 5, disruption of recreational activities during the construction 32 period would be similar in character, but smaller in extent and duration, than that described under 33 Alternative 1A, Impact ECON-5. This is largely because fewer intake facilities would be constructed 34 under this alternative. Additionally, the tunnel between the Intermediate Forebay and Byron Tract 35 Forebay would be constructed with a single bore. While access to recreational facilities would be 36 maintained throughout construction, the quality of recreational activities including boating, fishing, 37 waterfowl hunting, and hiking in the Delta could be indirectly affected by noise, lighting, traffic, and 38 visual degradation in proximity to water conveyance construction. Relative to Alternative 1A, 39 however, two fewer established recreational sites or areas would be affected by this alternative.

- 40 Construction of water conveyance structures under this alternative would be anticipated to result in
   41 a lower-quality recreational experience in a number of localized areas throughout the Delta, despite
   42 the implementation of mitigation measures, including enhancement of fishing access sites and
   43 incorporation of recreational access into project design, and environmental and non-environmental
- 44 commitments, including providing funding to implement recreational improvements and control

- 1 aquatic weeds, providing notification of maintenance activities in waterways, and developing and
- 2 implementing a noise abatement plan, as described in Appendix 3B, *Environmental Commitments*.
- 3 With a decrease in recreational quality, the number of visits would be anticipated to decline, at least
- 4 in areas closest to construction activities. The multi-year schedule and geographic scale of
- 5 construction activities and the anticipated decline in recreational spending would be considered an
- adverse effect. The commitments and mitigation measure cited above would contribute to the
   reduction of this effect.
- 7 reduction of this effect.
- 8 *CEQA Conclusion*: Construction of the proposed water conveyance facilities under Alternative 5
- 9 could impact recreational revenue in the Delta region if construction activities result in fewer visits
  10 to the area. Fewer visits would be anticipated to result in decreased economic activity related to
  11 recreational activities. This section considers only the economic effects of recreational changes
  12 brought about by construction of the proposed water conveyance facilities. Potential physical
  13 changes to the environment relating to recreational resources are described and evaluated in
  14 Chapter 15, *Recreation*, Section 15.3.3.10, Impacts REC-1 through REC-4.

### Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- Construction of conveyance facilities would convert land from existing agricultural uses to uses that
   include direct facility footprints, construction staging areas, borrow/spoils areas, RTM storage,
   temporary and permanent roads, and utilities. Agricultural land could also be affected by changes in
   water quality and other conditions that would affect crop productivity. These direct effects on
   agricultural land are described in Chapter 14, *Agricultural Resources*, Section 14.3.3.10, Impacts AG-
- 22 1 and AG-2.
- 23 Changes in crop acreage were used to describe the associated changes in economic values. Unit
- 24 prices, yields, and crop production and investment costs were presented in Section 16.1,
- 25 Environmental Setting/Affected Environment. Table 16-49 summarizes the changes in acreage and
- value of agricultural production that would result in the Delta region as a result of Alternative 5
- 27 construction. Changes are shown relative to the Existing Conditions and the No Action Alternative
- by aggregate crop category (agricultural resources under Existing Conditions and in the No Action
- Alternative were assumed to be the same). The table also includes a summary of changes in crop acreages that are reported in greater detail in Appendix 14A, *Individual Crop Effects as a Result of*
- 31 BDCP Water Conveyance Facility Construction.
- 32 Total value of irrigated crop production in the Delta would decline on average by \$7.8 million per
- 33 year during the construction period, with total irrigated crop acreage declining by about 5,000 acres,
- 34 These estimates are not dependent on water year type.

Analysis Metric	Alternative 5	Change from Existing Conditions and No Action Alternative
Total Crop Acreage (thousand acres)	478.7	-5.0
Grains	58.2	-0.4
Field crops	189.5	-1.6
Forage crops	111.5	-1.2
Vegetable, truck, and specialty crops	76.7	-0.5
Orchards and vineyards	42.8	-1.2
Total Value of Production (million \$)	642.2	-7.8
Grains	24.1	-0.1
Field crops	112.8	-1.0
Forage crops	72.1	-1.0
Vegetable, truck, and specialty crops	266.7	-1.7
Orchards and vineyards	166.5	-4.0

#### 1Table 16-49. Crop Acres and Value of Agricultural Production in the Delta during Construction2(Alternative 5)

3

Alternative 5 may also affect production costs, investments in production facilities and standing
orchards and vineyards, and salinity of agricultural water supply. Effects would be similar to those
qualitatively described under Alternative 1A, Impact ECON-6. See Chapter 14, *Agricultural Resources*, Section 14.3.3.10, Impacts AG-1 and AG-2, for further discussion of indirect effects on
agricultural resources.

*NEPA Effects:* Because construction of the proposed water conveyance facilities would lead to
 reductions in crop acreage and in the value of agricultural production in the Delta region, this is
 considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural
 *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
 agricultural productivity and compensating off-site.

14 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would reduce the total 15 value of agricultural production in the Delta region. The removal of agricultural land from 16 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.10, Impacts AG-1 and 17 AG-2. The reduction in the value of agricultural production is not considered an environmental 18 impact. Significant environmental impacts would only result if the changes in regional economics 19 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 20 required, DWR would provide compensation to property owners for economic losses due to 21 implementation of the alternative. While the compensation to property owners would reduce the 22 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 23 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14, 24 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, 25 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland 26 and land subject to Williamson Act contracts or in Farmland Security Zones.

#### Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

Permanent effects on regional economics during operation and maintenance of the proposed water
conveyance facilities would be similar to those described under Alternative 1A, Impact ECON-7.
Increased expenditures related to operation and maintenance of water conveyance facilities would
be expected to result in a permanent increase in regional employment and income, as presented in
Table 16-22. The permanent removal of agricultural land following construction would have lasting
negative effects on agricultural employment and income, as shown in Table 16-23.

*NEPA Effects:* Because continued operation and maintenance of water conveyance facilities would
 result in an increase in operations-related employment and labor income, this would be considered
 a beneficial effect. However, the long-term footprint of facilities would lead to a continued decline in
 agricultural-related employment and labor income, which would be considered an adverse effect.
 Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
 AG-1, would be available to reduce these effects by preserving agricultural productivity and
 compensating off-site.

16 **CEQA** Conclusion: Operation and maintenance of the proposed water conveyance facilities would 17 increase total employment and income in the Delta region. The net change would result from 18 expenditures on operation and maintenance and from changes in agricultural production. The total 19 change in income and employment is not, in itself, considered an environmental impact. Significant 20 environmental impacts would only result if the changes in regional economics cause physical 21 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed 22 in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of agricultural land 23 from production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.10, Impacts AG-3 24 and AG-4; changes in recreation related activities are addressed in Chapter 15, *Recreation*, Section 25 15.3.3.10, Impacts REC-5 through REC-8. When required, DWR would provide compensation to 26 landowners as a result of acquiring lands for the proposed conveyance facilities. While the 27 compensation to property owners would reduce the severity of economic effects related to the loss 28 of agricultural land, it would not constitute mitigation for any related physical impact. Measures to 29 reduce these impacts are discussed in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact 30 AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland and land subject to Williamson Act 31 32 contracts or in Farmland Security Zones.

### Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

Permanent effects on population and housing during operation and maintenance of the proposed water conveyance facilities would be similar to those described under Alternative 1A, Impact ECON-8. It is anticipated that non-local workers would relocate to the five-county region, thus adding to the local population. However, this additional population would constitute a minor increase in the total 2020 projected regional population of 4.6 million and be distributed throughout the region. It is anticipated that most of the operational workforce would be drawn from within the five-county region. Consequently, operation of the conveyance facilities would not result in impacts on housing.

42 *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
43 population or new housing, they would not be considered to have an adverse effect.

- 1 *CEQA Conclusion*: Operation and maintenance of the proposed water conveyance facilities would
- 2 result in minor population increases in the Delta region with adequate housing supply to
- accommodate the change in population and therefore adverse changes in the physical environment
   are not anticipated.

### Impact ECON-9: Changes in Community Character during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 7 **NEPA Effects:** Under Alternative 5, effects on community character would be similar in nature, 8 location, and magnitude to those described under Alternative 1A, Impact ECON-9. Variations in the 9 intensity of these effects would result from the operation and maintenance of one intake facility and 10 a single-bore tunnel between the Intermediate Forebay and Byron Tract Forebay. While water 11 conveyance operation and maintenance could result in beneficial effects relating to the economic 12 welfare of a community, lasting adverse social effects, including effects on community cohesion, 13 could also arise in communities closest to physical features and in those most heavily influenced by 14 agricultural and recreational activities. Implementation of mitigation measures and environmental 15 commitments related to noise, visual effects, transportation, agriculture, and recreation would 16 reduce adverse effects (see Appendix 3B, Environmental Commitments). These actions are 17 summarized under Alternative 1A, Impact ECON-9.
- 18 **CEOA Conclusion:** Operation and maintenance of water conveyance facilities under Alternative 5 19 could affect community character in the Delta region. However, because these impacts are social in 20 nature, rather than physical, they are not considered impacts under CEQA. To the extent that 21 changes to community character would lead to physical impacts involving population growth, such 22 impacts are described under Impact ECON-8 and in Chapter 30, Growth Inducement and Other 23 *Indirect Effects*, Section 30.3.2. Furthermore, notable decreases in population or employment, even if 24 limited to specific areas, sectors, or the vacancy of individual buildings, could result in alteration of 25 community character stemming from a lack of maintenance, upkeep, and general investment.

### Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 28 **NEPA Effects:** Effects on tax revenue as a result of ongoing water conveyance operations under 29 Alternative 5 would be similar to those described under Alternative 1A, Impact ECON-10. However, 30 with the construction of fewer intake facilities, forgone revenue is estimated to \$44.4 million over 31 the 50-year permit period. These decreases in revenue could potentially result in the loss of a 32 substantial share of some agencies' tax bases, particularly for smaller districts affected by the BDCP. 33 This economic effect would be adverse; however, the BDCP proponents would make arrangements 34 to compensate local governments for the loss of property tax or assessment revenue for land used 35 for constructing, locating, operating, or mitigating for new Delta water conveyance facilities. 36 Additionally, as discussed under Impact ECON-7, continued operation and maintenance of the water 37 conveyance facilities would be anticipated to result in a net increase of income and employment in 38 the Delta region. This could also create an indirect beneficial effect through increased sales tax 39 revenue for local government entities that rely on sales taxes.
- 40 *CEQA Conclusion*: Under Alternative 5, the ongoing operation and maintenance of water
- 41 conveyance facilities would restrict property tax revenue levels for various local government
- 42 entities in the Delta region. Over the 50-year permit period, property tax and assessment revenue
- 43 forgone is estimated at \$44.4 million. However, the Sacramento-San Joaquin Delta Reform Act

- 1 commits the entities receiving water from the State Water Project and federal Central Valley Project
- 2 to mitigate for lost property tax and assessment revenue associated with land needed for the
- 3 construction of new conveyance facilities (Water Code Section 85089). Additionally, any losses
- 4 could be offset, at least in part, by an anticipated increase in sales tax revenue. CEQA does not
- 5 require a discussion of socioeconomic effects except where they would result in reasonably
- 6 foreseeable physical changes. If an alternative is not anticipated to result in a physical change to the
- environment, it would not be considered to have a significant impact under CEQA (CEQA Guidelines
   Sections 15064(f) and 15131). Here, any physical consequences resulting from fiscal impacts are too
- 9 speculative to ascertain.

### Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 12 Effects on recreation economics during operation and maintenance of the proposed water
- conveyance facilities under Alternative 5 would be similar to those described under Alternative 1A,
   Impact ECON-11.
- *NEPA Effects:* Maintenance of conveyance facilities, including intakes, would result in periodic
   temporary but not substantial adverse effects on boat passage and water-based recreational
   activities. Because effects of facility maintenance would be short-term and intermittent, substantial
   economic effects are not anticipated to result from operation and maintenance of the facilities.
- *CEQA Conclusion:* Operation and maintenance activities associated with the proposed water
   conveyance facilities under Alternative 5 are anticipated to create minor effects on recreational
   resources and therefore, are not expected to substantially reduce economic activity related to
   recreational activities. This section considers only the economic effects of recreational changes.
   Potential physical changes to the environment relating to recreational resources are described and
   evaluated in Chapter 15, *Recreation*, Section 15.3.3.10, Impacts REC-5 through REC-8.

### Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- During operation and maintenance of conveyance facilities existing agricultural land would be in
  uses that include direct facility footprints and associated permanent roads and utilities. Agricultural
  land could also be affected by changes in water quality and other conditions that would affect crop
  productivity. These direct effects on agricultural land are described in Chapter 14, Agricultural *Resources*, Section 14.3.3.10, Impacts AG-1 and AG-2.
- 32 Changes in crop acreage were used to estimate the associated changes in economic values. Unit
- 33 prices, yields, and crop production and investment costs were presented in Section 16.1,
- 34 *Environmental Setting/Affected Environment*. Table 16-50 summarizes the changes in acreage and
- 35 value of agricultural production that would result in the Delta region during operation of Alternative
- 36 5. Changes are shown relative to the Existing Conditions and the No Action Alternative by aggregate
- crop category (agricultural resources under Existing Conditions and in the No Action Alternative
   were assumed to be the same). The changes in crop acreages are reported in greater detail in
- 39 Appendix 14A, Individual Crop Effects as a Result of BDCP Water Conveyance Facility Construction.
- 40 Total value of irrigated crop production in the Delta region would decline on average by \$7.0 million
- 41 per year during operation and maintenance, with total irrigated crop acreage declining by about
- 42 4,300 acres. These estimates are not dependent on water year type.

Analysis Metric	Alternative 5	Change from Existing Conditions and No Action Alternative
Total Crop Acreage (thousand acres)	479.4	-4.3
Grains	58.3	-0.3
Field crops	189.8	-1.3
Forage crops	111.6	-1.1
Vegetable, truck, and specialty crops	76.7	-0.4
Orchards and vineyards	42.9	-1.1
Total Value of Production (million \$)	643.1	-7.0
Grains	24.1	-0.1
Field crops	113.1	-0.8
Forage crops	72.2	-0.9
Vegetable, truck, and specialty crops	266.9	-1.5
Orchards and vineyards	166.8	-3.7
Note: Value of production is based on pr Commerce 2012).	ices received by farm	ers, in 2011 dollars (U.S. Department of

#### Table 16-50. Crop Acres and Value of Agricultural Production in the Delta Region during Operations and Maintenance (Alternative 5)

3

Alternative 5 may also affect production costs on lands even if gross revenues are largely unaffected.
 Costs could be associated with operational constraints and longer travel times due to permanent
 facilities. In most cases, affected lands fall within the facilities footprint, and are included in the
 agricultural acreage and value of production described elsewhere in this Chapter and in Chapter 14,
 *Agricultural Resources*, Section 14.3.3.10.

9 Crop yields and crop selection on lands in the Delta could be affected by changes in salinity of
10 agricultural water supply during operation and maintenance activities. If operation of the proposed
11 conveyance facilities increases salinity in part of the Delta, crops that are more sensitive to salinity
12 could shift to other lands in the five-county Delta region. See Chapter 14, *Agricultural Resources*,
13 Section 14.3.3.10, Impact AG-2, for further discussion of effects from changes in salinity.

*NEPA Effects:* The footprint of water conveyance facilities would result in lasting reductions in crop
 acreage and in the value of agricultural production in the Delta region; therefore, this is considered
 an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section
 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving agricultural
 productivity and compensating off-site.

19 **CEQA Conclusion:** During operation and maintenance of the proposed water conveyance facilities 20 the value of agricultural production in the Delta region would be reduced. The permanent removal 21 agricultural land from production is addressed in Chapter 14, Agricultural Resources, Section 22 14.3.3.10, Impacts AG-1 and AG-2. The reduction in the value of agricultural production is not 23 considered an environmental impact. Significant environmental impacts would only result if the 24 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 25 throughout this EIR/EIS. When required, DWR would provide compensation to property owners for 26 economic losses due to implementation of the alternative. While the compensation to property 27 owners would reduce the severity of economic effects related to the loss of agricultural land, it 28 would not constitute mitigation for any related physical effect. Measures to reduce these impacts are discussed in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, and particularly
 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for
 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security
 Zones.

### Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the Implementation of the Proposed Conservation Measures 2–22

7 **NEPA Effects:** Effects on regional economics as a result of the proposed Conservation Measures 2– 8 22 would be similar to those described under Alternative 1A, Impact ECON-13. However, under this 9 alternative, 25,000 acres would be restored under CM4, rather than 65,000 acres. In the Delta 10 region, spending on Conservation Measures 2–22 would include construction, operation and 11 maintenance activities that would convert or disturb existing land use. Because implementation of 12 Conservation Measures 2–22 would be anticipated to result in an increase in construction and 13 operation and maintenance-related employment and labor income, this would be considered a 14 beneficial effect. However, implementation of these components would also be anticipated to result 15 in a decrease in agricultural-related employment and labor income, which would be considered an 16 adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural Resources, Section 17 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving agricultural 18 productivity and compensating off-site. Additionally, implementation of these components are 19 anticipated to result in the abandonment of natural gas wells, causing a decrease in employment and 20 labor income associated with monitoring and maintaining wells, which would be considered an 21 adverse effect. These effects, however, would be smaller than those estimated for Alternative 1A 22 because, under Alternative 5, 40,000 fewer acres would be restored, displacing fewer wells. 23 Mitigation Measure MIN-5, described in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-24 5, would be available to reduce these effects by minimizing, to the extent feasible, the need for well 25 abandonment or relocation.

26 **CEQA Conclusion:** Implementation of the proposed Conservation Measures 2–22 would affect total 27 employment and income in the Delta region. The change in total employment and income in the 28 Delta region is based on expenditures resulting from implementation of the proposed Conservation 29 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas 30 production activities. The total change in employment and income is not, in itself, considered an 31 environmental impact. Significant environmental impacts would only result if the changes in 32 regional economics cause physical impacts. Such effects are discussed in other chapters throughout 33 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, Agricultural 34 Resources, Section 14.3.3.2, Impacts AG-3 and AG-4; changes in recreation-related activities are 35 addressed in Chapter 15, Recreation, Section 15.3.3.2, Impacts REC-9 through REC-11; abandonment 36 of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-5.

### Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

- 39 Effects on population and housing as a result of the proposed Conservation Measures 2–22 would be
- 40 similar to those described under Alternative 1A, Impact ECON-14. However, under this alternative,
- 41 25,000 acres would be restored under CM4, rather than 65,000 acres. In general, the changes in
- 42 population and housing would include increases in population from the construction and operation
- 43 and maintenance-related activity and declines in residential housing and business establishments as
- 44 a result of lands converted or impaired.

- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion:* Implementation of the proposed Conservation Measures 2–22 would impact total
   population and housing in the Delta region. The change in total population and housing in the Delta
   region is based on employment resulting from implementation of the proposed Conservation
   Measures 2–22. The change in population and housing is expected to be minor relative to the five county Delta region, and dispersed throughout the region. Therefore, significant changes to the
   physical environment are not anticipated to result.

### 9 Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed 10 Conservation Measures 2–22

- 11 NEPA Effects: Effects on community character as a result of the proposed Conservation Measures 2-12 22 would be similar to those described under Alternative 1A, Impact ECON-15. However, under this 13 alternative, 25,000 acres would be restored under CM4, rather than 65,000 acres. While 14 implementation of Conservation Measures 2–22 could result in beneficial effects relating to the 15 economic welfare of a community, adverse social effects, including effects on community cohesion, 16 could also arise in those communities closest to character-changing effects and those most heavily 17 influenced by agricultural activities. Implementation of mitigation measures and environmental 18 commitments related to noise, visual effects, transportation, agriculture, and recreation would 19 reduce adverse effects (see Appendix 3B, Environmental Commitments). These actions are 20 summarized under Alternative 1A, Impact ECON-15.
- 21 **CEQA Conclusion:** Implementation of Conservation Measures 2–22 under Alternative 5 could affect 22 community character within the Delta region. However, because these effects are social in nature, 23 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 24 community character are related to physical impacts involving population growth, these impacts are 25 described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2. Furthermore, 26 notable decreases in population or employment, even if limited to certain areas, sectors, or the 27 vacancy of individual buildings, could result in alteration of community character stemming from a 28 lack of maintenance, upkeep, and general investment.

#### Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing the Proposed Conservation Measures 2-22

- 31 **NEPA Effects:** Under Alternative 5, effects on local government fiscal conditions as a result of 32 conservation measure implementation would be similar to those described under Alternative 1A. 33 Impact ECON-16. However, under this alternative, 25,000 acres would be restored under CM4. 34 rather than 65,000 acres. Forgone revenue would be estimated to reach approximately \$109.7 35 million. Because Conservation Measures 2–22 would remove some private land from local property 36 tax and assessment rolls, this economic effect would still be considered adverse; however, the BDCP 37 proponents would offset forgone property tax and assessments levied by local governments and 38 special districts on private lands converted to habitat.
- *CEQA Conclusion*: Under Alternative 5, implementation of Conservation Measures 2–22 would
   result in the removal of a portion of the property tax base for various local government entities in
   the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is
   estimated to reach approximately \$109.7 million. However, the BDCP proponents would
   compensate local governments and special districts for forgone revenue. CEQA does not require a

discussion of socioeconomic effects except where they would result in physical changes. If an
 alternative is not anticipated to result in a physical change to the environment, it would not be
 considered to have a significant impact under CEQA (CEQA Guidelines Sections 15064(f) and
 15131).

### Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the Proposed Conservation Measures 2–22

*NEPA Effects:* Effects related to implementation of the Conservation Measures 2–22 under this
 alternative would be similar to those described under Alternative 1A, Impact ECON-17. However,
 the magnitude of effects related specifically to CM4, Tidal Habitat Restoration, would be smaller in
 magnitude, as this alternative would restore 25,000 acres instead of 65,000 acres. These measures
 may result in adverse and beneficial effects on recreational resources in the Delta region, resulting
 in the potential for decreased or increased economic activities related to recreation.

13 **CEQA** Conclusion: Implementation of conservation measures would limit opportunities for 14 recreation and compromise the quality of activities, leading to potential economic impacts. 15 However, over time, implementation could also improve the quality of existing recreational opportunities, creating increased economic value with respect to recreation. This section considers 16 17 only the economic effects of recreational changes brought about by conservation measure 18 implementation. Potential physical changes to the environment relating to recreational resources 19 are described and evaluated in Chapter 15, Recreation Section 15.3.3.10, Impacts REC-9 through 20 REC-11.

### Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

23 **NEPA Effects:** Effects on agricultural economics as a result of the proposed Conservation Measures 24 2–22 would be similar to those described under Alternative 1A, Impact ECON-18, except the 25 magnitude would be reduced since 25,000 acres of tidal habitat would be restored under CM4 26 instead of 65,000 acres. Conservation Measures 2–22 would convert land from existing agricultural 27 uses. These direct effects on agricultural land are described qualitatively in Chapter 14, Agricultural 28 Resources, Section 14.3.3.10, Impacts AG-3 and AG-4. Effects on agricultural economics would 29 include effects on crop production and agricultural investments resulting from restoration actions 30 on agricultural lands. The effects would be similar in kind to those described for lands converted 31 due to construction and operation of the conveyance features and facilities. The total acreage and 32 crop mix of agricultural land potentially affected is not specified at this time, but when required, the 33 BDCP proponents would provide compensation to property owners for losses due to 34 implementation of the alternative.

35 CEQA Conclusion: Implementation of Conservation Measures 2–22 would reduce the total value of 36 agricultural production in the Delta region. The permanent removal of agricultural land from 37 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.10, Impacts AG-3 and 38 AG-4. The reduction in the value of agricultural production is not considered an environmental 39 impact. Significant environmental impacts would only result if the changes in regional economics 40 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 41 required, the BDCP proponents would provide compensation to property owners for economic 42 losses due to implementation of the alternative. While the compensation to property owners would 43 reduce the severity of economic effects related to the loss of agricultural land, it would not

- 1 constitute mitigation for any related physical impact. Measures to reduce these impacts are
- 2 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1.

#### 3 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions

4 The socioeconomic effects associated with operation of Alternative 5 would be similar to those

described under Alternative 1A, Impact ECON-19; however, the magnitude of the effects would be
 different based on the construction of one intake and different operational guidelines leading to

- different deliveries to hydrologic regions. Changes in deliveries to hydrologic regions could result in
- 8 beneficial or adverse socioeconomic effects in these areas. In hydrologic regions where water
- 9 deliveries are predicted to increase when compared with the No Action Alternative, more stable
- 10 agricultural activities could support employment and economic production associated with
- 11 agriculture.

#### 12 Changes in SWP Deliveries Compared to No Action Alternative

13 Compared to No Action Alternative (2060), Alternative 5 would increase deliveries to all hydrologic

14 regions. Compared to the No Action Alternative (2060), South Coast would receive the largest net

15 increase (up to 104 TAF of Table A plus Article 21 deliveries) among the regions, which represents

16 65% of the net increase in Table A plus Article 21 M&I deliveries under Alternative 5 (refer to

17 Chapter 30, *Growth Inducement and Other Indirect Effects*, Table 30-16, for more information).

#### 18 Changes in CVP Deliveries Compared to No Action Alternative

19 Alternative 5 would not change M&I deliveries for the Sacramento River, South Coast, South

20 Lahontan and Colorado River Regions because there are no affected CVP contractors located in these

21 regions. Compared to the No Action Alternative (2060), Alternative 5 would result in increased

deliveries to the other hydrologic regions. Compared to the No Action Alternative (2060), San
Francisco Bay is projected to receive the largest potential increase (2 TAF) among the hydrologic
regions (refer to Chapter 30, *Growth Inducement and Other Indirect Effects*, Table 30-17 for more
information).

- *NEPA Effects:* Where M&I deliveries increase, population growth could lead to general economic
   growth and support water-intensive industries. Changes to agricultural production and population
   growth with its associated economic activity could also lead to shifts in the character of
- communities in the hydrologic regions with resultant beneficial or adverse effects. Likewise, growth
   associated with deliveries could require additional expenditures for local governments while also
   supporting increases in revenue.
- 32 *CEQA Conclusion:* As described above, the operational components of BDCP Conservation Measure
   33 1 could result in a number of effects in areas receiving SWP and CVP water deliveries outside of the
   34 Delta.

#### 35 Changes in SWP Deliveries Compared to Existing Conditions

36 Compared to Existing Conditions, Alternative 5 would increase deliveries to all hydrologic regions

- 37 except for Tulare Lake and South Lahontan Regions, which would experience a decrease in
- 38 deliveries, and the San Joaquin River Region, which would experience no change in deliveries. South
- 39 Coast would receive the largest net increase (up to 45 TAF of Table A deliveries) among the regions,
- 40 which represents 76% of the net increase in Table A M&I deliveries under Alternative 5. Table A
- 41 plus Article 21 M&I deliveries to Tulare Lake and South Lahontan Regions would decrease by up to 2

- 1 TAF (refer to Chapter 30, *Growth Inducement and Other Indirect Effects*, Table 30-16 for more 2 information).
- 3 Changes in CVP Deliveries Compared to Existing Conditions
- 4 Alternative 5 would not change M&I deliveries for the Sacramento River, South Coast, South
- 5 Lahontan, and Colorado River Regions because there are no affected CVP contractors located in
- 6 these regions. Compared to Existing Conditions, Alternative 5 would result in decreased deliveries 7 to the other hydrologic regions. Compared to Existing Conditions. San Francisco Bay is projected to
- to the other hydrologic regions. Compared to Existing Conditions, San Francisco Bay is projected to
   receive the largest decrease (5 TAF) among the hydrologic regions (refer to Chapter 30, *Growth*
- 9 *Inducement and Other Indirect Effects*, Table 30-17 for more information).

#### 10 Summary

- 11 Operation of water conveyance facilities under Alternative 5 could affect socioeconomic conditions
- 12 in the hydrologic regions receiving water from the SWP and CVP. However, because these impacts
- 13 are social and economic in nature, rather than physical, they are not considered environmental
- 14 impacts under CEQA. To the extent that changes in socioeconomic conditions in the hydrologic
- 15 regions would lead to physical impacts, such impacts are described in Chapter 30, *Growth*
- 16 *Inducement and Other Indirect Effects,* Section 30.3.2.

# 1716.3.3.11Alternative 6A—Isolated Conveyance with Pipeline/Tunnel and18Intakes 1–5 (15,000 cfs; Operational Scenario D)

Facilities construction under Alternative 6A would be similar to those described for Alternative 1A.
 However, this would be an isolated conveyance, no longer involving operation of the existing
 SWP/CVP south Delta diversion facilities for Clifton Court Forebay and the Jones Pumping Plant.
 Operations would be different under Alternative 6A than under Alternative 1A.

### Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- 25 Temporary effects on regional economics during construction of the proposed water conveyance 26 facilities would be similar to those described under Alternative 1A, Impact ECON-1. As shown in 27 Table 16-19, over the construction period, regional effects of construction activities would result in 28 direct employment of more than 21,000 FTE, with total employment effects in excess of 65,000 FTE. 29 Increases in labor income associated with this employment would also be expected. Declines in 30 agricultural production would be expected to lead to a decrease in employment of 27 FTE, with total 31 effects leading to a decline of 100 FTE. Similarly, labor income related to these positions would 32 decline, as shown in Table 16-20.
- NEPA Effects: Because construction of water conveyance facilities would result in an increase in
   construction-related employment and labor income, this would be considered a beneficial effect.
   However, these activities would also be anticipated to result in a decrease in agricultural-related
   employment and labor income, which would be considered an adverse effect. Mitigation Measure
   AG-1, described in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, would be
   available to reduce these effects by preserving agricultural productivity and compensating off-site.
- 39 *CEQA Conclusion*: Construction of the proposed water conveyance facilities would increase total 40 employment and income in the Delta region, temporarily. The increase in employment and income

1 that would result from expenditures on construction would be greater than the reduction in 2 employment and income attributable to losses in agricultural production. Changes in recreational 3 expenditures and natural gas well operations could also affect regional employment and income, but 4 these have not been quantified. The total change in employment and income is not, in itself, 5 considered an environmental impact. Significant environmental impacts would only result if the 6 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 7 throughout this EIR/EIS. Costs are addressed in Chapter 8 of the BDCP, Implementation Costs and 8 Funding Sources; removal of agricultural land from production is addressed in Chapter 14, 9 Agricultural Resources, Section 14.3.3.11, Impacts AG-1 and AG-2; changes in recreation related 10 activities are addressed in Chapter 15, *Recreation*, Section 15.3.3.11, REC-1 through REC-4; 11 abandonment of natural gas wells is addressed in Chapter 26, *Mineral Resources*, Section 26.3.3.11, 12 Impact MIN-1, When required, DWR would provide compensation to property owners for economic 13 losses due to implementation of the alternative. While the compensation to property owners would 14 reduce the severity of economic effects related to the loss of agricultural land, it would not 15 constitute mitigation for any related physical impact. Measures to reduce these impacts are 16 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly 17 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 18 19 Zones.

#### Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of the Proposed Water Conveyance Facilities

22 Effects on population and housing during construction of the proposed water conveyance facilities 23 would be similar to those described under Alternative 1A, Impact ECON-2. It is anticipated that non-24 local workers would temporarily relocate to the Delta region, thus adding to the local population. 25 However, this additional population would constitute a minor increase in the total 2020 projected 26 regional population of 4.6 million and be distributed throughout the region. Within specific local 27 communities, there could be localized effects on housing. However, given the availability of housing 28 within the five-county region, predicting where this impact might fall would be speculative. In 29 addition, new residents would likely be dispersed across the region, thereby not creating a 30 substantial burden on any one community.

- 31 *NEPA Effects:* Because these activities would not result in permanent concentrated, substantial
   32 increases in population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Construction of the proposed water conveyance facilities would result in minor
   temporary population increases in the Delta region, which has an adequate housing supply to
   accommodate the change in population. Therefore, adverse physical changes resulting from the
   minor increase in population are not anticipated.

#### Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed Water Conveyance Facilities

- *NEPA Effects:* Under Alternative 6A, effects on community character would be similar to those
   described under Alternative 1A, Impact ECON-3. While water conveyance construction could result
   in beneficial effects relating to the economic welfare of a community, adverse social effects could
   also arise as a result of declining economic stability or changes in community cohesion in
- 43 communities closest to construction effects and in those most heavily influenced by agricultural and

- 1 recreational activities. Implementation of mitigation measures and environmental commitments
- 2 related to noise, visual effects, transportation, agriculture, and recreation would reduce adverse
- 3 effects (see Appendix 3B, *Environmental Commitments*). These actions are summarized under
- 4 Alternative 1A, Impact ECON-3.

5 **CEQA Conclusion:** Construction of water conveyance facilities under Alternative 6A could affect 6 community character in the Delta region. However, because these impacts are social in nature, 7 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 8 community character would lead to physical impacts involving population growth, such impacts are 9 described under Impact ECON-2 and in Chapter 30, Growth Inducement and Other Indirect Effects, 10 Section 30.3.2. Furthermore, notable decreases in population or employment, even if limited to 11 specific areas, sectors, or the vacancy of individual buildings, could result in alteration of community 12 character stemming from a lack of maintenance, upkeep, and general investment. However, 13 implementation of mitigation measures and environmental commitments related to noise, visual 14 effects, transportation, agriculture, and recreation, would reduce the extent of these effects (see 15 Appendix 3B, *Environmental Commitments*). Specifically, these commitments include Develop and 16 Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous Materials 17 Management Plans, Notification of Construction and Maintenance Activities in Waterways, Noise 18 Abatement Plan, Fire Prevention and Control Plan, and Prepare and Implement Mosquito 19 Management Plans.

#### Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing the Proposed Water Conveyance Facilities

NEPA Effects: Effects on tax revenue as a result of water conveyance construction under Alternative
 6A would be identical to those described under Alternative 1A, Impact ECON-4. While this economic
 effect would be considered adverse, BDCP proponents would compensate local governments for the
 loss of property tax or assessment revenue associated with construction of water conveyance
 facilities. Additionally, local entities could benefit from an increase in sales tax revenue.

27 **CEQA Conclusion:** Construction of water conveyance facilities for Alternative 6A would result in the 28 removal of a portion of the property tax base for various local government entities in the Delta 29 region. However, entities receiving water from the State Water Project and federal Central Valley 30 Project would mitigate for lost property tax and assessment revenue associated with land needed 31 for the construction of new conveyance facilities (Water Code Section 85089). Additionally, any 32 losses could be offset, at least in part, by an anticipated increase in sales tax revenue. CEQA does not 33 require a discussion of socioeconomic effects except where they would result in reasonably 34 foreseeable physical changes. If an alternative is not anticipated to result in a physical change to the 35 environment, it would not be considered to have a significant impact under CEQA (CEQA Guidelines 36 Sections 15064(f) and 15131). Here, any physical consequences resulting from fiscal impacts are too 37 speculative to ascertain.

#### Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed Water Conveyance Facilities

- 40 **NEPA Effects:** Under Alternative 6A, disruption of recreational activities during the construction
- 41 period would be similar that described under Alternative 1A, Impact ECON-5. The quality of
- 42 recreational activities including boating, fishing, waterfowl hunting, and hiking in the Delta could be

- indirectly affected by noise, lighting, traffic, and visual degradation in proximity to water
   conveyance construction.
- 3 While access to recreational facilities would be maintained, construction of water conveyance 4 structures under this alternative would be anticipated to result in a lower-quality recreational 5 experience in a number of localized areas throughout the Delta, despite the implementation of 6 mitigation measures, including enhancement of fishing access sites and incorporation of 7 recreational access into project design, and environmental and non-environmental commitments, 8 including providing funding to implement recreational improvements and control aquatic weeds, 9 providing notification of maintenance activities in waterways, and developing and implementing a 10 noise abatement plan, as described in Appendix 3B, Environmental Commitments. With a decrease in 11 recreational quality, the number of visits would be anticipated to decline, at least in areas closest to 12 construction activities. The multi-year schedule and geographic scale of construction activities and 13 the anticipated decline in recreational spending would be considered an adverse effect. The 14 commitments and mitigation measure cited above would contribute to the reduction of this effect.
- *CEQA Conclusion*: Construction of the proposed water conveyance facilities under Alternative 6A
   could impact recreational revenue in the Delta region if construction activities result in fewer visits
   to the area. Fewer visits would be anticipated to result in decreased economic activity related to
   recreational activities. This section considers only the economic effects of recreational changes
   brought about by construction of the proposed water conveyance facilities. Potential physical
   changes to the environment relating to recreational resources are described and evaluated in
   Chapter 15, *Recreation*, Section 15.3.3.11, Impacts REC-1 through REC-4.

### Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- 24 Effects on agricultural economics during construction of the proposed water conveyance facilities 25 would be similar to those described under Alternative 1A, Impact ECON-6. Total value of irrigated 26 crop production in the Delta would decline on average by \$8.9 million per year during the 8 year 27 construction period, with total irrigated crop acreage declining by about 5,600 acres. Alternative 6A 28 may also affect production costs on lands even if gross revenues are largely unaffected. Costs could 29 be increased by operational constraints and longer travel times due to facilities construction. 30 Additionally, loss of investments in production facilities and standing orchards and vineyards would 31 occur as a result of facilities construction.
- NEPA Effects: Because construction of the proposed water conveyance facilities would lead to
   reductions in crop acreage and in the value of agricultural production in the Delta region, this is
   considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural
   *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
   agricultural productivity and compensating off-site.
- 37 **CEOA Conclusion:** Construction of the proposed water conveyance facilities would reduce the total 38 value of agricultural production in the Delta region. The removal of agricultural land from 39 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.11, Impacts AG-1 and 40 AG-2. The reduction in the value of agricultural production is not considered an environmental 41 impact. Significant environmental impacts would only result if the changes in regional economics 42 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 43 required, DWR would provide compensation to property owners for economic losses due to 44 implementation of the alternative. While the compensation to property owners would reduce the

- 1 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation
- 2 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14,
- 3 *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1,
- 4 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland
- 5 and land subject to Williamson Act contracts or in Farmland Security Zones.

#### Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- Permanent effects on regional economics during operation and maintenance of the proposed water
   conveyance facilities would be similar to those described under Alternative 1A, Impact ECON-7.
   Increased expenditures related to operation and maintenance of water conveyance facilities would
   be expected to result in a permanent increase in regional employment and income, as presented in
- 12 Table 16-22. The permanent removal of agricultural land following construction would have lasting
- 13 negative effects on agricultural employment and income, as shown in Table 16-23.
- NEPA Effects: Because continued operation and maintenance of water conveyance facilities would
   result in an increase in operations-related employment and labor income, this would be considered
   a beneficial effect. However, the long-term footprint of facilities would lead to a continued decline in
   agricultural-related employment and labor income, which would be considered an adverse effect.
   Mitigation Measure AG-1, described in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact
   AG-1, would be available to reduce these effects by preserving agricultural productivity and
   compensating off-site.
- 21 **CEQA** Conclusion: Operation and maintenance of the proposed water conveyance facilities would 22 increase total employment and income in the Delta region. The net change would result from 23 expenditures on operation and maintenance and from changes in agricultural production. The total 24 change in income and employment is not, in itself, considered an environmental impact. Significant 25 environmental impacts would only result if the changes in regional economics cause physical 26 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed 27 in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of agricultural land 28 from production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.11, Impacts AG-3 29 and AG-4; changes in recreation related activities are addressed in Chapter 15, *Recreation*, Section 30 15.3.3.11, Impacts REC-5 through REC-8. When required, DWR would provide compensation to 31 landowners as a result of acquiring lands for the proposed conveyance facilities. While the 32 compensation to property owners would reduce the severity of economic effects related to the loss 33 of agricultural land, it would not constitute mitigation for any related physical impact. Measures to 34 reduce these impacts are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact 35 AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP to preserve agricultural 36 productivity and mitigate for loss of Important Farmland and land subject to Williamson Act 37 contracts or in Farmland Security Zones.

#### Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 40 Permanent effects on population and housing during operation and maintenance of the proposed
- 41 water conveyance facilities would be similar to those described under Alternative 1A, Impact ECON-
- 42 8. It is anticipated that non-local workers would relocate to the five-county region, thus adding to
- 43 the local population. However, this additional population would constitute a minor increase in the

- total 2020 projected regional population of 4.6 million and be distributed throughout the region. It
   is anticipated that most of the operational workforce would be drawn from within the five-county
- 3 region. Consequently, operation of the conveyance facilities would not result in impacts on housing.
- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- 6 *CEQA Conclusion*: Operation and maintenance of the proposed water conveyance facilities would
- 7 result in minor population increases in the Delta region with adequate housing supply to
- accommodate the change in population and therefore adverse changes in the physical environment
   are not anticipated.

#### Impact ECON-9: Changes in Community Character during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 12 **NEPA Effects:** Under Alternative 6A, effects on community character would be similar in nature, 13 location, and magnitude to those described under Alternative 1A. Impact ECON-9. While water 14 conveyance operation and maintenance could result in beneficial effects relating to the economic 15 welfare of a community, lasting adverse social effects, including effects on community cohesion, 16 could also arise in communities closest to physical features and in those most heavily influenced by agricultural and recreational activities. Implementation of mitigation measures and environmental 17 18 commitments related to noise, visual effects, transportation, agriculture, and recreation would 19 reduce the intensity of adverse effects on the character of Delta communities (see Appendix 3B,
- 20 *Environmental Commitments*). These actions are summarized under Alternative 1A, Impact ECON-9.
- 21 **CEQA Conclusion:** Operation and maintenance of water conveyance facilities under Alternative 6A 22 could affect community character in the Delta region. However, because these impacts are social in 23 nature, rather than physical, they are not considered impacts under CEQA. To the extent that 24 changes to community character would lead to physical impacts involving population growth, such 25 impacts are described under Impact ECON-8 and in Chapter 30, Growth Inducement and Other 26 Indirect Effects, Section 30.3.2. Furthermore, notable decreases in population or employment, even if 27 limited to specific areas, sectors, or the vacancy of individual buildings, could result in alteration of 28 community character stemming from a lack of maintenance, upkeep, and general investment.

#### Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 31NEPA Effects: Effects on tax revenue as a result of ongoing water conveyance operation and32maintenance under Alternative 6A would be similar to those described under Alternative 1A, Impact33ECON-10. While this economic effect would be considered adverse, BDCP proponents would34compensate local governments for the loss of property tax or assessment revenue associated with35construction of water conveyance facilities. Additionally, local entities could benefit from an36increase in sales tax revenue.
- 37 *CEQA Conclusion*: Continued operation and maintenance of water conveyance facilities for
   38 Alternative 6A would result in the removal of a portion of the property tax base for various local
   39 government entities in the Delta region. However, entities receiving water from the State Water
   40 Project and federal Central Valley Project would mitigate for lost property tax and assessment
   41 revenue associated with land needed for the siting of conveyance facilities (Water Code Section
   42 85089). Additionally, any losses could be offset, at least in part, by an anticipated increase in sales

- 1 tax revenue. CEQA does not require a discussion of socioeconomic effects except where they would
- 2 result in reasonably foreseeable physical changes. If an alternative is not anticipated to result in a
- 3 physical change to the environment, it would not be considered to have a significant impact under
- 4 CEQA (CEQA Guidelines Sections 15064(f) and 15131). Here, any physical consequences resulting
- 5 from fiscal impacts are too speculative to ascertain.

### Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 8 Effects on recreation economics during operation and maintenance of the proposed water
- 9 conveyance facilities under Alternative 6A would be similar to those described under Alternative 1A,
   10 Impact ECON-11.
- *NEPA Effects:* Maintenance of conveyance facilities, including intakes, would result in periodic
   temporary but not substantial adverse effects on boat passage and water-based recreational
   activities. Because effects of facility maintenance would be short-term and intermittent, substantial
   economic effects are not anticipated to result from operation and maintenance of the facilities.
- *CEQA Conclusion*: Operation and maintenance activities associated with the proposed water
   conveyance facilities under Alternative 6A are anticipated to create minor effects on recreational
   resources and therefore, are not expected to substantially reduce economic activity related to
   recreational activities. This section considers only the economic effects of recreational changes.
   Potential physical changes to the environment relating to recreational resources are described and
   evaluated in Chapter 15, *Recreation*, Section 15.3.3.11, Impacts REC-5 through REC-8.

## Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 23 Permanent effects on agricultural economics during operation and maintenance of the proposed 24 water conveyance facilities would be similar to those described under Alternative 1A, Impact ECON-25 12. Total value of irrigated crop production in the Delta would decline on average by \$7.4 million 26 per year during operation and maintenance, with total irrigated crop acreage declining by about 27 4,400 acres. Alternative 6A may also affect production costs on lands even if gross revenues are 28 largely unaffected. Costs could be increased by operational constraints, changes in water quality, 29 and longer travel times due to the permanent footprint of facilities. Additionally, loss of investments 30 in production facilities and standing orchards and vineyards would occur as a result of facilities 31 construction.
- NEPA Effects: The footprint of water conveyance facilities would result in lasting reductions in crop
   acreage and in the value of agricultural production in the Delta region; therefore, this is considered
   an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural Resources, Section
   14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving agricultural
   productivity and compensating off-site.

*CEQA Conclusion*: During operation and maintenance of the proposed water conveyance facilities,
 the value of agricultural production in the Delta region would be reduced. The permanent removal
 of agricultural land from production is addressed in Chapter 14, *Agricultural Resources*, Section
 14.3.3.11, Impacts AG-1 and AG-2. The reduction in the value of agricultural production is not
 considered an environmental impact. Significant environmental impacts would only result if the
 changes in regional economics cause physical impacts. Such effects are discussed in other chapters

1 throughout this EIR/EIS. When required, DWR would provide compensation to property owners for 2 economic losses due to implementation of the alternative. While the compensation to property 3 owners would reduce the severity of economic effects related to the loss of agricultural land, it 4 would not constitute mitigation for any related physical impact. Measures to reduce these impacts 5 are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly 6 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for 7 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 8 Zones.

#### 9 Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the 10 Implementation of the Proposed Conservation Measures 2–22

NEPA Effects: Effects on regional economics as a result of the proposed Conservation Measures 2-11 12 22 would be similar to those described under Alternative 1A, Impact ECON-13. In the Delta region, 13 spending on Conservation Measures 2–22 would include construction, operation and maintenance 14 activities that would convert or disturb existing land use. Because implementation of Conservation 15 Measures 2–22 would be anticipated to result in an increase in construction and operation and 16 maintenance-related employment and labor income, this would be considered a beneficial effect. 17 However, implementation of these components would also be anticipated to result in a decrease in 18 agricultural-related employment and labor income, which would be considered an adverse effect. 19 Mitigation Measure AG-1, described in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact 20 AG-1, would be available to reduce these effects by preserving agricultural productivity and 21 compensating off-site. Additionally, implementation of these components are anticipated to result in 22 the abandonment of natural gas wells, causing a decrease in employment and labor income 23 associated with monitoring and maintaining wells, which would be considered an adverse effect. 24 Mitigation Measure MIN-5, described in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-25 5, would be available to reduce these effects by minimizing, to the extent feasible, the need for well 26 abandonment or relocation.

27 **CEQA Conclusion:** Implementation of the proposed Conservation Measures 2–22 would affect total 28 employment and income in the Delta region. The change in total employment and income in the 29 Delta region is based on expenditures resulting from implementation of the proposed Conservation 30 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas 31 production activities. The total change in employment and income is not, in itself, considered an 32 environmental impact. Significant environmental impacts would only result if the changes in 33 regional economics cause physical impacts. Such effects are discussed in other chapters throughout 34 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, Agricultural 35 Resources, Section 14.3.3.2, Impacts AG-3 and AG-4; changes in recreation-related activities are 36 addressed in Chapter 15, *Recreation*, Section 15.3.3.2, Impacts REC-9 through REC-11; abandonment 37 of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-5.

### Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

- 40 Effects on population and housing as a result of the proposed Conservation Measures 2–22 would be
- similar to those described under Alternative 1A, Impact ECON-14. In general, the changes in
- 42 population and housing would include increases in population from the construction and operation
- 43 and maintenance-related activity and declines in residential housing and business establishments as
- 44 a result of lands converted or impaired.

- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion:* Implementation of the proposed Conservation Measures 2–22 would impact total
   population and housing in the Delta region. The change in total population and housing in the Delta
   region is based on employment resulting from implementation of the proposed Conservation
   Measures 2–22. The change in population and housing is expected to be minor relative to the five county Delta region, and dispersed throughout the region. Therefore, significant changes to the
   physical environment are not anticipated to result.

### 9 Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed 10 Conservation Measures 2-22

- 11 **NEPA Effects:** Effects on community character as a result of the proposed Conservation Measures 2–
- 12 22 would be similar to those described under Alternative 1A, Impact ECON-15 because the
- 13 measures are similar. While implementation of Conservation Measures 2–22 could result in
- 14 beneficial effects relating to the economic welfare of a community, adverse social effects, including
- 15 effects on community cohesion, could also occur to those communities closest to character-changing
- 16 effects and those most heavily influenced by agricultural activities. Implementation of mitigation
- 17 measures and environmental commitments related to noise, visual effects, transportation,
- 18 agriculture, and recreation would reduce adverse effects (see Appendix 3B, *Environmental* 10 Commitmente). These estions are summarized under Alternative 1A. Impact ECON 15
- 19 *Commitments*). These actions are summarized under Alternative 1A, Impact ECON-15.
- 20 **CEOA Conclusion:** Implementation of Conservation Measures 2–22 under Alternative 6A could 21 affect community character within the Delta region. However, because these impacts are social in 22 nature, rather than physical, they are not considered impacts under CEOA. To the extent that 23 changes to community character are related to physical impacts involving population growth, these 24 impacts are described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2. 25 Furthermore, notable decreases in population or employment, even if limited to certain areas, 26 sectors, or the vacancy of individual buildings, could result in alteration of community character 27 stemming from a lack of maintenance, upkeep, and general investment.

### Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing the Proposed Conservation Measures 2-22

- NEPA Effects: Under Alternative 6A, effects on local government fiscal conditions as a result of
   conservation measure implementation would be similar to those described under Alternative 1A,
   Impact ECON-16. Conservation Measures 2–22 would remove some private land from local property
   tax and assessment rolls. This economic effect would be considered adverse; the BDCP proponents
   would offset forgone property tax and assessments levied by local governments and special districts
   on private lands converted to habitat.
- 36 CEQA Conclusion: Under Alternative 6A, implementation of Conservation Measures 2-22 would 37 result in the removal of a portion of the property tax base for various local government entities in 38 the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is 39 estimated to reach \$176.7 million. However, the BDCP proponents would compensate local 40 governments and special districts for forgone revenue. CEQA does not require a discussion of 41 socioeconomic effects except where they would result in physical changes. If an alternative is not 42 anticipated to result in a physical change to the environment, it would not be considered to have a 43 significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131).

#### Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the Proposed Conservation Measures 2–22

*NEPA Effects:* Effects related to implementation of the Conservation Measures 2–22 under this
 alternative would be similar to those described under Alternative 1A, Impact ECON-17. These
 measures may result in adverse and beneficial effects on recreational resources in the Delta region,
 resulting in the potential for decreased or increased economic activities related to recreation.

7 **CEQA Conclusion:** Implementation of conservation measures would limit opportunities for 8 recreation and compromise the quality of activities, leading to potential economic impacts. 9 However, over time, implementation could also improve the quality of existing recreational 10 opportunities, creating increased economic value with respect to recreation. This section considers 11 only the economic effects of recreational changes brought about by conservation measure 12 implementation. Potential physical changes to the environment relating to recreational resources 13 are described and evaluated in Chapter 15, *Recreation*, Section 15.3.3.11, Impacts REC-9 through 14 REC-11.

## Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

17 Effects on agricultural economics as a result of the proposed Conservation Measures 2–22 would be 18 similar to those described under Alternative 1A, Impact ECON-18. Conservation Measures 2–22 19 would convert land from existing agricultural uses. These direct effects on agricultural land are 20 described qualitatively in Chapter 14, Agricultural Resources, Section 14.3.3.11, Impacts AG-3 and 21 AG-4. Effects on agricultural economics would include effects on crop production and agricultural 22 investments resulting from restoration actions on agricultural lands. The effects would be similar in 23 kind to those described for lands converted due to construction and operation of the conveyance 24 features and facilities. The total acreage and crop mix of agricultural land potentially affected is not 25 specified at this time, but when required, the BDCP proponents would provide compensation to 26 property owners for losses due to implementation of the alternative.

*NEPA Effects:* Because implementation of Conservation Measures 2–22 would be anticipated to lead
 to reductions in crop acreage and in the value of agricultural production in the Delta region, this is
 considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural
 *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
 agricultural productivity and compensating off-site.

32 CEQA Conclusion: Implementation of Conservation Measures 2-22 would reduce the total value of 33 agricultural production in the Delta region. The permanent removal of agricultural land from 34 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.11, Impacts AG-3 and 35 AG-4. The reduction in the value of agricultural production is not considered an environmental 36 impact. Significant environmental impacts would only result if the changes in regional economics 37 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 38 required, the BDCP proponents would provide compensation to property owners for economic 39 losses due to implementation of the alternative. While the compensation to property owners would 40 reduce the severity of economic effects related to the loss of agricultural land, it would not 41 constitute mitigation for any related physical impact. Measures to reduce these impacts are

#### 1 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions

- 2 Decreased water deliveries may affect socioeconomics in hydrologic regions through similar
- 3 mechanisms as described for other alternatives above; however, the effects would generally be
- 4 reversed. For example, it is reasonable to expect that reduced or less reliable water deliveries would
- 5 result in decreased agricultural production and, in turn, a reduction in both direct and indirect
- 6 agricultural employment. Economic and social patterns tied to predominant agricultural industrial
- 7 activities and land uses could erode, changing the character of agricultural communities in
- 8 hydrologic regions.

#### 9 Changes in SWP Deliveries Compared to No Action Alternative

- 10 Compared to No Action Alternative (2060), Alternative 6A would decrease deliveries to all
- 11 hydrologic regions except for the San Joaquin River Region, which would experience no change in
- deliveries. Compared to the No Action Alternative (2060), South Coast would receive the largest net
- decrease (up to 287 TAF of Table A plus Article 21 deliveries) among the regions, which represents
- 14 75% of the decrease in Table A plus Article 21 M&I deliveries under Alternative 6A (refer to Chapter
- 15 30, *Growth Inducement and Other Indirect Effects*, Table 30-16, for more information).

#### 16 Changes in CVP Deliveries Compared to No Action Alternative

- Alternative 6A would not change M&I deliveries for the Sacramento River, South Coast, South
  Lahontan and Colorado River Regions because there are no affected CVP contractors located in these
  regions. Compared to the No Action Alternative (2060), Alternative 6A would result in decreased
  deliveries to the other hydrologic regions. Compared to the No Action Alternative (2060) San
  Francisco Bay is projected to receive the largest potential decrease (approximately 8 TAF) among
  the hydrologic regions (refer to Chapter 30, *Growth Inducement and Other Indirect Effects*, Table 3017 for more information).
- *NEPA Effects:* If operation of water conveyance facilities under Alternative 6A reduced M&I
   deliveries to the extent that it would, in the long run, constrain population growth, its
   implementation could reinforce a socioeconomic status guo or limit potential economic and
- implementation could reinforce a socioeconomic status quo or limit potential economic and
   employment growth in hydrologic regions. A detailed discussion of these potential effects is found in
   Appendix 5B, *Responses to Reduced South of Delta Water Supplies*. Such changes to agricultural
- production and population growth with its associated economic activity could also lead to shifts in
   the character of communities in the hydrologic regions with resultant beneficial or adverse effects.
   Likewise, limited growth associated with reduced deliveries could require lower expenditures for
   local governments while also leading to reduced revenue.
- *CEQA Conclusion:* As described above, the operational components of BDCP Conservation Measure
   1 could result in a number of effects in areas receiving SWP and CVP water deliveries outside of the
   Delta.

#### 36 Changes in SWP Deliveries Compared to Existing Conditions

- 37 Compared to Existing Conditions, Alternative 6A would decrease deliveries to all hydrologic regions
- 38 except for the San Joaquin River Region, which would experience no change in deliveries. South
- Coast would receive the largest net decrease (up to 356 TAF of Table A plus Article 21 deliveries)
- 40 among the regions, which represents 72% of the decrease in Table A plus Article 21 M&I deliveries
- 41 under Alternative 6A (refer to Chapter 30, *Growth Inducement and Other Indirect Effects*, Table 30-
- 42 16 for more information).

#### 1 Changes in CVP Deliveries Compared to Existing Conditions

- 2 Alternative 6A would not change M&I deliveries for the Sacramento River, South Coast, South
- 3 Lahontan, and Colorado River Regions because there are no affected CVP contractors located in
- 4 these regions. Compared to Existing Conditions, Alternative 6A would result in decreased deliveries
- 5 to the other hydrologic regions. Compared to Existing Conditions, San Francisco Bay is projected to
- 6 receive the largest decrease (up to 16 TAF) among the hydrologic regions (refer to Chapter 30,
- 7 *Growth Inducement and Other Indirect Effects,* Table 30-17 for more information).

#### 8 Summary

- 9 Operation of water conveyance facilities under Alternative 6A could affect socioeconomic conditions
- 10 in the hydrologic regions receiving water from the SWP and CVP. However, because these impacts
- 11 are social and economic in nature, rather than physical, they are not considered environmental
- 12 impacts under CEQA. To the extent that changes in socioeconomic conditions in the hydrologic
- regions would lead to physical impacts, such impacts are described in Chapter 30, *Growth Inducement and Other Indirect Effects*, Section 30.3.2.

# 1516.3.3.12Alternative 6B—Isolated Conveyance with East Alignment and16Intakes 1–5 (15,000 cfs; Operational Scenario D)

Facilities construction under Alternative 6B would be similar to those described for Alternative 1B.
However, Alternative 6B would be an isolated conveyance, no longer involving operation of the
existing SWP and CVP south Delta diversion facilities for Clifton Court Forebay and Jones Pumping
Plant. Operations would be different under Alternative 6B than under Alternative 1B.

## Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta Region during Construction of the Proposed Water Conveyance Facilities

23 Temporary effects on regional economics during construction of the proposed water conveyance 24 facilities would be similar to those described under Alternative 1B, Impact ECON-1. As shown in 25 Table 16-25, over the construction period, regional effects of construction activities would result in 26 direct employment of more than 29,000 FTE, with total employment effects in excess of 63,000 FTE. Increases in labor income associated with this employment would also be expected. Declines in 27 28 agricultural production would be expected to lead to a decrease in employment of 90 FTE, with total 29 effects leading to a decline of 340 FTE. Similarly, labor income related to these positions would 30 decline, as shown in Table 16-26.

NEPA Effects: Because construction of water conveyance facilities would result in an increase in
 construction-related employment and labor income, this would be considered a beneficial effect.
 However, these activities would also be anticipated to result in a decrease in agricultural-related
 employment and labor income, which would be considered an adverse effect. Mitigation Measure
 AG-1, described in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, would be
 available to reduce these effects by preserving agricultural productivity and compensating off-site.

*CEQA Conclusion*: Construction of the proposed water conveyance facilities would increase total
 employment and income in the Delta region, temporarily. The increase in employment and income
 that would result from expenditures on construction would be greater than the reduction in
 employment and income attributable to losses in agricultural production. Changes in recreational
 expenditures and natural gas well operations could also affect regional employment and income, but

1 these have not been quantified. The total change in employment and income is not, in itself, 2 considered an environmental impact. Significant environmental impacts would only result if the 3 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 4 throughout this EIR/EIS. Costs are addressed in Chapter 8 of the BDCP, Implementation Costs and 5 Funding Sources; removal of agricultural land from production is addressed in Chapter 14, 6 Agricultural Resources, Section 14.3.3.12, Impacts AG-1 and AG-2; changes in recreation related 7 activities are addressed in Chapter 15, Recreation, Section 15.3.3.12, REC-1 through REC-4; 8 abandonment of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.12, 9 Impact MIN-1. When required, DWR would provide compensation to property owners for economic 10 losses due to implementation of the alternative. While the compensation to property owners would 11 reduce the severity of economic effects related to the loss of agricultural land, it would not 12 constitute mitigation for any related physical impact. Measures to reduce these impacts are 13 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly 14 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for 15 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 16 Zones.

#### 17 Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of the Proposed Water Conveyance Facilities 18

- 19 Effects on population and housing during construction of the proposed water conveyance facilities 20 would be similar to those described under Alternative 1B, Impact ECON-2. It is anticipated that non-21 local workers would temporarily relocate to the Delta region, thus adding to the local population. 22 However, this additional population would constitute a minor increase in the total 2020 projected 23 regional population of 4.6 million and be distributed throughout the region. Within specific local 24 communities, there could be localized effects on housing. However, given the availability of housing 25 within the five-county region, predicting where this impact might fall would be speculative. In 26 addition, new residents would likely be dispersed across the region, thereby not creating a 27 substantial burden on any one community.
- 28 **NEPA Effects:** Because these activities would not result in permanent concentrated, substantial 29 increases in population or new housing, they would not be considered to have an adverse effect.
- 30 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would result in minor 31 temporary population increases in the Delta region, which has an adequate housing supply to 32 accommodate the change in population. Therefore, adverse physical changes resulting from the 33 minor increase in population are not anticipated.

#### 34 Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed 35 Water Conveyance Facilities

- 36 NEPA Effects: Under Alternative 6B, effects on community character would be similar to those 37 described under Alternative 1B, Impact ECON-3. While water conveyance construction could result 38 in beneficial effects relating to the economic welfare of a community, adverse social effects could 39 also arise as a result of declining economic stability or changes in community cohesion in 40 communities closest to construction effects and in those most heavily influenced by agricultural and 41 recreational activities. Implementation of mitigation measures and environmental commitments 42
- related to noise, visual effects, transportation, agriculture, and recreation would reduce adverse

effects (see Appendix 3B, *Environmental Commitments*). These actions are summarized under
 Alternative 1A, Impact ECON-3.

3 **CEQA** Conclusion: Construction of water conveyance facilities under Alternative 6B could affect 4 community character in the Delta region. However, because these impacts are social in nature, 5 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 6 community character would lead to physical impacts involving population growth, such impacts are 7 described under Impact ECON-2 and in Chapter 30, Growth Inducement and Other Indirect Effects, 8 Section 30.3.2. Furthermore, notable decreases in population or employment, even if limited to 9 specific areas, sectors, or the vacancy of individual buildings, could result in alteration of community 10 character stemming from a lack of maintenance, upkeep, and general investment. However, 11 implementation of mitigation measures and environmental commitments related to noise, visual 12 effects, transportation, agriculture, and recreation, would reduce the extent of these effects (see 13 Appendix 3B, Environmental Commitments). Specifically, these commitments include Develop and 14 Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous Materials 15 Management Plans, Notification of Construction and Maintenance Activities in Waterways, Noise 16 Abatement Plan, Fire Prevention and Control Plan, and Prepare and Implement Mosquito 17 Management Plans.

### 18 Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing 19 the Proposed Water Conveyance Facilities

*NEPA Effects:* Effects on tax revenue as a result of water conveyance construction under Alternative
 6B would be identical to those described under Alternative 1B, Impact ECON-4. While this economic
 effect would be considered adverse, BDCP proponents would compensate local governments for the
 loss of property tax or assessment revenue associated with construction of water conveyance
 facilities. Additionally, local entities could benefit from an increase in sales tax revenue.

25 **CEQA Conclusion:** Construction of water conveyance facilities for Alternative 6B would result in the 26 removal of a portion of the property tax base for various local government entities in the Delta 27 region. However, entities receiving water from the State Water Project and federal Central Valley 28 Project would mitigate for lost property tax and assessment revenue associated with land needed 29 for the construction of new conveyance facilities (Water Code Section 85089). Additionally, any 30 losses could be offset, at least in part, by an anticipated increase in sales tax revenue. CEOA does not 31 require a discussion of socioeconomic effects except where they would result in reasonably 32 foreseeable physical changes. If an alternative is not anticipated to result in a physical change to the 33 environment, it would not be considered to have a significant impact under CEQA (CEQA Guidelines 34 Sections 15064(f) and 15131). Here, any physical consequences resulting from fiscal impacts are too 35 speculative to ascertain.

### Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed Water Conveyance Facilities

- 38 *NEPA Effects:* Under Alternative 6B, disruption of recreational activities during the construction
- 39 period would be similar to that described under Alternative 1B, Impact ECON-5. Access to
- 40 recreational facilities may be restricted throughout the construction period. Additionally, the quality
- 41 of recreational activities including boating, fishing, waterfowl hunting, and hiking in the Delta could
- 42 be indirectly affected by noise, lighting, traffic, and visual degradation in proximity to water
- 43 conveyance construction.

- 1 Construction of water conveyance structures under this alternative would be anticipated to result in 2 a lower-quality recreational experience in a number of localized areas throughout the Delta, despite 3 the implementation of mitigation measures, including enhancement of fishing access sites and 4 incorporation of recreational access into project design, and environmental and non-environmental 5 commitments, including providing funding to implement recreational improvements and control 6 aquatic weeds, providing notification of maintenance activities in waterways, and developing and 7 implementing a noise abatement plan, as described in Appendix 3B, Environmental Commitments. 8 With a decrease in recreational quality, the number of visits would be anticipated to decline, at least 9 in areas closest to construction activities. The multi-year schedule and geographic scale of 10 construction activities and the anticipated decline in recreational spending would be considered an 11 adverse effect. The commitments and mitigation measure cited above would contribute to the 12 reduction of this effect.
- *CEQA Conclusion*: Construction of the proposed water conveyance facilities under Alternative 6B
   could impact recreational revenue in the Delta region if construction activities result in fewer visits
   to the area. Fewer visits would be anticipated to result in decreased economic activity related to
   recreational activities. This section considers only the economic effects of recreational changes
   brought about by construction of the proposed water conveyance facilities. Potential physical
   changes to the environment relating to recreational resources are described and evaluated in
   Chapter 15, *Recreation*, Section 15.3.3.12, Impacts REC-1 through REC-4.

#### Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- 22 Effects on agricultural economics during construction of the proposed water conveyance facilities 23 would be similar to those described under Alternative 1B, Impact ECON-6. Total value of irrigated 24 crop production in the Delta would decline on average by \$32.8 million per year during the 25 construction period, with total irrigated crop acreage declining by about 19,460 acres. Alternative 26 6B may also affect production costs on lands even if gross revenues are largely unaffected. Costs 27 could be increased by operational constraints and longer travel times due to facilities construction. 28 Additionally, loss of investments in production facilities and standing orchards and vineyards would 29 occur as a result of facilities construction.
- NEPA Effects: Because construction of the proposed water conveyance facilities would lead to
   reductions in crop acreage and in the value of agricultural production in the Delta region, this is
   considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural
   *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
   agricultural productivity and compensating off-site.
- 35 **CEQA** Conclusion: Construction of the proposed water conveyance facilities would reduce the total 36 value of agricultural production in the Delta region. The removal of agricultural land from 37 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.12, Impacts AG-1 and 38 AG-2. The reduction in the value of agricultural production is not considered an environmental 39 impact. Significant environmental impacts would only result if the changes in regional economics 40 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 41 required, DWR would provide compensation to property owners for economic losses due to 42 implementation of the alternative. While the compensation to property owners would reduce the 43 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 44 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14,

- 1 *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1,
- Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland
   and land subject to Williamson Act contracts or in Farmland Security Zones.

#### Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 6 Permanent effects on regional economics during operation and maintenance of the proposed water
- 7 conveyance facilities would be similar to those described under Alternative 1B, Impact ECON-7.
- 8 Increased expenditures related to operation and maintenance of water conveyance facilities would 9 be expected to result in a permanent increase in regional employment and income as presented in
- 9 be expected to result in a permanent increase in regional employment and income, as presented in
  10 Table 16-28. The permanent removal of agricultural land following construction would have lasting
- 11 negative effects on agricultural employment and income, as shown in Table 16-29.
- *NEPA Effects:* Because continued operation and maintenance of water conveyance facilities would
   result in an increase in operations-related employment and labor income, this would be considered
   a beneficial effect. However, the long-term footprint of facilities would lead to a continued decline in
   agricultural-related employment and labor income, which would be considered an adverse effect.
   Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
   AG-1, would be available to reduce these effects by preserving agricultural productivity and
   compensating off-site.
- 19 **CEQA Conclusion:** Operation and maintenance of the proposed water conveyance facilities would 20 decrease total employment and income in the Delta region. The change would result from 21 expenditures on operation and maintenance, increasing employment, and from changes in 22 agricultural production, decreasing employment. The total change in income and employment is not, 23 in itself, considered an environmental impact. Significant environmental impacts would only result if 24 the changes in regional economics cause physical impacts. Such effects are discussed in other 25 chapters throughout this EIR/EIS. Costs are addressed in Chapter 8 of the BDCP, Implementation 26 *Costs and Funding Sources*; removal of agricultural land from production is addressed in Chapter 14. 27 Agricultural Resources, Section 14.3.3.12, Impacts AG-3 and AG-4; changes in recreation related 28 activities are addressed in Chapter 15, *Recreation*, Section 15.3.3.12, Impacts REC-5 through REC-8. 29 When required, DWR would provide compensation to landowners as a result of acquiring lands for 30 the proposed conveyance facilities. While the compensation to property owners would reduce the 31 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 32 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14, 33 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, 34 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland 35 and land subject to Williamson Act contracts or in Farmland Security Zones.

### Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 38 Permanent effects on population and housing during operation and maintenance of the proposed
- 39 water conveyance facilities would be similar to those described under Alternative 1B, Impact ECON-
- 40 8. It is anticipated that non-local workers would relocate to the five-county region, thus adding to
- 41 the local population. However, this additional population would constitute a minor increase in the
- 42 total 2020 projected regional population of 4.6 million and be distributed throughout the region. It

- is anticipated that most of the operational workforce would be drawn from within the five-county
   region. Consequently, operation of the conveyance facilities would not result in impacts on housing.
- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- 5 *CEQA Conclusion*: Operation and maintenance of the proposed water conveyance facilities would
- 6 result in minor population increases in the Delta region with adequate housing supply to
- accommodate the change in population and therefore adverse changes in the physical environmentare not anticipated.

#### 9 Impact ECON-9: Changes in Community Character during Operation and Maintenance of the 10 Proposed Water Conveyance Facilities

- 11 **NEPA Effects:** Under Alternative 6B, effects on community character would be similar in nature, 12 location, and magnitude to those described under Alternative 1B, Impact ECON-9. While water 13 conveyance operation and maintenance could result in beneficial effects relating to the economic 14 welfare of a community, lasting adverse social effects, including effects on community cohesion, 15 could also result in communities closest to physical features and in those most heavily influenced by 16 agricultural and recreational activities. Implementation of mitigation measures and environmental 17 commitments related to noise, visual effects, transportation, agriculture, and recreation would 18 reduce adverse effects (see Appendix 3B, Environmental Commitments). These actions are 19 summarized under Alternative 1A, Impact ECON-9.
- 20 **CEQA Conclusion:** Operation and maintenance of water conveyance facilities under Alternative 6B 21 could affect community character in the Delta region. However, because these impacts are social in 22 nature, rather than physical, they are not considered impacts under CEQA. To the extent that 23 changes to community character would lead to physical impacts involving population growth, such impacts are described under Impact ECON-8 and in Chapter 30, Growth Inducement and Other 24 25 *Indirect Effects*, Section 30.3.2. Furthermore, notable decreases in population or employment, even if 26 limited to specific areas, sectors, or the vacancy of individual buildings, could result in alteration of 27 community character stemming from a lack of maintenance, upkeep, and general investment.

#### Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and Maintenance of the Proposed Water Conveyance Facilities

- NEPA Effects: Effects on tax revenue as a result of ongoing water conveyance operation and
   maintenance under Alternative 6B would be similar to those described under Alternative 1B, Impact
   ECON-10. While this economic effect would be considered adverse, BDCP proponents would
   compensate local governments for the loss of property tax or assessment revenue associated with
   construction of water conveyance facilities.
- 35 **CEQA Conclusion:** Continued operation and maintenance of water conveyance facilities for 36 Alternative 6B would result in the removal of a portion of the property tax base for various local 37 government entities in the Delta region. However, entities receiving water from the State Water 38 Project and federal Central Valley Project would mitigate for lost property tax and assessment 39 revenue associated with land needed for the siting of conveyance facilities (Water Code Section 40 85089). CEOA does not require a discussion of socioeconomic effects except where they would 41 result in reasonably foreseeable physical changes. If an alternative is not anticipated to result in a 42 physical change to the environment, it would not be considered to have a significant impact under
CEQA (CEQA Guidelines Sections 15064(f) and 15131). Here, any physical consequences resulting
 from fiscal impacts are too speculative to ascertain.

#### Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 5 Effects on recreation economics during operation and maintenance of the proposed water
  6 conveyance facilities under Alternative 6B would be similar to those described under Alternative 1A,
  7 Impact ECON-11.
- *NEPA Effects:* Maintenance of conveyance facilities, including intakes, would result in periodic
   temporary but not substantial adverse effects on boat passage and water-based recreational
   activities. Because effects of facility maintenance would be short-term and intermittent, substantial
   economic effects are not anticipated to result from operation and maintenance of the facilities.
- 12 *CEQA Conclusion*: Operation and maintenance activities associated with the proposed water
- conveyance facilities under Alternative 6B are anticipated to create minor effects on recreational
   resources and therefore, are not expected to substantially reduce economic activity related to
- 15 recreational activities. This section considers only the economic effects of recreational changes.
- 16 Potential physical changes to the environment relating to recreational resources are described and
- 17 evaluated in Chapter 15, *Recreation*, Section 15.3.3.12, Impacts REC-5 through REC-8.

### 18 Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during 19 Operation and Maintenance of the Proposed Water Conveyance Facilities

- 20 Permanent effects on agricultural economics during operation and maintenance of the proposed 21 water conveyance facilities would be similar to those described under Alternative 1B, Impact ECON-22 12. Total value of irrigated crop production in the Delta would decline on average by \$29.2 million 23 per year during operation and maintenance, with total irrigated crop acreage declining by about 24 17,700 acres. Alternative 6B may also affect production costs on lands even if gross revenues are 25 largely unaffected. Costs could be increased by operational constraints, changes in water quality, 26 and longer travel times due to the permanent footprint of facilities. Additionally, loss of investments 27 in production facilities and standing orchards and vinevards would occur as a result of facilities 28 construction.
- *NEPA Effects:* The footprint of water conveyance facilities would result in lasting reductions in crop
   acreage and in the value of agricultural production in the Delta region; therefore, this is considered
   an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section
   14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving agricultural
   productivity and compensating off-site.
- 34 **CEQA** Conclusion: During operation and maintenance of the proposed water conveyance facilities, 35 the value of agricultural production in the Delta region would be reduced. The permanent removal 36 of agricultural land from production is addressed in Chapter 14, Agricultural Resources, Section 37 14.3.3.12, Impacts AG-1 and AG-2. The reduction in the value of agricultural production is not 38 considered an environmental impact. Significant environmental impacts would only result if the 39 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 40 throughout this EIR/EIS. When required, DWR would provide compensation to property owners for 41 economic losses due to implementation of the alternative. While the compensation to property 42 owners would reduce the severity of economic effects related to the loss of agricultural land, it

would not constitute mitigation for any related physical impact. Measures to reduce these impacts
 are discussed in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, and particularly
 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for
 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security
 Zones.

### Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the Implementation of the Proposed Conservation Measures 2–22

- 8 NEPA Effects: Effects on regional economics as a result of the proposed Conservation Measures 2-9 22 would be similar to those described under Alternative 1A, Impact ECON-13 because the 10 measures are similar. In the Delta region, spending on Conservation Measures 2–22 would include 11 construction, operation and maintenance activities that would convert or disturb existing land use. 12 Because implementation of Conservation Measures 2–22 would be anticipated to result in an 13 increase in construction and operation and maintenance-related employment and labor income, this 14 would be considered a beneficial effect. However, implementation of these components would also 15 be anticipated to result in a decrease in agricultural-related employment and labor income, which 16 would be considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, 17 Agricultural Resources, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by 18 preserving agricultural productivity and compensating off-site. Additionally, implementation of 19 these components are anticipated to result in the abandonment of natural gas wells, causing a 20 decrease in employment and labor income associated with monitoring and maintaining wells, which 21 would be considered an adverse effect. Mitigation Measure MIN-5, described in Chapter 26, Mineral 22 *Resources*, Section 26.3.3.2, Impact MIN-5, would be available to reduce these effects by minimizing, 23 to the extent feasible, the need for well abandonment or relocation.
- 24 **CEQA Conclusion:** Implementation of the proposed Conservation Measures 2–22 would affect total 25 employment and income in the Delta region. The change in total employment and income in the 26 Delta region is based on expenditures resulting from implementation of the proposed Conservation 27 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas 28 production activities. The total change in employment and income is not, in itself, considered an 29 environmental impact. Significant environmental impacts would only result if the changes in 30 regional economics cause physical impacts. Such effects are discussed in other chapters throughout 31 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, Agricultural 32 Resources, Section 14.3.3.2, Impacts AG-3 and AG-4; changes in recreation-related activities are 33 addressed in Chapter 15, Recreation, Section 15.3.3.2, Impacts REC-9 through REC-11; abandonment 34 of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-5.

### Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

- Effects on population and housing as a result of the proposed Conservation Measures 2–22 would be
  similar to those described under Alternative 1A, Impact ECON-14 because the measures are similar.
  In general, the changes in population and housing would include increases in population from the
  construction and operation and maintenance-related activity and declines in residential housing and
  business establishments as a result of lands converted or impaired.
- 42 *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
  43 population or new housing, they would not be considered to have an adverse effect.

*CEQA Conclusion:* Implementation of the proposed Conservation Measures 2–22 would impact total
 population and housing in the Delta region. The change in total population and housing in the Delta
 region is based on employment resulting from implementation of the proposed Conservation
 Measures 2–22. The change in population and housing is expected to be minor relative to the five county Delta region, and dispersed throughout the region. Therefore, significant changes to the
 physical environment are not anticipated to result.

#### 7 Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed 8 Conservation Measures 2-22

9 **NEPA Effects:** Effects on community character as a result of the proposed Conservation Measures 2– 10 22 would be similar to those described under Alternative 1A, Impact ECON-15 because the 11 measures are similar. While implementation of Conservation Measures 2-22 could result in 12 beneficial effects relating to the economic welfare of a community, adverse social effects, including 13 effects on community cohesion, could also occur to those communities closest to character-changing 14 effects and those most heavily influenced by agricultural activities. Implementation of mitigation 15 measures and environmental commitments related to noise, visual effects, transportation, 16 agriculture, and recreation would reduce adverse effects (see Appendix 3B, Environmental 17 *Commitments*). These actions are summarized under Alternative 1A, Impact ECON-15.

18 **CEOA Conclusion:** Implementation of Conservation Measures 2–22 under Alternative 6B could 19 affect community character within the Delta region. However, because these impacts are social in 20 nature, rather than physical, they are not considered impacts under CEQA. To the extent that 21 changes to community character are related to physical impacts involving population growth, these 22 impacts are described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2. 23 Furthermore, notable decreases in population or employment, even if limited to certain areas, 24 sectors, or the vacancy of individual buildings, could result in alteration of community character 25 stemming from a lack of maintenance, upkeep, and general investment.

#### Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing the Proposed Conservation Measures 2-22

- *NEPA Effects:* Under Alternative 6B, effects on local government fiscal conditions as a result of
   conservation measure implementation would be similar to those described under Alternative 1A,
   Impact ECON-16. Conservation Measures 2–22 would remove some private land from local property
   tax and assessment rolls. This economic effect would be considered adverse; however, the BDCP
   proponents would offset forgone property tax and assessments levied by local governments and
   special districts on private lands converted to habitat.
- 34 **CEQA Conclusion:** Under Alternative 6B, implementation of Conservation Measures 2–22 would 35 result in the removal of a portion of the property tax base for various local government entities in 36 the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is 37 estimated to reach \$176.7 million. However, the BDCP proponents would compensate local 38 governments and special districts for forgone revenue. CEQA does not require a discussion of 39 socioeconomic effects except where they would result in physical changes. If an alternative is not 40 anticipated to result in a physical change to the environment, it would not be considered to have a 41 significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131).

#### Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the Proposed Conservation Measures 2–22

*NEPA Effects:* Effects related to implementation of the Conservation Measures 2–22 under this
 alternative would be similar to those described under Alternative 1A, Impact ECON-17. These
 measures may result in adverse and beneficial effects on recreational resources in the Delta region,
 resulting in the potential for decreased or increased economic activities related to recreation.

7 **CEQA Conclusion:** Implementation of conservation measures would limit opportunities for 8 recreation and compromise the quality of activities, leading to potential economic impacts. 9 However, over time, implementation could also improve the quality of existing recreational 10 opportunities, creating increased economic value with respect to recreation. This section considers 11 only the economic effects of recreational changes brought about by conservation measure 12 implementation. Potential physical changes to the environment relating to recreational resources 13 are described and evaluated in Chapter 15, *Recreation*, Section 15.3.3.12, Impacts REC-9 through 14 REC-11.

### Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

17 Effects on agricultural economics as a result of the proposed Conservation Measures 2–22 would be 18 similar to those described under Alternative 1A, Impact ECON-18 because the measures are similar. 19 Conservation Measures 2–22 would convert land from existing agricultural uses. These direct effects 20 on agricultural land are described qualitatively in Chapter 14, Agricultural Resources, Section 21 14.3.3.12, Impacts AG-3 and AG-4. Effects on agricultural economics would include effects on crop 22 production and agricultural investments resulting from restoration actions on agricultural lands. 23 The effects would be similar in kind to those described for lands converted due to construction and 24 operation of the conveyance features and facilities. The total acreage and crop mix of agricultural 25 land potentially affected is not specified at this time, but when required, the BDCP proponents 26 would provide compensation to property owners for losses due to implementation of the 27 alternative.

*NEPA Effects:* Because implementation of the Conservation Measures 2–22 would be anticipated to
 lead to reductions in crop acreage and in the value of agricultural production in the Delta region, this
 is considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural
 *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
 agricultural productivity and compensating off-site.

33 **CEQA Conclusion:** Implementation of Conservation Measures 2–22 would reduce the total value of 34 agricultural production in the Delta region. The permanent removal of agricultural land from 35 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.12, Impacts AG-3 and 36 AG-4. The reduction in the value of agricultural production is not considered an environmental 37 impact. Significant environmental impacts would only result if the changes in regional economics 38 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 39 required, the BDCP proponents would provide compensation to property owners for economic 40 losses due to implementation of the alternative. While the compensation to property owners would 41 reduce the severity of economic effects related to the loss of agricultural land, it would not 42 constitute mitigation for any related physical impact. Measures to reduce these impacts are 43 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1.

#### 1 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions

2 **NEPA Effects:** The socioeconomic effects associated with operation of Alternative 6B would be the 3 same as those described under Alternative 6A. Impact ECON-19, because deliveries would be based 4 on the same operational guidelines. Changes in deliveries to hydrologic regions could result in 5 adverse or beneficial socioeconomic effects in these areas. Reduced or less reliable water deliveries 6 would result in decreased agricultural production and, in turn, a reduction in both direct and 7 indirect agricultural employment. Economic and social patterns tied to predominant agricultural 8 industrial activities and land uses could erode, changing the character of agricultural communities in 9 hydrologic regions. If M&I deliveries were reduced to the extent that it would, in the long run, 10 constrain population growth, implementation of Alternative 6B could reinforce a socioeconomic 11 status quo or limit potential economic and employment growth in hydrologic regions. Changes to 12 agricultural production and population growth with its associated economic activity could also lead 13 to shifts in the character of communities in the hydrologic regions with resultant beneficial or 14 adverse effects. Likewise, limited growth associated with reduced deliveries could require lower 15 expenditures for local governments while also leading to reduced revenue.

*CEQA Conclusion:* Operation of water conveyance facilities under Alternative 6B could affect
 socioeconomic conditions in the hydrologic regions receiving water from the SWP and CVP.
 However, because these impacts are social and economic in nature, rather than physical, they are
 not considered environmental impacts under CEQA. To the extent that changes in socioeconomic
 conditions in the hydrologic regions would lead to physical impacts, such impacts are described in
 Chapter 30, *Growth Inducement and Other Indirect Effects*, Section 30.3.2.

## 2216.3.3.13Alternative 6C—Isolated Conveyance with West Alignment and23Intakes W1–W5 (15,000 cfs; Operational Scenario D)

Facilities construction under Alternative 6C would be similar to those described for Alternative 1C.
However, Alternative 6C would be an isolated conveyance, no longer involving operation of the
existing SWP and CVP south Delta diversion facilities for Clifton Court Forebay and Jones Pumping
Plant. Operations would be different under Alternative 6C than under Alternative 1C.

### Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta Region during Construction of the Proposed Water Conveyance Facilities

30 Temporary effects on regional economics during construction of the proposed water conveyance 31 facilities would be similar to those described under Alternative 1C, Impact ECON-1. As shown in 32 Table 16-31, over the construction period, regional effects of construction activities would result in 33 direct employment of more than 26,000 FTE, with total employment effects of nearly 61,000 FTE. 34 Increases in labor income associated with this employment would also be expected. Declines in 35 agricultural production would be expected to lead to a decrease in employment of 64 FTE, with total 36 effects leading to a decline of 240 FTE. Similarly, labor income related to these positions would 37 decline, as shown in Table 16-32.

*NEPA Effects:* Because construction of water conveyance facilities would result in an increase in
 construction-related employment and labor income, this would be considered a beneficial effect.
 However, these activities would also be anticipated to result in a decrease in agricultural-related
 employment and labor income, which would be considered an adverse effect. Mitigation Measure

AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be
 available to reduce these effects by preserving agricultural productivity and compensating off-site.

3 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would increase total 4 employment and income in the Delta region, temporarily. The increase in employment and income 5 that would result from expenditures on construction would be greater than the reduction in 6 employment and income attributable to losses in agricultural production. Changes in recreational 7 expenditures and natural gas well operations could also affect regional employment and income, but 8 these have not been quantified. The total change in employment and income is not, in itself, 9 considered an environmental impact. Significant environmental impacts would only result if the 10 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 11 throughout this EIR/EIS. Costs are addressed in Chapter 8 of the BDCP, Implementation Costs and 12 Funding Sources; removal of agricultural land from production is addressed in Chapter 14, 13 Agricultural Resources, Section 14.3.3.13, Impacts AG-1 and AG-2; changes in recreation related 14 activities are addressed in Chapter 15, Recreation, Section 15.3.3.13, REC-1 through REC-4; 15 abandonment of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.13, Impact MIN-1. When required, DWR would provide compensation to property owners for economic 16 17 losses due to implementation of the alternative. While the compensation to property owners would 18 reduce the severity of economic effects related to the loss of agricultural land, it would not 19 constitute mitigation for any related physical impact. Measures to reduce these impacts are 20 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly 21 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for 22 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 23 Zones.

#### Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of the Proposed Water Conveyance Facilities

26 Effects on population and housing during construction of the proposed water conveyance facilities 27 would be similar to those described under Alternative 1C, Impact ECON-2. It is anticipated that non-28 local workers would temporarily relocate to the Delta region, thus adding to the local population. 29 However, this additional population would constitute a minor increase in the total 2020 projected 30 regional population of 4.6 million and be distributed throughout the region. Within specific local 31 communities, there could be localized effects on housing. However, given the availability of housing 32 within the five-county region, predicting where this impact might fall would be speculative. In 33 addition, new residents would likely be dispersed across the region, thereby not creating a 34 substantial burden on any one community.

35 *NEPA Effects:* Because these activities would not result in permanent concentrated, substantial
 36 increases in population or new housing, they would not be considered to have an adverse effect.

37 *CEQA Conclusion*: Construction of the proposed water conveyance facilities would result in minor
 38 temporary population increases in the Delta region, which has an adequate housing supply to
 39 accommodate the change in population. Therefore, adverse physical changes resulting from the
 40 minor increase in population are not anticipated.

#### Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed Water Conveyance Facilities

3 NEPA Effects: Under Alternative 6C, effects on community character would be similar to those 4 described under Alternative 1C, Impact ECON-3. While water conveyance construction could result 5 in beneficial effects relating to the economic welfare of a community, adverse social effects could 6 also arise as a result of declining economic stability or changes in community cohesion in 7 communities closest to construction effects and in those most heavily influenced by agricultural and 8 recreational activities. Implementation of mitigation measures and environmental commitments 9 related to noise, visual effects, transportation, agriculture, and recreation would reduce adverse 10 effects (see Appendix 3B, Environmental Commitments). These actions are summarized under 11 Alternative 1A, Impact ECON-3.

12 **CEQA Conclusion:** Construction of water conveyance facilities under Alternative 6C could affect 13 community character in the Delta region. However, because these impacts are social in nature, 14 rather than physical, they are not considered impacts under CEOA. To the extent that changes to 15 community character would lead to physical impacts involving population growth, such impacts are 16 described under Impact ECON-2 and in Chapter 30, Growth Inducement and Other Indirect Effects, 17 Section 30.3.2. Furthermore, notable decreases in population or employment, even if limited to 18 specific areas, sectors, or the vacancy of individual buildings, could result in alteration of community 19 character stemming from a lack of maintenance, upkeep, and general investment. However, 20 implementation of mitigation measures and environmental commitments related to noise, visual 21 effects, transportation, agriculture, and recreation, would reduce the extent of these effects (see 22 Appendix 3B, Environmental Commitments). Specifically, these commitments include Develop and 23 Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous Materials 24 Management Plans, Notification of Construction and Maintenance Activities in Waterways, Noise 25 Abatement Plan, Fire Prevention and Control Plan, and Prepare and Implement Mosquito 26 Management Plans.

#### Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing the Proposed Water Conveyance Facilities

*NEPA Effects:* Effects on tax revenue as a result of water conveyance construction under Alternative
 6C would be identical to those described under Alternative 1C, Impact ECON-4. While this economic
 effect would be considered adverse, BDCP proponents would compensate local governments for the
 loss of property tax or assessment revenue associated with construction of water conveyance
 facilities. Additionally, local entities could benefit from an increase in sales tax revenue.

34 **CEQA Conclusion:** Construction of water conveyance facilities for Alternative 6C would result in the 35 removal of a portion of the property tax base for various local government entities in the Delta 36 region. However, entities receiving water from the State Water Project and federal Central Valley Project would mitigate for lost property tax and assessment revenue associated with land needed 37 38 for the construction of new conveyance facilities (Water Code Section 85089). Additionally, any 39 losses could be offset, at least in part, by an anticipated increase in sales tax revenue. CEQA does not 40 require a discussion of socioeconomic effects except where they would result in reasonably 41 foreseeable physical changes. If an alternative is not anticipated to result in a physical change to the 42 environment, it would not be considered to have a significant impact under CEQA (CEQA Guidelines 43 Sections 15064(f) and 15131). Here, any physical consequences resulting from fiscal impacts are too 44 speculative to ascertain.

#### Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed Water Conveyance Facilities

*NEPA Effects:* Under Alternative 6C, disruption of recreational activities during the construction
 period would be identical to that described under Alternative 1C, Impact ECON-5. Access to
 recreational facilities may be restricted throughout the construction period. Additionally, the quality
 of recreational activities including boating, fishing, waterfowl hunting, and hiking in the Delta could
 be indirectly affected by noise, lighting, traffic, and visual degradation in proximity to water
 conveyance construction.

9 Construction of water conveyance structures under this alternative would be anticipated to result in 10 a lower-quality recreational experience in a number of localized areas throughout the Delta, despite 11 the implementation of mitigation measures, including enhancement of fishing access sites and 12 incorporation of recreational access into project design, and environmental and non-environmental 13 commitments, including providing funding to implement recreational improvements and control 14 aquatic weeds, providing notification of maintenance activities in waterways, and developing and 15 implementing a noise abatement plan, as described in Appendix 3B, Environmental Commitments. 16 With a decrease in recreational quality, the number of visits would be anticipated to decline, at least 17 in areas closest to construction activities. The multi-year schedule and geographic scale of 18 construction activities and the anticipated decline in recreational spending would be considered an 19 adverse effect. The commitments and mitigation measure cited above would contribute to the 20 reduction of this effect.

*CEQA Conclusion*: Construction of the proposed water conveyance facilities under Alternative 6C
 could impact recreational revenue in the Delta region if construction activities result in fewer visits
 to the area. Fewer visits would be anticipated to result in decreased economic activity related to
 recreational activities. This section considers only the economic effects of recreational changes
 brought about by construction of the proposed water conveyance facilities. Potential physical
 changes to the environment relating to recreational resources are described and evaluated in
 Chapter 15, *Recreation*, Section 15.3.3.13, Impacts REC-1 through REC-4.

#### Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

30 Effects on agricultural economics during construction of the proposed water conveyance facilities 31 would be similar to those described under Alternative 1C, Impact ECON-6. Total value of irrigated 32 crop production in the Delta would decline on average by \$22.2 million per year during the 33 construction period, with total irrigated crop acreage declining by about 14,300 acres. Alternative 34 6C may also affect production costs on lands even if gross revenues are largely unaffected. Costs 35 could be increased by operational constraints and longer travel times due to facilities construction. 36 Additionally, loss of investments in production facilities and standing orchards and vinevards would 37 occur as a result of facilities construction.

- 38 **NEPA Effects:** Because construction of the proposed water conveyance facilities would lead to
- 39 reductions in crop acreage and in the value of agricultural production in the Delta region, this is
- 40 considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural*
- 41 *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
- 42 agricultural productivity and compensating off-site.

1 **CEOA Conclusion:** Construction of the proposed water conveyance facilities would reduce the total 2 value of agricultural production in the Delta region. The removal of agricultural land from 3 production is addressed in Chapter 14, Aaricultural Resources, Section 14.3.3.13, Impacts AG-1 and 4 AG-2. The reduction in the value of agricultural production is not considered an environmental 5 impact. Significant environmental impacts would only result if the changes in regional economics 6 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 7 required, DWR would provide compensation to property owners for economic losses due to 8 implementation of the alternative. While the compensation to property owners would reduce the 9 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 10 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14. 11 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, 12 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland 13 and land subject to Williamson Act contracts or in Farmland Security Zones.

#### Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

Permanent effects on regional economics during operation and maintenance of the proposed water
conveyance facilities would be similar to those described under Alternative 1C, Impact ECON-7.
Increased expenditures related to operation and maintenance of water conveyance facilities would
be expected to result in a permanent increase in regional employment and income, as presented in
Table 16-34. The permanent removal of agricultural land following construction would have lasting
negative effects on agricultural employment and income, as shown in Table 16-35.

*NEPA Effects:* Because continued operation and maintenance of water conveyance facilities would
 result in an increase in operations-related employment and labor income, this would be considered
 a beneficial effect. However, the long-term footprint of facilities would lead to a continued decline in
 agricultural-related employment and labor income, which would be considered an adverse effect.
 Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
 AG-1, would be available to reduce these effects by preserving agricultural productivity and
 compensating off-site.

29 **CEQA** Conclusion: Operation and maintenance of the proposed water conveyance facilities would 30 increase total employment and income in the Delta region. The net change would result from 31 expenditures on operation and maintenance and from changes in agricultural production. The total 32 change in income and employment is not, in itself, considered an environmental impact. Significant 33 environmental impacts would only result if the changes in regional economics cause physical 34 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed 35 in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of agricultural land 36 from production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.13, Impacts AG-3 37 and AG-4; changes in recreation related activities are addressed in Chapter 15, *Recreation*, Section 38 15.3.3.13, Impacts REC-5 through REC-8. When required, DWR would provide compensation to 39 landowners as a result of acquiring lands for the proposed conveyance facilities. While the 40 compensation to property owners would reduce the severity of economic effects related to the loss 41 of agricultural land, it would not constitute mitigation for any related physical impact. Measures to 42 reduce these impacts are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact 43 AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP to preserve agricultural 44 productivity and mitigate for loss of Important Farmland and land subject to Williamson Act 45 contracts or in Farmland Security Zones.

#### Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- Permanent effects on population and housing during of operation and maintenance of the proposed water conveyance facilities would be similar to those described under Alternative 1C, Impact ECON-8. It is anticipated that non-local workers would relocate to the five-county region, thus adding to the local population. However, this additional population would constitute a minor increase in the total 2020 projected regional population of 4.6 million and be distributed throughout the region. It is anticipated that most of the operational workforce would be drawn from within the five-county
- 9 region. Consequently, operation of the conveyance facilities would not result in impacts on housing.
- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Operation and maintenance of the proposed water conveyance facilities would
   result in minor population increases in the Delta region with adequate housing supply to
   accommodate the change in population and therefore adverse changes in the physical environment
   are not anticipated.

#### 16 Impact ECON-9: Changes in Community Character during Operation and Maintenance of the 17 Proposed Water Conveyance Facilities

- 18 **NEPA Effects:** Under Alternative 6C, effects on community character would be similar in nature, 19 location, and magnitude to those described under Alternative 1C, Impact ECON-9. While water 20 conveyance operation and maintenance could result in beneficial effects relating to the economic 21 welfare of a community, lasting adverse social effects, including effects on community cohesion, 22 could also arise in communities closest to physical features and in those most heavily influenced by 23 agricultural and recreational activities. Implementation of mitigation measures and environmental 24 commitments related to noise, visual effects, transportation, agriculture, and recreation would 25 reduce the intensity of adverse effects on the character of Delta communities (see Appendix 3B, 26 Environmental Commitments). These actions are summarized under Alternative 1A, Impact ECON-9.
- 27 **CEQA Conclusion:** Operation and maintenance of water conveyance facilities under Alternative 6C 28 could affect community character in the Delta region. However, because these impacts are social in 29 nature, rather than physical, they are not considered impacts under CEQA. To the extent that 30 changes to community character would lead to physical impacts involving population growth, such 31 impacts are described under Impact ECON-8 and in Chapter 30, Growth Inducement and Other 32 Indirect Effects, Section 30.3.2. Furthermore, notable decreases in population or employment, even if 33 limited to specific areas, sectors, or the vacancy of individual buildings, could result in alteration of 34 community character stemming from a lack of maintenance, upkeep, and general investment.

#### Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 37 **NEPA Effects:** Effects on tax revenue as a result of ongoing water conveyance operation and
- 38 maintenance under Alternative 6C would be similar to those described under Alternative 1C, Impact
- ECON-10. While this economic effect would be considered adverse, BDCP proponents would
   compensate local governments for the loss of property tax or assessment revenue associated with
- 40 compensate local governments for the loss of property tax or assessment revenue associated with
- 41 construction of water conveyance facilities. Additionally, local entities may benefit from an increase
- 42 in sales tax revenue.

1 **CEOA Conclusion:** Continued operation and maintenance of water conveyance facilities for 2 Alternative 6C would result in the removal of a portion of the property tax base for various local 3 government entities in the Delta region. However, entities receiving water from the State Water 4 Project and federal Central Valley Project would mitigate for lost property tax and assessment 5 revenue associated with land needed for the siting of conveyance facilities (Water Code Section 6 85089). Additionally, any losses may be offset, at least in part, by an anticipated increase in sales tax 7 revenue. CEQA does not require a discussion of socioeconomic effects except where they would 8 result in reasonably foreseeable physical changes. If an alternative is not anticipated to result in a 9 physical change to the environment, it would not be considered to have a significant impact under 10 CEQA (CEQA Guidelines Sections 15064(f) and 15131). Here, any physical consequences resulting

11 from fiscal impacts are too speculative to ascertain.

#### Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the Proposed Water Conveyance Facilities

- Effects on recreation economics during operation and maintenance of the proposed water
   conveyance facilities under Alternative 6C would be similar to those described under Alternative 1A,
   Impact ECON-11.
- *NEPA Effects:* Maintenance of conveyance facilities, including intakes, would result in periodic
   temporary but not substantial adverse effects on boat passage and water-based recreational
   activities. Because effects of facility maintenance would be short-term and intermittent, substantial
   economic effects are not anticipated to result from operation and maintenance of the facilities.
- *CEQA Conclusion*: Operation and maintenance activities associated with the proposed water
   conveyance facilities under Alternative 6C are anticipated to create minor effects on recreational
   resources and therefore, are not expected to substantially reduce economic activity related to
   recreational activities. This section considers only the economic effects of recreational changes.
   Potential physical changes to the environment relating to recreational resources are described and
   evaluated in Chapter 15, *Recreation*, Section 15.3.3.13, Impacts REC-5 through REC-8.

#### Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 29 Permanent effects on agricultural economics during operation and maintenance of the proposed 30 water conveyance facilities would be similar to those described under Alternative 1C, Impact ECON-31 12. Total value of irrigated crop production in the Delta would decline on average by \$17.7 million 32 per year during operation and maintenance, with total irrigated crop acreage declining by about 33 11,700 acres. Alternative 6C may also affect production costs on lands even if gross revenues are 34 largely unaffected. Costs could be increased by operational constraints, changes in water quality, 35 and longer travel times due to the permanent footprint of facilities. Additionally, loss of investments 36 in production facilities and standing orchards and vineyards would occur as a result of facilities 37 construction.
- *NEPA Effects:* The footprint of water conveyance facilities would result in lasting reductions in crop
   acreage and in the value of agricultural production in the Delta region; therefore, this is considered
   an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section
   14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving agricultural
- 42 productivity and compensating off-site.

1 **CEOA Conclusion:** During operation and maintenance of the proposed water conveyance facilities, 2 the value of agricultural production in the Delta region would be reduced. The permanent removal 3 of agricultural land from production is addressed in Chapter 14, Agricultural Resources, Section 4 14.3.3.13, Impacts AG-1 and AG-2. The reduction in the value of agricultural production is not 5 considered an environmental impact. Significant environmental impacts would only result if the 6 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 7 throughout this EIR/EIS. When required, DWR would provide compensation to property owners for 8 economic losses due to implementation of the alternative. While the compensation to property 9 owners would reduce the severity of economic effects related to the loss of agricultural land, it 10 would not constitute mitigation for any related physical impact. Measures to reduce these impacts 11 are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly 12 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for 13 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 14 Zones.

#### Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the Implementation of the Proposed Conservation Measures 2–22

17 **NEPA Effects:** Effects on regional economics as a result of the proposed Conservation Measures 2– 18 22 would be similar to those described under Alternative 1A, Impact ECON-13 because the 19 measures are similar. In the Delta region, spending on Conservation Measures 2–22 would include 20 construction, operation and maintenance activities that would convert or disturb existing land use. 21 Because implementation of Conservation Measures 2–22 would be anticipated to result in an 22 increase in construction and operation and maintenance-related employment and labor income, this 23 would be considered a beneficial effect. However, implementation of these components would also 24 be anticipated to result in a decrease in agricultural-related employment and labor income, which 25 would be considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, 26 Agricultural Resources, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by 27 preserving agricultural productivity and compensating off-site. Additionally, implementation of 28 these components are anticipated to result in the abandonment of natural gas wells, causing a 29 decrease in employment and labor income associated with monitoring and maintaining wells, which 30 would be considered an adverse effect. Mitigation Measure MIN-5, described in Chapter 26, Mineral 31 *Resources*, Section 26.3.3.2, Impact MIN-5, would be available to reduce these effects by minimizing, 32 to the extent feasible, the need for well abandonment or relocation.

33 **CEQA Conclusion:** Implementation of the proposed Conservation Measures 2–22 would affect total 34 employment and income in the Delta region. The change in total employment and income in the 35 Delta region is based on expenditures resulting from implementation of the proposed Conservation 36 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas 37 production activities. The total change in employment and income is not, in itself, considered an 38 environmental impact. Significant environmental impacts would only result if the changes in 39 regional economics cause physical impacts. Such effects are discussed in other chapters throughout 40 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, Agricultural 41 Resources, Section 14.3.3.2, Impacts AG-3 and AG-4; changes in recreation-related activities are 42 addressed in Chapter 15, *Recreation*, Section 15.3.3.2, Impacts REC-9 through REC-11; abandonment 43 of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-5.

#### Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

- Effects on population and housing as a result of the proposed Conservation Measures 2–22 would be
   similar to those described under Alternative 1A, Impact ECON-14 because the measures are similar.
   In general, the changes in population and housing would include increases in population from the
   construction and operation and maintenance-related activity and declines in residential housing and
   business establishments as a result of lands converted or impaired.
- 8 *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   9 population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Implementation of the proposed Conservation Measures 2–22 would impact total
   population and housing in the Delta region. The change in total population and housing in the Delta
   region is based on employment resulting from implementation of the proposed Conservation
   Measures 2–22. The change in population and housing is expected to be minor relative to the five county Delta region, and dispersed throughout the region. Therefore, significant changes to the
   physical environment are not anticipated to result.

### Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed Conservation Measures 2–22

- 18 **NEPA Effects:** Effects on community character as a result of the proposed Conservation Measures 2– 19 22 would be similar to those described under Alternative 1A, Impact ECON-15 because the 20 measures are similar. While implementation of Conservation Measures 2–22 could result in 21 beneficial effects relating to the economic welfare of a community, adverse social effects, including 22 effects on community cohesion, could also arise in those communities closest to character-changing 23 effects and those most heavily influenced by agricultural activities. Implementation of mitigation measures and environmental commitments related to noise, visual effects, transportation, 24 25 agriculture, and recreation would reduce adverse effects (see Appendix 3B, Environmental 26 *Commitments*). These actions are summarized under Alternative 1A, Impact ECON-15.
- 27 **CEQA Conclusion:** Implementation of Conservation Measures 2–22 under Alternative 6C could affect 28 community character within the Delta region. However, because these impacts are social in nature, 29 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 30 community character are related to physical impacts involving population growth, these impacts are 31 described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2. Furthermore, 32 notable decreases in population or employment, even if limited to certain areas, sectors, or the 33 vacancy of individual buildings, could result in alteration of community character stemming from a 34 lack of maintenance, upkeep, and general investment.

#### Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing the Proposed Conservation Measures 2-22

- 37 *NEPA Effects:* Under Alternative 6C, effects on local government fiscal conditions as a result of
- 38 conservation measure implementation would be similar to those described under Alternative 1A,
- 39 Impact ECON-16. Conservation Measures 2–22 would remove some private land from local property
- 40 tax and assessment rolls. This economic effect would be considered adverse; however, the BDCP
- 41 proponents would offset forgone property tax and assessments levied by local governments and
- 42 special districts on private lands converted to habitat.

1 **CEOA Conclusion:** Under Alternative 6C, implementation of Conservation Measures 2–22 would 2 result in the removal of a portion of the property tax base for various local government entities in 3 the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is 4 estimated to reach \$176.7 million. However, the BDCP proponents would compensate local 5 governments and special districts for forgone revenue. CEQA does not require a discussion of 6 socioeconomic effects except where they would result in physical changes. If an alternative is not 7 anticipated to result in a physical change to the environment, it would not be considered to have a 8 significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131).

#### 9 Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the 10 Proposed Conservation Measures 2-22

*NEPA Effects:* Effects related to implementation of the Conservation Measures 2–22 under this
 alternative would be similar to those described under Alternative 1A, Impact ECON-17. These
 measures may result in adverse and beneficial effects on recreational resources in the Delta region,
 resulting in the potential for decreased or increased economic activities related to recreation.

15 **CEQA Conclusion:** Implementation of conservation measures would limit opportunities for 16 recreation and compromise the quality of activities, leading to potential economic impacts. 17 However, over time, implementation could also improve the quality of existing recreational 18 opportunities, creating increased economic value with respect to recreation. This section considers 19 only the economic effects of recreational changes brought about by conservation measure 20 implementation. Potential physical changes to the environment relating to recreational resources 21 are described and evaluated in Chapter 15, *Recreation*, Section 15.3.3.13, Impacts REC-9 through 22 REC-11.

#### Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

25 Effects on agricultural economics as a result of the proposed Conservation Measures 2–22 would be 26 similar to those described under Alternative 1A, Impact ECON-18 because the measures are similar. 27 Conservation Measures 2–22 would convert land from existing agricultural uses. These direct effects 28 on agricultural land are described qualitatively in Chapter 14, Agricultural Resources, Section 29 14.3.3.13, Impacts AG-3 and AG-4. Effects on agricultural economics would include effects on crop 30 production and agricultural investments resulting from restoration actions on agricultural lands. 31 The effects would be similar in kind to those described for lands converted due to construction and 32 operation of the conveyance features and facilities. The total acreage and crop mix of agricultural 33 land potentially affected is not specified at this time, but when required, the BDCP proponents 34 would provide compensation to property owners for losses due to implementation of the 35 alternative.

NEPA Effects: Because implementation of Conservation Measures 2–22 would be anticipated to lead
 to reductions in crop acreage and in the value of agricultural production in the Delta region, this is
 considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural
 *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
 agricultural productivity and compensating off-site.

41 *CEQA Conclusion*: Implementation of Conservation Measures 2–22 would reduce the total value of
 42 agricultural production in the Delta region. The permanent removal of agricultural land from
 43 production is addressed in Chapter 14, *Agricultural Resources*, Section 14.3.3.13, Impacts AG-3 and

- 1 AG-4. The reduction in the value of agricultural production is not considered an environmental
- 2 impact. Significant environmental impacts would only result if the changes in regional economics
- 3 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When
- 4 required, the BDCP proponents would provide compensation to property owners for economic
- 5 losses due to implementation of the alternative. While the compensation to property owners would
- 6 reduce the severity of economic effects related to the loss of agricultural land, it would not
- 7 constitute mitigation for any related physical impact. Measures to reduce these impacts are
- 8 discussed in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1.

#### 9 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions

10 **NEPA Effects:** The socioeconomic effects associated with operation of Alternative 6C would be the 11 same as those described under Alternative 6A, Impact ECON-19, because deliveries would be based 12 on the same operational guidelines. Changes in deliveries to hydrologic regions could result in 13 adverse or beneficial socioeconomic effects in these areas. Reduced or less reliable water deliveries 14 would result in decreased agricultural production and, in turn, a reduction in both direct and 15 indirect agricultural employment. Economic and social patterns tied to predominant agricultural 16 industrial activities and land uses could erode, changing the character of agricultural communities in 17 hydrologic regions. If M&I deliveries were reduced to the extent that it would, in the long run, 18 constrain population growth, implementation of Alternative 6C could reinforce a socioeconomic 19 status quo or limit potential economic and employment growth in hydrologic regions. Changes to 20 agricultural production and population growth with its associated economic activity could also lead 21 to shifts in the character of communities in the hydrologic regions with resultant beneficial or 22 adverse effects. Likewise, limited growth associated with reduced deliveries could require lower 23 expenditures for local governments while also leading to reduced revenue.

*CEQA Conclusion:* Operation of water conveyance facilities under Alternative 6C could affect
 socioeconomic conditions in the hydrologic regions receiving water from the SWP and CVP.
 However, because these impacts are social and economic in nature, rather than physical, they are
 not considered environmental impacts under CEQA. To the extent that changes in socioeconomic
 conditions in the hydrologic regions would lead to physical impacts, such impacts are described in
 Chapter 30, *Growth Inducement and Other Indirect Effects,* Section 30.3.2.

# 3016.3.3.14Alternative 7—Dual Conveyance with Pipeline/Tunnel, Intakes 2,31313, and 5, and Enhanced Aquatic Conservation (9,000 cfs;32Operational Scenario E)

Facilities constructed under Alternative 7 would be similar to those described for Alternative 1A but
 with only three intakes as opposed to five. Operations would be different under Alternative 7 than
 under Alternative 1A.

### Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- The regional economic effects on employment and income in the Delta region during construction
   were evaluated. Changes are shown relative to the Existing Conditions and the No Action Alternative
- 40 (regional economic conditions do not differ between Existing Conditions and No Action Alternative).
- The effects on employment and income are displayed in Table 16-51. The table shows the direct and
- 42 total changes that would result from conveyance-related spending. As evident in Table 16-51,

- 1 spending on conveyance construction would result in substantial economic activity in the region. As
- 2 shown, direct construction employment is anticipated to vary over the 8-year construction period,
- 3 with an estimated 2,018 FTE jobs in the first year and 129 FTE jobs in the final year of the
- 4 construction period. Construction employment is estimated to peak at 3,360 FTE jobs in year 4.
- 5 Total employment (direct, indirect, and induced) would peak in year 1, at 11,018 FTE jobs.

#### Table 16-51. Regional Economic Effects on Employment and Labor Income during Construction (Alternative 7)

Regional Economic	Year								
Impact <sup>a</sup>	1	2	3	4	5	6	7	8	Total
Employment (FTE)									
Direct	2,018	2,256	3,141	3,360	2,937	2,763	547	129	17,152
Total <sup>b</sup>	11,018	9,174	10,635	9,729	7,264	5,811	923	183	54,737
<b>Labor Income</b> (million \$)									
Direct	298.7	220.6	229.9	186.1	125.9	74.0	6.4	0.3	1,141.9
Total <sup>b</sup>	537.9	409.8	440.1	369.9	251.1	170.6	19.9	2.6	2,201.8

Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012).

<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.

<sup>b</sup> Includes direct, indirect, and induced effects; numbers may not sum to the total due to rounding. Detailed estimates are presented in Appendix 16A, *Regional Economic Impacts of Water Conveyance Facility Construction*.

8

9 The footprint of conveyance and related facilities such as roads and utilities would remove some 10 existing agricultural land from production, so the effects on employment and income would be 11 negative. The regional economic effects on employment and income in the Delta region from the 12 change in agricultural production are reported in Table 16-52. As shown, direct agricultural 13 employment would be reduced by an estimated 25 FTE jobs, while total employment (direct, 14 indirect, and induced) associated with agricultural employment would fall by 94 FTE jobs. Mapbook 15 Figures M14-1 and M14-2 display areas of Important Farmland and lands under Williamson Act 16 contracts that could be converted to other uses due to the construction of water conveyance 17 facilities for the Pipeline/Tunnel alignment. Note that not all of these structures would be 18 constructed under this alternative.

#### 1Table 16-52. Regional Economic Effects on Agricultural Employment and Labor Income during2Construction (Alternative 7)

Regional Economic Impact <sup>a</sup>	Impacts on Agriculture			
Employment (FTE)				
Direct	-25			
Total <sup>b</sup>	-94			
Labor Income (million \$)				
Direct	-3.1			
Total <sup>b</sup>	-6.1			
Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012).				
<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.				

<sup>b</sup> Includes direct, indirect, and induced effects.

3

4 Additionally, the Alternative 7 construction footprint would result in the abandonment of an 5 estimated six producing natural gas wells in the study area, as described in Chapter 26, Mineral 6 Resources, Section 26.3.3.14, Impact MIN-1. This could result in the loss of employment and labor 7 income associated with monitoring and maintaining these wells. Generally, small crews perform ongoing monitoring and maintenance of several wells at a time. As shown in Chapter 26, Mineral 8 9 Resources, Table 26-3, 516 active producer wells are located in the study area. Even if all six 10 producing wells in the Alternative 7 construction footprint were abandoned and not replaced with 11 new wells installed outside the construction footprint, the percentage reduction in the number of 12 natural gas wells would be very small. As a result, the employment and labor income effects 13 associated with well abandonment, while negative, would be minimal.

*NEPA Effects:* Because construction of water conveyance facilities would result in an increase in
 construction-related employment and labor income, this would be considered a beneficial effect.
 However, these activities would also be anticipated to result in a decrease in agricultural-related
 employment and labor income, which would be considered an adverse effect. Mitigation Measure
 AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be
 available to reduce these effects by preserving agricultural productivity and compensating off-site.

20 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would temporarily 21 increase total employment and income in the Delta region. The change would result from 22 expenditures on construction, increasing employment, and from changes in agricultural production, 23 decreasing employment. Changes in recreational expenditures and natural gas well operations could 24 also affect regional employment and income, but these have not been quantified. The total change in 25 employment and income is not, in itself, considered an environmental impact. Significant 26 environmental impacts would only result if the changes in regional economics cause physical 27 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed 28 in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of agricultural land 29 from production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.14, Impacts AG-1 30 and AG-2; changes in recreation related activities are addressed in Chapter 15, *Recreation*, Section 31 15.3.3.14, REC-1 through REC-4; abandonment of natural gas wells is addressed in Chapter 26, 32 Mineral Resources, Section 26.3.3.14, Impact MIN-1. When required, DWR would provide 33 compensation to property owners for economic losses due to implementation of the alternative. 34 While the compensation to property owners would reduce the severity of economic effects related

- 1 to the loss of agricultural land, it would not constitute mitigation for any related physical impact.
- 2 Measures to reduce these impacts are discussed in Chapter 14, *Agricultural Resources*, Section
- 3 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP to preserve
- 4 agricultural productivity and mitigate for loss of Important Farmland and land subject to Williamson
- 5 Act contracts or in Farmland Security Zones.

#### Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of the Proposed Water Conveyance Facilities

#### 8 **Population**

9 Construction of conveyance facilities would require an estimated peak of 3,360 workers in year 4 of
10 the assumed 8-year construction period. It is anticipated that many of these new jobs would be filled
11 from within the existing five-county labor force. However, construction of the tunnels may require
12 specialized worker skills not readily available in the local labor pool. As a result, it is anticipated that
13 some specialized workers may be recruited from outside the five-county region.

- Considering the multi-year duration of conveyance facility construction, it is anticipated that non local workers would temporarily relocate to the five-county region, thus adding to the local
   population. As discussed in Chapter 30, *Growth Inducement and Other Indirect Effects*, Section
- 30.3.2.1, Direct Growth Inducement, an estimated 30 percent of workers could come from out of the
   Delta region, suggesting that approximately 1,010 workers could relocate to the Delta region at the
- 19 peak of the construction period. However, this additional population would constitute a minor
- 20 increase in the total 2020 projected regional population of 4.6 million and be distributed throughout
- 21 the region. Changes in demand for public services resulting from any increase in population are
- addressed in Chapter 20, *Public Services and Utilities*, Section 20.3.3.14, Impact UT-1 through UT-6.

#### 23 Housing

Changes in housing demand are based on changes in supply resulting from displacement during
 facilities construction and changes in housing demand resulting from employment associated with
 construction of conveyance facilities. As described in Chapter 13, *Land Use*, Section 13.3.3.14, Impact
 LU-2, construction of water conveyance facilities under Alternative 7 would conflict with
 approximately 38 residential structures.

- 29 The construction workforce would most likely commute daily to the work sites from within the five-30 county region; however, if needed, there are about 53,000 housing units available to accommodate 31 workers who may choose to commute to on a workweek basis or who may choose to temporarily 32 relocate to the region for the duration of the construction period, including the estimated 1,010 33 workers who may temporarily relocate to the Delta region from out of the region. In addition to the 34 available housing units, there are recreational vehicle parks and hotels and motels within the five-35 county region to accommodate any construction workers. As a result, and as discussed in more 36 detail in Chapter 30. Growth Inducement and Other Indirect Effects. Section 30.3.2.1. Direct Growth 37 Inducement, construction of the proposed conveyance facilities is not expected to substantially 38 increase the demand for housing within the five-county region.
- 39 *NEPA Effects:* Within specific local communities, there could be localized effects on housing.
- 40 However, given the availability of housing within the five-county region, predicting where this
- 41 impact might fall would be speculative. In addition, new residents would likely be dispersed across
- 42 the region, thereby not creating a burden on any one community.

- Because these activities would not result in permanent concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion:* Construction of the proposed water conveyance facilities would result in minor
   population increases in the Delta region with adequate housing supply to accommodate the change
   in population. Therefore, the minor increase in housing is not anticipated to lead to adverse physical
   changes to the environment.

#### 7 Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed 8 Water Conveyance Facilities

- 9 NEPA Effects: Under Alternative 7, effects on community character would be similar in nature to 10 those described under Alternative 1A, Impact ECON-3. However, the intensity of these effects would 11 be reduced due to the construction of three intake facilities. As such, regional population and 12 employment would increase to levels described above under Impact ECON-1 and ECON-2. While 13 water conveyance construction could result in beneficial effects relating to the economic welfare of a 14 community, adverse social effects could also arise as a result of declining economic stability or 15 changes in community cohesion in communities closest to construction effects and in those most 16 heavily influenced by agricultural and recreational activities. Implementation of mitigation 17 measures and environmental commitments related to noise, visual effects, transportation, 18 agriculture, and recreation would reduce adverse effects (see Appendix 3B, Environmental 19 *Commitments*). These actions are summarized under Alternative 1A, Impact ECON-3.
- 20 **CEOA Conclusion:** Construction of water conveyance facilities under Alternative 7 could affect 21 community character in the Delta region. However, because these impacts are social in nature, 22 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 23 community character would lead to physical impacts involving population growth, such impacts are 24 described under Impact ECON-2 and in Chapter 30, Growth Inducement and Other Indirect Effects, 25 Section 30.3.2. Furthermore, notable decreases in population or employment, even if limited to 26 specific areas, sectors, or the vacancy of individual buildings, could result in alteration of community 27 character stemming from a lack of maintenance, upkeep, and general investment. However, 28 implementation of mitigation measures and environmental commitments related to noise, visual 29 effects, transportation, agriculture, and recreation, would reduce the extent of these effects (see 30 Appendix 3B, Environmental Commitments). Specifically, these commitments include Develop and 31 Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous Materials 32 Management Plans, Notification of Construction and Maintenance Activities in Waterways, Noise 33 Abatement Plan, Fire Prevention and Control Plan, and Prepare and Implement Mosquito 34 Management Plans.

#### Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing the Proposed Water Conveyance Facilities

- *NEPA Effects:* Under Alternative 7, publicly-owned water conveyance facilities would be constructed
   on land of which some is currently held by private owners. Property tax and assessment revenue
   forgone as a result of water conveyance facilities is estimated at \$7.9 million over the construction
   period. These decreases in revenue could potentially result in the loss of a substantial share of some
   agencies' tax bases, particularly for smaller districts affected by the BDCP, such as reclamation
   districts where conveyance facilities and associated work areas are proposed. This economic effect
- 43 would be considered adverse; however, the BDCP proponents would make arrangements to

- 1 compensate local governments for the loss of property tax or assessment revenue for land used for
- 2 constructing, locating, operating, or mitigating for new Delta water conveyance facilities.
- 3 Additionally, as discussed under Impact ECON-1, construction of the water conveyance facilities
- would be anticipated to result in a net temporary increase of income and employment in the Delta
  region. This would also create an indirect beneficial effect through increased sales tax revenue for
- 6 local government entities that rely on sales taxes.

7 **CEQA Conclusion:** Under Alternative 7, construction of water conveyance facilities would result in 8 the removal of a portion of the property tax base for various local government entities in the Delta 9 region. Over the construction period, property tax and assessment revenue forgone is estimated at 10 \$7.9 million. However, the Sacramento-San Joaquin Delta Reform Act commits the entities receiving 11 water from the State Water Project and federal Central Valley Project to mitigate for lost property 12 tax and assessment revenue associated with land needed for the construction of new conveyance 13 facilities (Water Code Section 85089). Additionally, any losses could be offset, at least in part, by an 14 anticipated increase in sales tax revenue. CEQA does not require a discussion of socioeconomic 15 effects except where they would result in reasonably foreseeable physical changes. If an alternative 16 is not anticipated to result in a physical change to the environment, it would not be considered to 17 have a significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131). Here, any 18 physical consequences resulting from fiscal impacts are too speculative to ascertain.

#### Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed Water Conveyance Facilities

*NEPA Effects:* Under Alternative 7, disruption of recreational activities during the construction
period would be similar in character to that described under Alternative 1A, Impact ECON-5.
However, fewer intake facilities would be constructed under this alternative, resulting in less severe
effects relative to Alternative 1A. While access to recreational facilities would be maintained
throughout construction, the quality of recreational activities including boating, fishing, waterfowl
hunting, and hiking in the Delta could be indirectly affected by noise, lighting, traffic, and visual
degradation in proximity to water conveyance construction.

28 Construction of water conveyance structures under this alternative would be anticipated to result in 29 a lower-quality recreational experience in a number of localized areas throughout the Delta, despite 30 the implementation of mitigation measures, including enhancement of fishing access sites and 31 incorporation of recreational access into project design, and environmental and non-environmental 32 commitments, including providing funding to implement recreational improvements and control 33 aquatic weeds, providing notification of maintenance activities in waterways, and developing and 34 implementing a noise abatement plan, as described in Appendix 3B, Environmental Commitments. 35 With a decrease in recreational quality, the number of visits would be anticipated to decline, at least 36 in areas closest to construction activities. The multi-year schedule and geographic scale of 37 construction activities and the anticipated decline in recreational spending would be considered an 38 adverse effect. The commitments and mitigation measure cited above would contribute to the 39 reduction of this effect.

40 *CEQA Conclusion*: Construction of the proposed water conveyance facilities under Alternative 7
 41 could impact recreational revenue in the Delta region if construction activities result in fewer visits
 42 to the area. Fewer visits would be anticipated to result in decreased economic activity related to
 43 recreational activities. This section considers only the economic effects of recreational changes
 44 brought about by construction of the proposed water conveyance facilities. Potential physical

changes to the environment relating to recreational resources are described and evaluated in
 Chapter 15, *Recreation*, Section 15.3.3.14, Impacts REC-1 through REC-4.

#### Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

Construction of conveyance facilities would convert land from existing agricultural uses to uses that
include direct facility footprints, construction staging areas, borrow/spoils areas, RTM storage,
temporary and permanent roads, and utilities. Agricultural land could also be affected by changes in
water quality and other conditions that would affect crop productivity. These direct effects on
agricultural land are described in Chapter 14, *Agricultural Resources*, Section 14.3.3.14, Impacts AG-

- 10 1 and AG-2.
- 11 Changes in crop acreage were used to describe the associated changes in economic values. Unit
- 12 prices, yields, and crop production and investment costs were presented in Section 16.1,
- 13 *Environmental Setting/Affected Environment*. Table 16-53 summarizes the changes in acreage and
- value of agricultural production that would result in the Delta region as a result of Alternative 7
   construction. Changes are shown relative to the Existing Conditions and the No Action Alternative
   by aggregate crop category (agricultural resources under Existing Conditions and in the No Action
   Alternative were assumed to be the same). The table also includes a summary of changes in crop
   acreages that are reported in greater detail in Appendix 14A, *Individual Crop Effects as a Result of BDCP Water Conveyance Facility Construction*.
- Total value of irrigated crop production in the Delta would decline on average by \$8.7 million per
  year during the construction period, with total irrigated crop acreage declining by about 5,300 acres,
  These estimates are not dependent on water year type.

#### 23Table 16-53. Crop Acres and Value of Agricultural Production in the Delta during Construction24(Alternative 7)

		Change from Existing Conditions and		
Analysis Metric	Alternative 7	No Action Alternative		
Total Crop Acreage (thousand acres)	478.3	-5.3		
Grains	58.1	-0.6		
Field crops	189.5	-1.6		
Forage crops	111.5	-1.2		
Vegetable, truck, and specialty crops	76.6	-0.5		
Orchards and vineyards	42.7	-1.4		
Total Value of Production (million \$)	641.4	-8.7		
Grains	24.0	-0.2		
Field crops	112.8	-1.0		
Forage crops	72.1	-1.0		
Vegetable, truck, and specialty crops	266.5	-1.8		
Orchards and vineyards	165.9	-4.7		
Note: Value of production is based on prices received by farmers, in 2011 dollars (U.S. Department of Commerce 2012).				

- 1 Alternative 7 may also affect production costs on lands even if gross revenues are largely unaffected.
- 2 Costs could be increased by operational constraints and longer travel times due to facilities
- 3 construction. Construction designs and costs have provided for such costs in two ways. In most
- 4 cases, affected lands fall within the facilities footprint, and are included in the agricultural acreage
- 5 and value of production described elsewhere in this chapter and in Chapter 14, *Agricultural*
- 6 *Resources*, Section 14.3.3.14, Impacts AG-1 and AG-2. For potentially affected lands not included in
- the facilities footprint, conveyance construction costs include temporary and permanent roads,
  bridges, and other facilities as needed to service agricultural lands (California Department of Water)
- 9 Resources 2010a, 2010b). There could be some additional travel time and other costs associated
- 10 with using these facilities, but such costs are not environmental impacts requiring mitigation.
- 11 Loss of investments in production facilities and standing orchards and vinevards would occur as a 12 result of facilities construction. The value of structures and equipment potentially affected would 13 vary widely across parcels. Much of the equipment is portable (e.g., machinery, tools, portable 14 sprinkler pipe), and could be sold or used on other lands. Shop and storage buildings and permanent 15 irrigation and drainage equipment plus orchards and vineyards may have little or no salvage value. 16 The negotiated purchase of lands for the conveyance and associated facilities would compensate for 17 some, but perhaps not all of that value. According to Cooperative Extension cost of production 18 studies (University of California Cooperative Extension 2003a, 2003b, 2004, 2005, 2006a, 2006b, 19 2007a, 2007b, 2008a, 2008b, 2008c, 2008d), permanent structures, irrigation systems, and drainage 20 systems can represent a wide range of investment, from less than \$100 per acre for field and 21 vegetable crops up to over \$3,000 per acre for some orchards. Most such investments would not be 22 new, so their depreciated values would be substantially lower.
- Investment in standing orchards and vineyards would also be considered during negotiations for
   land purchases. Typical investments required to bring permanent crops into production are shown
   in Section 16.1, *Environmental Setting/Affected Environment*. For example, the establishment of wine
   grapes requires an investment of over \$15,000 per acre and Bartlett pears require over \$20,000 per
   acre. Forage crops such as irrigated pasture and alfalfa may require an establishment cost of about
   \$400 per acre. The depreciated values of the growing stock could be substantially below these
   establishment costs, depending on the ages of the stands that would be affected.
- Only minor changes in salinity of agricultural water supply are expected during construction.
   Consequently, costs related to salinity changes would also be minor. Further discussion of effects
- 32 from changes in salinity is presented in Chapter 14, *Agricultural Resources*, Section 14.3.3.14,
- 33 Impacts AG-1 and AG-2.
- NEPA Effects: Because construction of the proposed water conveyance facilities would lead to
   reductions in crop acreage and in the value of agricultural production in the Delta region, this is
   considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural
   *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
   agricultural productivity and compensating off-site.
- *CEQA Conclusion*: Construction of the proposed water conveyance facilities would reduce the total
   value of agricultural production in the Delta region. The removal of agricultural land from
   production is addressed in Chapter 14, *Agricultural Resources*, Section 14.3.3.14, Impacts AG-1 and
   AG-2. The reduction in the value of agricultural production is not considered an environmental
   impact. Significant environmental impacts would only result if the changes in regional economics
- 44 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When

- 1 required, DWR would provide compensation to property owners for economic losses due to
- 2 implementation of the alternative. While the compensation to property owners would reduce the
- 3 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation
- 4 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14,
- 5 *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1,
- 6 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland
- 7 and land subject to Williamson Act contracts or in Farmland Security Zones.

#### 8 Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region 9 during Operation and Maintenance of the Proposed Water Conveyance Facilities

- Permanent effects on regional economics during operation and maintenance of the proposed water
   conveyance facilities would be similar to those described under Alternative 1A, Impact ECON-7.
   Increased expenditures related to operation and maintenance of water conveyance facilities would
   be expected to result in a permanent increase in regional employment and income, as presented in
   Table 16-22. The permanent removal of agricultural land following construction would have lasting
   negative effects on agricultural employment and income, as shown in Table 16-23.
- *NEPA Effects:* Because continued operation and maintenance of water conveyance facilities would
   result in an increase in operations-related employment and labor income, this would be considered
   a beneficial effect. However, the long-term footprint of facilities would lead to a continued decline in
   agricultural-related employment and labor income, which would be considered an adverse effect.
   Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
   AG-1, would be available to reduce these effects by preserving agricultural productivity and
   compensating off-site.
- 23 **CEQA** Conclusion: Operation and maintenance of the proposed water conveyance facilities would 24 increase total employment and income in the Delta region. The net change would result from 25 expenditures on operation and maintenance and from changes in agricultural production. The total 26 change in income and employment is not, in itself, considered an environmental impact. Significant 27 environmental impacts would only result if the changes in regional economics cause physical 28 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed 29 in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of agricultural land 30 from production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.14, Impacts AG-3 31 and AG-4; changes in recreation related activities are addressed in Chapter 15, *Recreation*, Section 32 15.3.3.14, Impacts REC-5 through REC-8. When required, DWR would provide compensation to 33 landowners as a result of acquiring lands for the proposed conveyance facilities. While the 34 compensation to property owners would reduce the severity of economic effects related to the loss 35 of agricultural land, it would not constitute mitigation for any related physical impact. Measures to 36 reduce these impacts are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact 37 AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP to preserve agricultural 38 productivity and mitigate for loss of Important Farmland and land subject to Williamson Act 39 contracts or in Farmland Security Zones.

#### 40 Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during 41 Operation and Maintenance of the Proposed Water Conveyance Facilities

42 Permanent effects on population and housing during operation and maintenance of the proposed
43 water conveyance facilities would be similar to those described under Alternative 1A, Impact ECON-

1 8. It is anticipated that non-local workers would relocate to the five-county region, thus adding to

- 2 the local population. However, this additional population would constitute a minor increase in the 3 total 2020 projected regional population of 4.6 million and be distributed throughout the region. It
- total 2020 projected regional population of 4.6 million and be distributed throughout the region. It
  is anticipated that most of the operational workforce would be drawn from within the five-county
- 5 region. Consequently, operation of the conveyance facilities would not result in impacts on housing.
- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Operation and maintenance of the proposed water conveyance facilities would
   result in minor population increases in the Delta region with adequate housing supply to
   accommodate the change in population and therefore adverse changes in the physical environment
   are not anticipated.

#### Impact ECON-9: Changes in Community Character during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 14 **NEPA Effects:** Under Alternative 7, effects on community character would be similar in nature, 15 location, and magnitude to those described under Alternative 1A, Impact ECON-9, However, the 16 intensity of these effects would be reduced based on the operation and maintenance of three intake 17 facilities. While water conveyance operation and maintenance could result in beneficial effects 18 relating to the economic welfare of a community, lasting adverse social effects, including effects on 19 community cohesion, could also arise in communities closest to physical features and in those most 20 heavily influenced by agricultural and recreational activities. Implementation of mitigation 21 measures and environmental commitments related to noise, visual effects, transportation, 22 agriculture, and recreation would reduce adverse effects (see Appendix 3B, Environmental 23 *Commitments*). These actions are summarized under Alternative 1A, Impact ECON-9.
- 24 **CEQA Conclusion:** Operation and maintenance of water conveyance facilities under Alternative 7 25 could affect community character in the Delta region. However, because these impacts are social in 26 nature, rather than physical, they are not considered impacts under CEQA. To the extent that 27 changes to community character would lead to physical impacts involving population growth, such 28 impacts are described under Impact ECON-8 and in Chapter 30, Growth Inducement and Other 29 *Indirect Effects*, Section 30.3.2. Furthermore, notable decreases in population or employment, even if 30 limited to specific areas, sectors, or the vacancy of individual buildings, could result in alteration of 31 community character stemming from a lack of maintenance, upkeep, and general investment.

#### Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and Maintenance of the Proposed Water Conveyance Facilities

34 **NEPA Effects:** Effects on tax revenue as a result of ongoing water conveyance operations under 35 Alternative 4 would be similar to those described under Alternative 1A, Impact ECON-10. However, 36 with the construction of fewer intake facilities, forgone revenue is estimated at \$47.3 million over the 50-year permit period. These decreases in revenue could potentially result in the loss of a 37 38 substantial share of some agencies' tax bases, particularly for smaller districts affected by the BDCP. 39 This economic effect would be adverse; however, the BDCP proponents would make arrangements 40 to compensate local governments for the loss of property tax or assessment revenue for land used 41 for constructing, locating, operating, or mitigating for new Delta water conveyance facilities. 42 Additionally, as discussed under Impact ECON-7, continued operation and maintenance of the water 43 conveyance facilities would be anticipated to result in a net increase of income and employment in

the Delta region. This could also create an indirect beneficial effect through increased sales tax
 revenue for local government entities that rely on sales taxes.

3 **CEQA** Conclusion: Under Alternative 7, the ongoing operation and maintenance of water 4 conveyance facilities would restrict property tax revenue levels for various local government 5 entities in the Delta region. Over the 50-year permit period, property tax and assessment revenue 6 forgone is estimated at \$47.3 million. However, the Sacramento-San Joaquin Delta Reform Act 7 commits the entities receiving water from the State Water Project and federal Central Valley Project 8 to mitigate for lost property tax and assessment revenue associated with land needed for the 9 construction of new conveyance facilities (Water Code Section 85089). Additionally, any losses 10 could be offset, at least in part, by an anticipated increase in sales tax revenue. CEOA does not 11 require a discussion of socioeconomic effects except where they would result in reasonably 12 foreseeable physical changes. If an alternative is not anticipated to result in a physical change to the 13 environment, it would not be considered to have a significant impact under CEOA (CEOA Guidelines 14 Sections 15064(f) and 15131). Here, any physical consequences resulting from fiscal impacts are too 15 speculative to ascertain.

#### 16 Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the 17 Proposed Water Conveyance Facilities

- Effects on recreation economics during operation and maintenance of the proposed water
   conveyance facilities under Alternative 7 would be similar to those described under Alternative 1A,
   Impact ECON-11.
- *NEPA Effects:* Maintenance of conveyance facilities, including intakes, would result in periodic
   temporary but not substantial adverse effects on boat passage and water-based recreational
   activities. Because effects of facility maintenance would be short-term and intermittent, substantial
   economic effects are not anticipated to result from operation and maintenance of the facilities.
- *CEQA Conclusion*: Operation and maintenance activities associated with the proposed water
   conveyance facilities under Alternative 7 are anticipated to create minor effects on recreational
   resources and therefore, are not expected to substantially reduce economic activity related to
   recreational activities. This section considers only the economic effects of recreational changes.
   Potential physical changes to the environment relating to recreational resources are described and
   evaluated in Chapter 15, *Recreation*, Section 15.3.3.14, Impacts REC-5 through REC-8.

#### 31Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during32Operation and Maintenance of the Proposed Water Conveyance Facilities

- During operation and maintenance of conveyance facilities existing agricultural land would be in
   uses that include direct facility footprints and associated permanent roads and utilities. Agricultural
   land could also be affected by changes in water quality and other conditions that would affect crop
   productivity. These direct effects on agricultural land are described in Chapter 14, Agricultural
   *Resources*, Section 14.3.3.14, Impacts AG-1 and AG-2.
- 38 Changes in crop acreage were used to estimate the associated changes in economic values. Unit
- 39 prices, yields, and crop production and investment costs were presented in Section 16.1,
- 40 *Environmental Setting/Affected Environment*. Table 16-54 summarizes the changes in acreage and
- 41 value of agricultural production that would result in the Delta region during operation of Alternative
- 42 7. Changes are shown relative to the Existing Conditions and the No Action Alternative by aggregate

- 1 crop category (agricultural resources under Existing Conditions and in the No Action Alternative
- 2 were assumed to be the same). The changes in crop acreages are reported in greater detail in 3
- Appendix 14A, Individual Crop Effects as a Result of BDCP Water Conveyance Facility Construction.
- 4 Total value of irrigated crop production in the Delta region would decline on average by \$7.2 million
- 5 per year during operation and maintenance, with total irrigated crop acreage declining by about
- 6 4,400 acres. These estimates are not dependent on water year type.

#### 7 Table 16-54. Crop Acres and Value of Agricultural Production in the Delta during Operations and 8 Maintenance (Alternative 7)

Analysis Metric	Alternative 7	Change from Existing Conditions and No Action Alternative		
Total Crop Acreage (thousand acres)	479.3	-4.4		
Grains	58.3	-0.4		
Field crops	189.8	-1.3		
Forage crops	111.6	-1.1		
Vegetable, truck, and specialty crops	76.7	-0.4		
Orchards and vineyards	42.8	-1.2		
Total Value of Production (million \$)	642.8	-7.2		
Grains	24.1	-0.1		
Field crops	113.1	-0.8		
Forage crops	72.2	-0.9		
Vegetable, truck, and specialty crops	266.9	-1.5		
Orchards and vineyards	166.7	-3.9		
Note: Value of production is based on prices received by farmers in 2011 dollars (U.S. Department of				

Note: Value of production is based on prices received by farmers, in 2011 dollars (U.S. Department of Commerce 2012).

9

10 Alternative 7 may also affect production costs on lands even if gross revenues are largely unaffected. 11 Costs could be associated with operational constraints and longer travel times due to permanent 12 facilities. In most cases, affected lands fall within the facilities footprint, and are included in the 13 agricultural acreage and value of production described elsewhere in this Chapter and in Chapter 14, 14 Agricultural Resources, Section 14.3.3.14.

15 Crop yields and crop selection on lands in the Delta could be affected by changes in salinity of 16 agricultural water supply during operation and maintenance activities. If operation of the proposed 17 conveyance facilities increases salinity in part of the Delta, crops that are more sensitive to salinity 18 could shift to other lands in the five-county Delta region. See Chapter 14, Agricultural Resources, 19 Section 14.3.3.14, Impact AG-2, for further discussion of effects from changes in salinity.

20 **NEPA Effects:** The footprint of water conveyance facilities would result in lasting reductions in crop 21 acreage and in the value of agricultural production in the Delta region; therefore, this is considered 22 an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural Resources, Section 23 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving agricultural 24 productivity and compensating off-site.

25 **CEOA Conclusion:** During operation and maintenance of the proposed water conveyance facilities 26 the value of agricultural production in the Delta region would be reduced. The permanent removal

1 agricultural land from production is addressed in Chapter 14, Agricultural Resources, Section 2 14.3.3.14, Impacts AG-1 and AG-2. The reduction in the value of agricultural production is not 3 considered an environmental impact. Significant environmental impacts would only result if the 4 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 5 throughout this EIR/EIS. When required, DWR would provide compensation to property owners for 6 economic losses due to implementation of the alternative). While the compensation to property 7 owners would reduce the severity of economic effects related to the loss of agricultural land, it 8 would not constitute mitigation for any related physical effect. Measures to reduce these impacts are 9 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly 10 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for 11 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 12 Zones.

#### Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the Implementation of the Proposed Conservation Measures 2–22

15 **NEPA Effects:** Effects on regional economics as a result of the proposed Conservation Measures 2– 16 22 would be similar to those described under Alternative 1A, Impact ECON-13. However, the 17 magnitude of effects related specifically to CM6, Channel Margin Habitat Enhancement, would be 18 larger, as this alternative would enhance 40 linear miles rather than 20 linear miles. Additionally, 19 this alternative would restore 20,000 acres of seasonally-inundated floodplain under CM5, rather 20 than 10,000 acres. In the Delta region, spending on Conservation Measures 2–22 would include 21 construction, operation and maintenance activities that would convert or disturb existing land use. 22 Because implementation of Conservation Measures 2–22 would be anticipated to result in an 23 increase in construction and operation and maintenance-related employment and labor income, this 24 would be considered a beneficial effect. However, implementation of these components would also 25 be anticipated to result in a decrease in agricultural-related employment and labor income, which 26 would be considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, 27 Agricultural Resources, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by 28 preserving agricultural productivity and compensating off-site. Additionally, implementation of 29 these components are anticipated to result in the abandonment of natural gas wells, causing a 30 decrease in employment and labor income associated with monitoring and maintaining wells, which 31 would be considered an adverse effect. Mitigation Measure MIN-5, described in Chapter 26, Mineral 32 *Resources*, Section 26.3.3.2, Impact MIN-5, would be available to reduce these effects by minimizing, 33 to the extent feasible, the need for well abandonment or relocation.

34 **CEQA Conclusion:** Implementation of the proposed Conservation Measures 2–22 would affect total 35 employment and income in the Delta region. The change in total employment and income in the 36 Delta region is based on expenditures resulting from implementation of the proposed Conservation 37 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas 38 production activities. The total change in employment and income is not, in itself, considered an 39 environmental impact. Significant environmental impacts would only result if the changes in 40 regional economics cause physical impacts. Such effects are discussed in other chapters throughout 41 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, Agricultural 42 Resources, Section 14.3.3.2, Impacts AG-3 and AG-4; changes in recreation-related activities are 43 addressed in Chapter 15, *Recreation*, Section 15.3.3.2, Impacts REC-9 through REC-11; abandonment 44 of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-5.

#### Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

- 3 Effects on population and housing as a result of the proposed Conservation Measures 2–22 would be
- 4 similar to those described under Alternative 1A, Impact ECON-14. However, the magnitude of effects
- 5 related specifically to CM6, Channel Margin Habitat Enhancement, would be larger, as this
- 6 alternative would enhance 40 linear miles rather than 20 linear miles. Additionally, this alternative
- 7 would restore 20,000 acres of seasonally-inundated floodplain under CM5, rather than 10,000 acres.
- 8 In general, the changes in population and housing would include increases in population from the
- 9 construction and operation and maintenance-related activity and declines in residential housing and
- 10 business establishments as a result of lands converted or impaired.
- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- 13 *CEQA Conclusion*: Implementation of the proposed Conservation Measures 2–22 would impact total
- 14 population and housing in the Delta region. The change in total population and housing in the Delta
- 15 region is based on employment resulting from implementation of the proposed Conservation
- 16 Measures 2–22. The change in population and housing is expected to be minor relative to the five-
- 17 county Delta region, and dispersed throughout the region. Therefore, significant changes to the
- 18 physical environment are not anticipated to result.

### Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed Conservation Measures 2–22

21 NEPA Effects: Effects on community character as a result of the proposed Conservation Measures 2-22 22 would be similar to those described under Alternative 1A, Impact ECON-15. However, the 23 magnitude of effects related specifically to CM6, Channel Margin Habitat Enhancement, would be 24 larger, as this alternative would enhance 40 linear miles rather than 20 linear miles. Additionally, 25 this alternative would restore 20,000 acres of seasonally-inundated floodplain under CM5, rather than 10,000 acres. While implementation of Conservation Measures 2-22 could result in beneficial 26 27 effects relating to the economic welfare of a community, adverse social effects, including effects on 28 community cohesion, could also arise in those communities closest to character-changing effects 29 and those most heavily influenced by agricultural activities. Implementation of mitigation measures 30 and environmental commitments related to noise, visual effects, transportation, agriculture, and 31 recreation would reduce adverse effects (see Appendix 3B, Environmental Commitments). These 32 actions are summarized under Alternative 1A, Impact ECON-15.

33 **CEQA Conclusion:** Implementation of Conservation Measures 2–22 under Alternative 7 could affect 34 community character within the Delta region. However, because these impacts are social in nature, 35 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 36 community character are related to physical impacts involving population growth, these impacts are 37 described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2. Furthermore, 38 notable decreases in population or employment, even if limited to certain areas, sectors, or the 39 vacancy of individual buildings, could result in alteration of community character stemming from a 40 lack of maintenance, upkeep, and general investment.

#### Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing the Proposed Conservation Measures 2–22

3 **NEPA Effects:** Under Alternative 7, effects on local government fiscal conditions as a result of 4 conservation measure implementation would be anticipated to be greater than those described 5 under Alternative 1A, Impact ECON-16. Under this alternative, 20,000 acres would be restored 6 under CM5, rather than 10,000 acres. Forgone revenue would be estimated to reach \$186.6 million. 7 Conservation Measures 2–22 would remove some private land from local property tax and 8 assessment rolls. This economic effect would be considered adverse; however, the BDCP proponents 9 would offset forgone property tax and assessments levied by local governments and special districts 10 on private lands converted to habitat.

11 **CEQA Conclusion:** Under Alternative 7, implementation of Conservation Measures 2–22 would 12 result in the removal of a portion of the property tax base for various local government entities in 13 the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is 14 estimated to reach \$186.6 million. However, the BDCP proponents would compensate local 15 governments and special districts for forgone revenue. CEQA does not require a discussion of 16 socioeconomic effects except where they would result in physical changes. If an alternative is not 17 anticipated to result in a physical change to the environment, it would not be considered to have a 18 significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131).

#### 19 Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the 20 Proposed Conservation Measures 2–22

21 NEPA Effects: Effects related to implementation of the Conservation Measures 2–22 under this 22 alternative would be similar to those described under Alternative 1A, Impact ECON-17. However, 23 the magnitude of effects related specifically to CM6, Channel Margin Habitat Enhancement, would be larger, as this alternative would enhance 40 linear miles rather than 20 linear miles. Additionally, 24 25 this alternative would restore 20,000 acres of seasonally-inundated floodplain under CM5, rather 26 than 10,000 acres. Conservation Measures 2–22 may result in adverse and beneficial effects on 27 recreational resources in the Delta region, resulting in the potential for decreased or increased 28 economic activities related to recreation.

29 **CEOA Conclusion:** Implementation of conservation measures would limit opportunities for 30 recreation and compromise the quality of activities, leading to potential economic impacts. 31 However, over time, implementation could also improve the quality of existing recreational 32 opportunities, creating increased economic value with respect to recreation. This section considers 33 only the economic effects of recreational changes brought about by conservation measure 34 implementation. Potential physical changes to the environment relating to recreational resources 35 are described and evaluated in Chapter 15, *Recreation*, Section 15.3.3.14, Impacts REC-9 through 36 REC-11.

#### Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

- 39 Effects on agricultural economics as a result of the proposed Conservation Measures 2–22 would be
- 40 similar to those described under Alternative 1A, Impact ECON-18, but would extend to 10,000
- 41 additional acres of seasonally-inundated floodplain under CM5 and 20 additional linear miles of
- 42 channel margin habitat under CM6. Conservation Measures 2–22 would convert land from existing
- 43 agricultural uses. These direct effects on agricultural land are described qualitatively in Chapter 14,

- Agricultural Resources, Section 14.3.3.14, Impacts AG-3 and AG-4. Effects on agricultural economics
   would include effects on crop production and agricultural investments resulting from restoration
   actions on agricultural lands. The effects would be similar in kind to those described for lands
   converted due to construction and operation of the conveyance features and facilities. The total
   acreage and crop mix of agricultural land potentially affected is not specified at this time, but when
   required, the BDCP proponents would provide compensation to property owners for losses due to
   implementation of the alternative.
- *NEPA Effects:* Because implementation of the Conservation Measures 2–22 would be anticipated to
   lead to reductions in crop acreage and in the value of agricultural production in the Delta region, this
   is considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
   agricultural productivity and compensating off-site.
- 13 **CEQA Conclusion:** Implementation of Conservation Measures 2–22 would reduce the total value of 14 agricultural production in the Delta region. The permanent removal of agricultural land from 15 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.14, Impacts AG-3 and 16 AG-4. The reduction in the value of agricultural production is not considered an environmental 17 impact. Significant environmental impacts would only result if the changes in regional economics 18 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 19 required, the BDCP proponents would provide compensation to property owners for economic 20 losses due to implementation of the alternative. While the compensation to property owners would 21 reduce the severity of economic effects related to the loss of agricultural land, it would not 22 constitute mitigation for any related physical impact. Measures to reduce these impacts are 23 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1.

#### 24 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions

- The socioeconomic effects associated with operation of Alternative 7 would be similar to those described under Alternative 6A, Impact ECON-19, because deliveries would be also be reduced based on operational guidelines. In this case, however, the construction of three intakes and diversion restrictions associated with operational Scenario E would lead to reduced deliveries.
- 29 Changes in SWP Deliveries Compared to No Action Alternative
- Compared to No Action Alternative (2060), Alternative 7 would decrease deliveries to the
   hydrologic regions. Compared to the No Action Alternative (2060), South Coast would receive the
   largest net decrease (up to 268 TAF of Table A plus Article 21 deliveries) among the regions, which
- represents 76% of the decrease in Table A plus Article 21 M&I deliveries under Alternative 7 (refer
- to Chapter 30, *Growth Inducement and Other Indirect Effects*, Table 30-16, for more information).

#### 35 Changes in CVP Deliveries Compared to No Action Alternative

- 36 Alternative 7 would not change M&I deliveries for the Sacramento River, South Coast, South
- 37 Lahontan and Colorado River Regions because there are no affected CVP contractors located in these
- 38 regions. Compared to the No Action Alternative (2060), Alternative 7 would result in decreased
- deliveries to the other hydrologic regions. Compared to the No Action Alternative (2060) San
- 40 Francisco Bay is projected to receive the largest potential decrease (approximately 8 TAF) among
- 41 the hydrologic regions (refer to Chapter 30, *Growth Inducement and Other Indirect Effects*, Table 30-
- 42 17 for more information).

1 **NEPA Effects:** Changes in deliveries to hydrologic regions could result in adverse or beneficial 2 socioeconomic effects in these areas. Reduced or less reliable water deliveries would result in 3 decreased agricultural production and, in turn, a reduction in both direct and indirect agricultural 4 employment. Economic and social patterns tied to predominant agricultural industrial activities and 5 land uses could erode, changing the character of agricultural communities in hydrologic regions. If 6 M&I deliveries were reduced to the extent that it would, in the long run, constrain population 7 growth, implementation of Alternative 7 could reinforce a socioeconomic status quo or limit 8 potential economic and employment growth in hydrologic regions. Changes to agricultural 9 production and population growth with its associated economic activity could also lead to shifts in 10 the character of communities in the hydrologic regions with resultant beneficial or adverse effects. 11 Likewise, limited growth associated with reduced deliveries could require lower expenditures for 12 local governments while also leading to reduced revenue.

13 *CEQA Conclusion:* As described above, the operational components of BDCP Conservation Measure
 14 1 could result in a number of effects in areas receiving SWP and CVP water deliveries outside of the
 15 Delta.

#### 16 Changes in SWP Deliveries Compared to Existing Conditions

Compared to Existing Conditions, Alternative 7 would decrease deliveries to all hydrologic regions
except for the San Joaquin River Region, which would experience no change in deliveries. South
Coast would receive the largest net decrease (up to 337 TAF of Table A plus Article 21 deliveries)
among the regions, which represents 73% of the decrease in Table A plus Article 21 M&I deliveries
under Alternative 7 (refer to Chapter 30, *Growth Inducement and Other Indirect Effects*, Table 30-16
for more information).

#### 23 Changes in CVP Deliveries Compared to Existing Conditions

Alternative 7 would not change M&I deliveries for the Sacramento River, South Coast, South
Lahontan, and Colorado River Regions because there are no affected CVP contractors located in
these regions. Compared to Existing Conditions, Alternative 7 would result in decreased deliveries
to the other hydrologic regions. Compared to Existing Conditions, San Francisco Bay is projected to
receive the largest decrease (up to 16 TAF) among the hydrologic regions (refer to Chapter 30, *Growth Inducement and Other Indirect Effects,* Table 30-17 for more information).

#### 30 Summary

- 31 Operation of water conveyance facilities under Alternative 7 could affect socioeconomic conditions
- in the hydrologic regions receiving water from the SWP and CVP. However, because these impacts
- 33 are social and economic in nature, rather than physical, they are not considered environmental
- 34 impacts under CEQA. To the extent that changes in socioeconomic conditions in the hydrologic
- 35 regions would lead to physical impacts, such impacts are described in Chapter 30, *Growth*
- 36 *Inducement and Other Indirect Effects,* Section 30.3.2.

## 116.3.3.15Alternative 8—Dual Conveyance with Pipeline/Tunnel, Intakes 2,23, and 5 and Increased Delta Outflow (9,000 cfs; Operational3Scenario F)

Facilities constructed under Alternative 8 would be similar to those described for Alternative 1A but
with only three intakes as opposed to five. Operations would be different under Alternative 8 than
under Alternative 1A.

### 7 Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta 8 Region during Construction of the Proposed Water Conveyance Facilities

9 Temporary effects on regional economics during construction of the proposed water conveyance 10 facilities would be identical to those described under Alternative 7, Impact ECON-1. As shown in 11 Table 16-51, over the construction period, regional effects of construction activities would result in 12 direct employment of more than 17,000 FTE, with total employment effects of nearly 55,000 FTE. 13 Increases in labor income associated with this employment would also be expected. Declines in 14 agricultural production would be expected to lead to a decrease in employment of 25 FTE, with total 15 effects leading to a decline of 94 FTE. Similarly, labor income related to these positions would 16 decline, as shown in Table 16-52.

*NEPA Effects:* Because construction of water conveyance facilities would result in an increase in
 construction-related employment and labor income, this would be considered a beneficial effect.
 However, these activities would also be anticipated to result in a decrease in agricultural-related
 employment and labor income, which would be considered an adverse effect. Mitigation Measure
 AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be
 available to reduce these effects by preserving agricultural productivity and compensating off-site.

23 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would increase total 24 employment and income in the Delta region, temporarily. The increase in employment and income 25 that would result from expenditures on construction would be greater than the reduction in 26 employment and income attributable to losses in agricultural production. Changes in recreational 27 expenditures and natural gas well operations could also affect regional employment and income, but 28 these have not been quantified. The total change in employment and income is not, in itself, 29 considered an environmental impact. Significant environmental impacts would only result if the 30 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 31 throughout this EIR/EIS. Costs are addressed in Chapter 8 of the BDCP, Implementation Costs and 32 Funding Sources; removal of agricultural land from production is addressed in Chapter 14, 33 Agricultural Resources, Section 14.3.3.15, Impacts AG-1 and AG-2; changes in recreation related 34 activities are addressed in Chapter 15, *Recreation*, Section 15.3.3.15, REC-1 through REC-4; 35 abandonment of natural gas wells is addressed in Chapter 26, *Mineral Resources*, Section 26.3.3.15, 36 Impact MIN-1. When required, DWR would provide compensation to property owners for economic 37 losses due to implementation of the alternative. While the compensation to property owners would 38 reduce the severity of economic effects related to the loss of agricultural land, it would not 39 constitute mitigation for any related physical impact. Measures to reduce these impacts are 40 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly 41 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for 42 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 43 Zones.

#### Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- 3 Effects on population and housing during construction of the proposed water conveyance facilities 4 would be identical to those described under Alternative 7, Impact ECON-2. It is anticipated that non-5 local workers would temporarily relocate to the Delta region, thus adding to the local population. 6 However, this additional population would constitute a minor increase in the total 2020 projected 7 regional population of 4.6 million and be distributed throughout the region. Within specific local 8 communities, there could be localized effects on housing. However, given the availability of housing 9 within the five-county region, predicting where this impact might fall would be speculative. In 10 addition, new residents would likely be dispersed across the region, thereby not creating a 11 substantial burden on any one community.
- *NEPA Effects:* Because these activities would not result in permanent concentrated, substantial
   increases in population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Construction of the proposed water conveyance facilities would result in minor
   temporary population increases in the Delta region, which has an adequate housing supply to
   accommodate the change in population. Therefore, adverse physical changes resulting from the
   minor increase in population are not anticipated.

#### 18 Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed 19 Water Conveyance Facilities

20 **NEPA Effects:** Under Alternative 8, effects on community character would be identical to those 21 described under Alternative 7, Impact ECON-3. However, the intensity of these effects would be 22 reduced due to the construction of three intake facilities. As such, regional population and 23 employment would increase to levels described above under Impact ECON-1 and ECON-2. While water conveyance construction could result in beneficial effects relating to the economic welfare of a 24 25 community, adverse social effects could also arise as a result of declining economic stability or 26 changes in community cohesion in communities closest to construction effects and in those most 27 heavily influenced by agricultural and recreational activities. Implementation of mitigation 28 measures and environmental commitments related to noise, visual effects, transportation, 29 agriculture, and recreation would reduce the intensity of adverse effects on the character of Delta 30 communities (see Appendix 3B, Environmental Commitments). These actions are summarized under 31 Alternative 1A, Impact ECON-3.

32 **CEQA Conclusion:** Construction of water conveyance facilities under Alternative 8 could affect 33 community character in the Delta region. However, because these impacts are social in nature, 34 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 35 community character would lead to physical impacts involving population growth, such impacts are 36 described under Impact ECON-2 and in Chapter 30, Growth Inducement and Other Indirect Effects, 37 Section 30.3.2. Furthermore, notable decreases in population or employment, even if limited to 38 specific areas, sectors, or the vacancy of individual buildings, could result in alteration of community 39 character stemming from a lack of maintenance, upkeep, and general investment. However, 40 implementation of mitigation measures and environmental commitments related to noise, visual 41 effects, transportation, agriculture, and recreation, would reduce the extent of these effects (see 42 Appendix 3B, *Environmental Commitments*). Specifically, these commitments include Develop and 43 Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous Materials 44 Management Plans, Notification of Construction and Maintenance Activities in Waterways, Noise

Abatement Plan, Fire Prevention and Control Plan, and Prepare and Implement Mosquito
 Management Plans.

#### Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing the Proposed Water Conveyance Facilities

*NEPA Effects:* Effects on tax revenue as a result of water conveyance construction under Alternative
 8 would be identical to those described under Alternative 7, Impact ECON-4. While this economic
 effect would be considered adverse, BDCP proponents would compensate local governments for the
 loss of property tax or assessment revenue associated with construction of water conveyance
 facilities. Additionally, local entities could benefit from an increase in sales tax revenue.

10 **CEQA Conclusion:** Construction of water conveyance facilities for Alternative 8 would result in the 11 removal of a portion of the property tax base for various local government entities in the Delta 12 region. However, entities receiving water from the State Water Project and federal Central Valley 13 Project would mitigate for lost property tax and assessment revenue associated with land needed 14 for the construction of new conveyance facilities (Water Code Section 85089). Additionally, any 15 losses could be offset, at least in part, by an anticipated increase in sales tax revenue. CEQA does not 16 require a discussion of socioeconomic effects except where they would result in reasonably 17 foreseeable physical changes. If an alternative is not anticipated to result in a physical change to the 18 environment, it would not be considered to have a significant impact under CEQA (CEQA Guidelines 19 Sections 15064(f) and 15131). Here, any physical consequences resulting from fiscal impacts are too 20 speculative to ascertain.

#### Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed Water Conveyance Facilities

- *NEPA Effects:* Under Alternative 8, disruption of recreational activities during the construction
   period would be similar to that described under Alternative 1A, Impact ECON-5. However, fewer
   intake facilities would be constructed under this alternative, resulting in less severe effects relative
   to Alternative 1A. While access to recreational facilities would be maintained throughout
   construction, the quality of recreational activities including boating, fishing, waterfowl hunting, and
   hiking in the Delta could be indirectly affected by noise, lighting, traffic, and visual degradation in
   proximity to water conveyance construction.
- 30 Construction of water conveyance structures under this alternative would be anticipated to result in 31 a lower-quality recreational experience in a number of localized areas throughout the Delta, despite 32 the implementation of mitigation measures, including enhancement of fishing access sites and 33 incorporation of recreational access into project design, and environmental and non-environmental 34 commitments, including providing funding to implement recreational improvements and control 35 aquatic weeds, providing notification of maintenance activities in waterways, and developing and 36 implementing a noise abatement plan, as described in Appendix 3B, Environmental Commitments. 37 With a decrease in recreational quality, the number of visits would be anticipated to decline, at least 38 in areas closest to construction activities. The multi-year schedule and geographic scale of 39 construction activities and the anticipated decline in recreational spending would be considered an 40 adverse effect. The commitments and mitigation measure cited above would contribute to the reduction of this effect. 41
- 42 *CEQA Conclusion*: Construction of the proposed water conveyance facilities under Alternative 8
   43 could impact recreational revenue in the Delta region if construction activities result in fewer visits

- 1 to the area. Fewer visits would be anticipated to result in decreased economic activity related to
- 2 recreational activities. This section considers only the economic effects of recreational changes
- 3 brought about by construction of the proposed water conveyance facilities. Potential physical
- 4 changes to the environment relating to recreational resources are described and evaluated in
- 5 Chapter 15, *Recreation*, Section 15.3.3.15, Impacts REC-1 through REC-4.

#### Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- 8 Effects on agricultural economics during construction of the proposed water conveyance facilities 9 would be identical to those described under Alternative 7, Impact ECON-6. Total value of irrigated 10 crop production in the Delta would decline on average by \$8.7 million per year during the 11 construction period, with total irrigated crop acreage declining by about 5,300 acres. Alternative 8 12 may also affect production costs on lands even if gross revenues are largely unaffected. Costs could 13 be increased by operational constraints and longer travel times due to facilities construction. 14 Additionally, loss of investments in production facilities and standing orchards and vineyards would 15 occur as a result of facilities construction.
- *NEPA Effects:* Because construction of the proposed water conveyance facilities would lead to
   reductions in crop acreage and in the value of agricultural production in the Delta region, this is
   considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural
   *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
   agricultural productivity and compensating off-site.
- 21 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would reduce the total 22 value of agricultural production in the Delta region. The removal of agricultural land from 23 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.15, Impacts AG-1 and 24 AG-2. The reduction in the value of agricultural production is not considered an environmental 25 impact. Significant environmental impacts would only result if the changes in regional economics 26 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 27 required, DWR would provide compensation to property owners for economic losses due to 28 implementation of the alternative. While the compensation to property owners would reduce the 29 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 30 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14, 31 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, 32 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland 33 and land subject to Williamson Act contracts or in Farmland Security Zones.

### 34Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region35during Operation and Maintenance of the Proposed Water Conveyance Facilities

- Permanent effects on regional economics during operation and maintenance of the proposed water conveyance facilities would be similar to those described under Alternative 1A, Impact ECON-7. Increased expenditures related to operation and maintenance of water conveyance facilities would be expected to result in a permanent increase in regional employment and income, as presented in Table 16-22. The permanent removal of agricultural land following construction would have lasting negative effects on agricultural employment and income, as shown in Table 16-23.
- *NEPA Effects:* Because continued operation and maintenance of water conveyance facilities would
   result in an increase in operations-related employment and labor income, this would be considered

a beneficial effect. However, the long-term footprint of facilities would lead to a continued decline in
 agricultural-related employment and labor income, which would be considered an adverse effect.
 Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
 AG-1, would be available to reduce these effects by preserving agricultural productivity and
 compensating off-site.

6 **CEQA Conclusion:** Operation and maintenance of the proposed water conveyance facilities would 7 increase total employment and income in the Delta region. The net change would result from 8 expenditures on operation and maintenance and from changes in agricultural production. The total 9 change in income and employment is not, in itself, considered an environmental impact. Significant 10 environmental impacts would only result if the changes in regional economics cause physical 11 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed 12 in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of agricultural land 13 from production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.15, Impacts AG-3 14 and AG-4; changes in recreation related activities are addressed in Chapter 15, *Recreation*, Section 15 15.3.3.15, Impacts REC-5 through REC-8. When required, DWR would provide compensation to 16 landowners as a result of acquiring lands for the proposed conveyance facilities. While the 17 compensation to property owners would reduce the severity of economic effects related to the loss 18 of agricultural land, it would not constitute mitigation for any related physical impact. Measures to 19 reduce these impacts are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact 20 AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP to preserve agricultural 21 productivity and mitigate for loss of Important Farmland and land subject to Williamson Act 22 contracts or in Farmland Security Zones.

#### Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

Permanent effects on population and housing during operation and maintenance of the proposed
water conveyance facilities would be similar to those described under Alternative 1A, Impact ECON8. It is anticipated that non-local workers would relocate to the five-county region, thus adding to
the local population. However, this additional population would constitute a minor increase in the
total 2020 projected regional population of 4.6 million and be distributed throughout the region. It
is anticipated that most of the operational workforce would be drawn from within the five-county
region. Consequently, operation of the conveyance facilities would not result in impacts on housing.

- 32 *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   33 population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Operation and maintenance of the proposed water conveyance facilities would
   result in minor population increases in the Delta region with adequate housing supply to
   accommodate the change in population and therefore adverse changes in the physical environment
   are not anticipated.

#### Impact ECON-9: Changes in Community Character during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 40 *NEPA Effects:* Under Alternative 8, effects on community character would be similar in nature,
- 41 location, and magnitude to those described under Alternative 1A, Impact ECON-9. However, the
- 42 intensity of these effects would be reduced based on the operation and maintenance of three intake
- 43 facilities. While water conveyance operation and maintenance could result in beneficial effects
- 1 relating to the economic welfare of a community, lasting adverse social effects, including effects on
- 2 community cohesion, could also arise in communities closest to physical features and in those most
- 3 heavily influenced by agricultural and recreational activities. Implementation of mitigation
- 4 measures and environmental commitments related to noise, visual effects, transportation,
- 5 agriculture, and recreation would reduce adverse effects (see Appendix 3B, *Environmental*
- *Commitments*). These actions are summarized under Alternative 1A, Impact ECON-9.

7 **CEQA Conclusion:** Operation and maintenance of water conveyance facilities under Alternative 8 8 could affect community character in the Delta region. However, because these impacts are social in 9 nature, rather than physical, they are not considered impacts under CEOA. To the extent that 10 changes to community character would lead to physical impacts involving population growth, such 11 impacts are described under Impact ECON-8 and in Chapter 30, Growth Inducement and Other 12 *Indirect Effects*, Section 30.3.2. Furthermore, notable decreases in population or employment, even if 13 limited to specific areas, sectors, or the vacancy of individual buildings, could result in alteration of 14 community character stemming from a lack of maintenance, upkeep, and general investment.

### Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and Maintenance of the Proposed Water Conveyance Facilities

NEPA Effects: Effects on tax revenue as a result of ongoing water conveyance operation and
 maintenance under Alternative 8 would be similar to those described under Alternative 7, Impact
 ECON-10. While this economic effect would be considered adverse, BDCP proponents would
 compensate local governments for the loss of property tax or assessment revenue associated with
 construction of water conveyance facilities. Additionally, local entities could benefit from an
 increase in sales tax revenue.

23 **CEQA Conclusion:** Continued operation and maintenance of water conveyance facilities for 24 Alternative 8 would result in the removal of a portion of the property tax base for various local 25 government entities in the Delta region. However, entities receiving water from the State Water 26 Project and federal Central Valley Project would mitigate for lost property tax and assessment 27 revenue associated with land needed for the siting of conveyance facilities (Water Code Section 28 85089). Additionally, any losses could be offset, at least in part, by an anticipated increase in sales 29 tax revenue. CEQA does not require a discussion of socioeconomic effects except where they would 30 result in reasonably foreseeable physical changes. If an alternative is not anticipated to result in a 31 physical change to the environment, it would not be considered to have a significant impact under 32 CEQA (CEQA Guidelines Sections 15064(f) and 15131). Here, any physical consequences resulting 33 from fiscal impacts are too speculative to ascertain.

### Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 36 Effects on recreation economics during operation and maintenance of the proposed water
- 37 conveyance facilities under Alternative 8 would be similar to those described under Alternative 1A,
   38 Impact ECON-11.
- 39 **NEPA Effects:** Maintenance of conveyance facilities, including intakes, would result in periodic
- 40 temporary but not substantial adverse effects on boat passage and water-based recreational
- 41 activities. Because effects of facility maintenance would be short-term and intermittent, substantial
- 42 economic effects are not anticipated to result from operation and maintenance of the facilities.

1 *CEQA Conclusion*: Operation and maintenance activities associated with the proposed water

- 2 conveyance facilities under Alternative 8 are anticipated to create minor effects on recreational
- 3 resources and therefore, are not expected to substantially reduce economic activity related to
- 4 recreational activities. This section considers only the economic effects of recreational changes.
- 5 Potential physical changes to the environment relating to recreational resources are described and
- 6 evaluated in Chapter 15, *Recreation*, Section 15.3.3.15, Impacts REC-5 through REC-8.

### 7 Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during 8 Operation and Maintenance of the Proposed Water Conveyance Facilities

- 9 Permanent effects on agricultural economics during operation and maintenance of the proposed 10 water conveyance facilities would be similar to those described under Alternative 7, Impact ECON-11 12. Total value of irrigated crop production in the Delta would decline on average by \$7.2 million 12 per year during operation and maintenance, with total irrigated crop acreage declining by about 13 4,400 acres. Alternative 8 may also affect production costs on lands even if gross revenues are 14 largely unaffected. Costs could be increased by operational constraints, changes in water quality, 15 and longer travel times due to the permanent footprint of facilities. Additionally, loss of investments 16 in production facilities and standing orchards and vineyards would occur as a result of facilities 17 construction.
- *NEPA Effects:* The footprint of water conveyance facilities would result in lasting reductions in crop
   acreage and in the value of agricultural production in the Delta region; therefore, this is considered
   an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section
   14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving agricultural
   productivity and compensating off-site.
- 23 **CEQA** Conclusion: During operation and maintenance of the proposed water conveyance facilities, 24 the value of agricultural production in the Delta region would be reduced. The permanent removal 25 of agricultural land from production is addressed in Chapter 14, Agricultural Resources, Section 26 14.3.3.15, Impacts AG-1 and AG-2. The reduction in the value of agricultural production is not 27 considered an environmental impact. Significant environmental impacts would only result if the 28 changes in regional economics cause physical impacts. Such effects are discussed in other chapters 29 throughout this EIR/EIS. When required, DWR would provide compensation to property owners for 30 economic losses due to implementation of the alternative. While the compensation to property 31 owners would reduce the severity of economic effects related to the loss of agricultural land, it 32 would not constitute mitigation for any related physical impact. Measures to reduce these impacts 33 are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly 34 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for 35 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 36 Zones.

### Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the Implementation of the Proposed Conservation Measures 2–22

- 39 **NEPA Effects:** Effects on regional economics as a result of the proposed Conservation Measures 2–
- 40 22 would be similar to those described under Alternative 1A, Impact ECON-13. In the Delta region,
- 41 spending on Conservation Measures 2–22 would include construction, operation and maintenance
- 42 activities that would convert or disturb existing land use. Because implementation of Conservation
- 43 Measures 2–22 would be anticipated to result in an increase in construction and operation and

- 1 maintenance-related employment and labor income, this would be considered a beneficial effect.
- 2 However, implementation of these components would also be anticipated to result in a decrease in
- 3 agricultural-related employment and labor income, which would be considered an adverse effect.
- Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
   AG-1, would be available to reduce these effects by preserving agricultural productivity and
- AG-1, would be available to reduce these effects by preserving agricultural productivity and
   compensating off-site. Additionally, implementation of these components are anticipated to result in
- the abandonment of natural gas wells, causing a decrease in employment and labor income
- 8 associated with monitoring and maintaining wells, which would be considered an adverse effect.
- 9 Mitigation Measure MIN-5, described in Chapter 26, *Mineral Resources*, Section 26.3.3.2, Impact MIN-
- 10 5, would be available to reduce these effects by minimizing, to the extent feasible, the need for well
- 11 abandonment or relocation.
- 12 **CEQA Conclusion:** Implementation of the proposed Conservation Measures 2–22 would affect total 13 employment and income in the Delta region. The change in total employment and income in the 14 Delta region is based on expenditures resulting from implementation of the proposed Conservation 15 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas 16 production activities. The total change in employment and income is not, in itself, considered an 17 environmental impact. Significant environmental impacts would only result if the changes in 18 regional economics cause physical impacts. Such effects are discussed in other chapters throughout 19 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, Agricultural 20 Resources, Section 14.3.3.2, Impacts AG-3 and AG-4; changes in recreation-related activities are 21 addressed in Chapter 15, Recreation, Section 15.3.3.2, Impacts REC-9 through REC-11; abandonment 22 of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-5.

# Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

- Effects on population and housing as a result of the proposed Conservation Measures 2–22 would be
   similar to those described under Alternative 1A, Impact ECON-14. In general, the changes in
   population and housing would include increases in population from the construction and operation
   and maintenance-related activity and declines in residential housing and business establishments as
   a result of lands converted or impaired.
- 30 *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   31 population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Implementation of the proposed Conservation Measures 2–22 would impact total
   population and housing in the Delta region. The change in total population and housing in the Delta
   region is based on employment resulting from implementation of the proposed Conservation
   Measures 2–22. The change in population and housing is expected to be minor relative to the five county Delta region, and dispersed throughout the region. Therefore, significant changes to the
   physical environment are not anticipated to result.

# Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed Conservation Measures 2–22

- 40 **NEPA Effects:** Effects on community character as a result of the proposed Conservation Measures 2–
- 41 22 would be similar to those described under Alternative 1A, Impact ECON-15 because the
- 42 measures are similar. While implementation of Conservation Measures 2–22 could result in
- 43 beneficial effects relating to the economic welfare of a community, adverse social effects, including

- 1 effects on community cohesion, could also arise in those communities closest to character-changing
- 2 effects and those most heavily influenced by agricultural activities. Implementation of mitigation
- 3 measures and environmental commitments related to noise, visual effects, transportation,
- 4 agriculture, and recreation would reduce adverse effects (see Appendix 3B, *Environmental*
- 5 *Commitments*). These actions are summarized under Alternative 1A, Impact ECON-15.

6 CEQA Conclusion: Implementation of Conservation Measures 2-22 under Alternative 8 could affect 7 community character within the Delta region. However, because these impacts are social in nature, 8 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 9 community character are related to physical impacts involving population growth, these impacts are 10 described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2. Furthermore, 11 notable decreases in population or employment, even if limited to certain areas, sectors, or the 12 vacancy of individual buildings, could result in alteration of community character stemming from a 13 lack of maintenance, upkeep, and general investment.

#### Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing the Proposed Conservation Measures 2-22

- *NEPA Effects:* Under Alternative 8, effects on local government fiscal conditions as a result of
   conservation measure implementation would be similar to those described under Alternative 1A,
- Impact ECON-16. Conservation Measures 2–22 would remove some private land from local property
   tax and assessment rolls. This economic effect would be considered adverse; however, the BDCP
   proponents would offset forgone property tax and assessments levied by local governments and
   special districts on private lands converted to habitat.
- 22 **CEOA Conclusion:** Under Alternative 8, implementation of Conservation Measures 2–22 would 23 result in the removal of a portion of the property tax base for various local government entities in 24 the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is 25 estimated to reach \$176.7 million. However, the BDCP proponents would compensate local 26 governments and special districts for forgone revenue. CEOA does not require a discussion of 27 socioeconomic effects except where they would result in physical changes. If an alternative is not 28 anticipated to result in a physical change to the environment, it would not be considered to have a 29 significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131).

#### Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the Proposed Conservation Measures 2-22

- NEPA Effects: Effects related to implementation of Conservation Measures 2–22 under this
   alternative would be similar to those described under Alternative 1A, Impact ECON-17. These
   measures may result in adverse and beneficial effects on recreational resources in the Delta region,
   resulting in the potential for decreased or increased economic activities related to recreation.
- 36 **CEQA Conclusion:** Implementation of conservation measures would limit opportunities for
- 37 recreation and compromise the quality of activities, leading to potential economic impacts.
- 38 However, over time, implementation could also improve the quality of existing recreational
- 39 opportunities, creating increased economic value with respect to recreation. This section considers
- 40 only the economic effects of recreational changes brought about by conservation measure
   41 implementation. Potential physical changes to the environment relating to recreational resources
- 41 implementation. Potential physical changes to the environment relating to recreational resources
- 42 are described and evaluated in Chapter 15, *Recreation*, Section 15.3.3.15, Impacts REC-9 through
   43 REC-11.
  - Bay Delta Conservation Plan Draft EIR/EIS

#### Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

- 3 Effects on agricultural economics as a result of the proposed Conservation Measures 2–22 would be 4 similar to those described under Alternative 1A, Impact ECON-18. Conservation Measures 2–22 5 would convert land from existing agricultural uses. These direct effects on agricultural land are 6 described qualitatively in Chapter 14, Agricultural Resources, Section 14.3.3.15, Impacts AG-3 and 7 AG-4. Effects on agricultural economics would include effects on crop production and agricultural 8 investments resulting from restoration actions on agricultural lands. The effects would be similar in 9 kind to those described for lands converted due to construction and operation of the conveyance 10 features and facilities. The total acreage and crop mix of agricultural land potentially affected is not 11 specified at this time, but when required, the BDCP proponents would provide compensation to 12 property owners for losses due to implementation of the alternative.
- *NEPA Effects:* Because implementation of the Conservation Measures 2–22 would be anticipated to
   lead to reductions in crop acreage and in the value of agricultural production in the Delta region, this
   is considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural
   *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
   agricultural productivity and compensating off-site.
- 18 **CEOA Conclusion:** Implementation of Conservation Measures 2–22 would reduce the total value of 19 agricultural production in the Delta region. The permanent removal of agricultural land from 20 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.15, Impacts AG-3 and 21 AG-4. The reduction in the value of agricultural production is not considered an environmental 22 impact. Significant environmental impacts would only result if the changes in regional economics 23 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 24 required, the BDCP proponents would provide compensation to property owners for economic 25 losses due to implementation of the alternative. While the compensation to property owners would 26 reduce the severity of economic effects related to the loss of agricultural land, it would not 27 constitute mitigation for any related physical impact. Measures to reduce these impacts are 28 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1.

#### 29 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions

The socioeconomic effects associated with operation of Alternative 8 would be similar to those
 described under Alternative 6A, Impact ECON-19, because deliveries would be also be reduced
 based on operational guidelines. In this case, however, the construction of three intakes and
 diversion restrictions associated with operational Scenario F would lead to reduced deliveries.

#### 34 Changes in SWP Deliveries Compared to No Action Alternative

- 35 Compared to No Action Alternative (2060), Alternative 8 would decrease deliveries to the
- 36 hydrologic regions. Compared to the No Action Alternative (2060), South Coast would receive the
- 37 largest net decrease (up to 567 TAF of Table A plus Article 21 deliveries) among the regions, which
- 38 represents 78% of the decrease in M&I deliveries under Alternative 8 (refer to Chapter 30, *Growth*
- *Inducement and Other Indirect Effects,* Table 30-16, for more information).

#### 1 Changes in CVP Deliveries Compared to No Action Alternative

- Alternative 8 would not change M&I deliveries for the Sacramento River, South Coast, South
  Lahontan and Colorado River Regions because there are no affected CVP contractors located in these
  regions. Compared to the No Action Alternative (2060), Alternative 8 would result in decreased
  deliveries to the other hydrologic regions. Compared to the No Action Alternative (2060) San
  Francisco Bay is projected to receive the largest potential decrease (approximately 25 TAF) among
  the hydrologic regions (refer to Chapter 30, *Growth Inducement and Other Indirect Effects,* Table 3017 for more information).
- 9 **NEPA Effects:** Changes in deliveries to hydrologic regions could result in adverse or beneficial 10 socioeconomic effects in these areas. Reduced or less reliable water deliveries would result in 11 decreased agricultural production and, in turn, a reduction in both direct and indirect agricultural 12 employment. Economic and social patterns tied to predominant agricultural industrial activities and 13 land uses could erode, changing the character of agricultural communities in hydrologic regions. If 14 M&I deliveries were reduced to the extent that it would, in the long run, constrain population 15 growth, implementation of Alternative 8 could reinforce a socioeconomic status quo or limit 16 potential economic and employment growth in hydrologic regions. Changes to agricultural 17 production and population growth with its associated economic activity could also lead to shifts in 18 the character of communities in the hydrologic regions with resultant beneficial or adverse effects. 19 Likewise, limited growth associated with reduced deliveries could require lower expenditures for 20 local governments while also leading to reduced revenue.
- *CEQA Conclusion:* As described above, the operational components of BDCP Conservation Measure
   1 could result in a number of effects in areas receiving SWP and CVP water deliveries outside of the
   Delta.

#### 24 Changes in SWP Deliveries Compared to Existing Conditions

Compared to Existing Conditions, Alternative 8 would decrease deliveries to all hydrologic regions
except for the San Joaquin River Region, which would experience no change in deliveries. South
Coast would receive the largest net decrease (up to 636 TAF of Table A plus Article 21 deliveries)
among the regions, which represents 72% of the decrease in M&I deliveries under Alternative 8
(refer to Chapter 30, *Growth Inducement and Other Indirect Effects*, Table 30-16 for more
information).

#### 31 Changes in CVP Deliveries Compared to Existing Conditions

- 32 Alternative 8 would not change M&I deliveries for the Sacramento River, South Coast, South
- 33 Lahontan, and Colorado River Regions because there are no affected CVP contractors located in
- 34 these regions. Compared to Existing Conditions, Alternative 8 would result in decreased deliveries
- 35 to the other hydrologic regions. Compared to Existing Conditions, San Francisco Bay is projected to
- 36 receive the largest decrease (up to 33 TAF) among the hydrologic regions (refer to Chapter 30,
- 37 *Growth Inducement and Other Indirect Effects,* Table 30-17 for more information).

#### 38 Summary

- 39 Operation of water conveyance facilities under Alternative 8 could affect socioeconomic conditions
- 40 in the hydrologic regions receiving water from the SWP and CVP. However, because these impacts
- 41 are social and economic in nature, rather than physical, they are not considered environmental
- 42 impacts under CEQA. To the extent that changes in socioeconomic conditions in the hydrologic

regions would lead to physical impacts, such impacts are described in Chapter 30, *Growth Inducement and Other Indirect Effects*, Section 30.3.2.

# 3 16.3.3.16 Alternative 9—Through Delta/Separate Corridors (15,000 cfs; 4 Operational Scenario G)

Facilities constructed under Alternative 9 would include two fish-screened intakes along the
Sacramento River near Walnut Grove, fourteen operable barriers, two pumping plants and other
associated facilities, two culvert siphons, three canal segments, new levees, and new channel
connections. Some existing channels would also be enlarged under this alternative. Nearby areas

9 would be altered as work or staging areas or used for the deposition of spoils.

### Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta Region during Construction of the Proposed Water Conveyance Facilities

12 The regional economic effects on employment and income in the Delta region during construction

- 13 were evaluated. Changes are shown relative to the Existing Conditions and the No Action Alternative
- 14 (regional economic conditions do not differ between Existing Conditions and No Action Alternative).
- 15 The effects on employment and income are displayed in Table 16-55. The direct and total change is
- 16 shown that would result from conveyance-related spending. As evident in Table 16-55, spending on
- 17 conveyance construction would result in substantial economic activity in the region. As shown,
- direct construction employment is anticipated to vary over the 8-year construction period, with an
- estimated 1,922 FTE jobs in the first year and 85 FTE jobs in the final year of the construction
   period. Construction employment is estimated to peak at 3,209 FTE jobs in year 4. Total
- period. Construction employment is estimated to peak at 3,209 FTE jobs in year 4. Total
   employment (direct, indirect, and induced) would also peak in year 4, at 6,371 FTE jobs.

### Table 16-55. Regional Economic Effects on Employment and Labor Income during Construction (Alternative 9)

Regional Economic	Year								
Impact <sup>a</sup>	1	2	3	4	5	6	7	8	Total
Employment (FTE)									
Direct	1,922	2,146	3,087	3,209	2,277	2,798	318	85	15,843
Total <sup>b</sup>	4,227	4,446	6,209	6,371	4,190	5,073	598	117	31,232
<b>Labor Income</b> (million \$)									
Direct	58.1	55.1	72.5	72.3	39.4	45.7	6.0	0.0	349.0
Total <sup>b</sup>	129.9	128.5	173.4	175.1	104.1	123.3	15.3	1.4	851.1

Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012).

<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.

<sup>b</sup> Includes direct, indirect, and induced effects; numbers may not sum to the total due to rounding. Detailed estimates are presented in Appendix 16A, *Regional Economic Impacts of Water Conveyance Facility Construction.* 

24

25 The footprint of conveyance and related facilities such as roads and utilities would remove some

- 26 existing agricultural land from production, so the effects on employment and income would be
- 27 negative. The regional economic effects on employment and income in the Delta region from the
- 28 change in agricultural production are reported in Table 16-56. As shown, direct agricultural

- 1 employment would be reduced by an estimated 10 FTE jobs, while total employment (direct,
- 2 indirect, and induced) associated with agricultural employment would fall by 38 FTE jobs. Mapbook
- 3 Figures M14-9 and M14-10 display areas of Important Farmland and lands under Williamson Act
- 4 contracts that could be converted to other uses due to the construction of water conveyance
- 5 facilities for the Through Delta/Separate Corridors alignment.

#### Table 16-56. Regional Economic Effects on Agricultural Employment and Labor Income during Construction (Alternative 9)

Regional Economic Impact <sup>a</sup> Impacts on Agriculture				
Employment (FTE)				
Direct	-10			
Total <sup>b</sup>	-38			
Labor Income (million \$)				
Direct	-1.2			
Total <sup>b</sup>	-2.4			
Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012)				

Note: Labor income is reported 2011 dollars (U.S. Department of Commerce 2012).

<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.

<sup>b</sup> Includes direct, indirect, and induced effects.

8

9 Additionally, the Alternative 9 construction footprint would result in the abandonment of an 10 estimated two producing natural gas wells in the study area, as described in Chapter 26, Mineral 11 *Resources*, Section 26.3.3.16, Impact MIN-1. This could result in the loss of employment and labor 12 income associated with monitoring and maintaining these wells. Generally, small crews perform 13 ongoing monitoring and maintenance of several wells at a time. As shown in Chapter 26, Mineral 14 *Resources*, Table 26-3, 516 active producer wells are located in the study area. Even if both 15 producing wells in the Alternative 9 construction footprint were abandoned and not replaced with 16 new wells installed outside the construction footprint, the percentage reduction in the number of 17 natural gas wells would be very small. As a result, the employment and labor income effects 18 associated with well abandonment, while negative, would be minimal.

NEPA Effects: Because construction of water conveyance facilities would result in an increase in
 construction-related employment and labor income, this would be considered a beneficial effect.
 However, these activities would also be anticipated to result in a decrease in agricultural-related
 employment and labor income, which would be considered an adverse effect. Mitigation Measure
 AG-1, described in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, would be
 available to reduce these effects by preserving agricultural productivity and compensating off-site.

25 **CEQA Conclusion:** Construction of the proposed water conveyance facilities would increase total 26 employment and income in the Delta region. The change would result from expenditures on 27 construction, increasing employment, and from changes in agricultural production, decreasing 28 employment. Changes in recreational expenditures and natural gas well operations could also affect 29 regional employment and income, but these have not been quantified. The total change in 30 employment and income is not, in itself, considered an environmental impact. Significant 31 environmental impacts would only result if the changes in regional economics cause physical 32 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed 33 in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of agricultural land 34 from production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.16, Impacts AG-1

- 1 and AG-2; changes in recreation related activities are addressed in Chapter 15, *Recreation*, Section
- 2 15.3.3.16, REC-1 through REC-4; abandonment of natural gas wells is addressed in Chapter 26,
- 3 *Mineral Resources*, Section 26.3.3.16, Impact MIN-1. When required, DWR would provide
- 4 compensation to property owners for economic losses due to implementation of the alternative.
- 5 While the compensation to property owners would reduce the severity of economic effects related 6 to the loss of agricultural land, it would not constitute mitigation for any related physical impact.
- to the loss of agricultural land, it would not constitute mitigation for any related physical impact.
  Measures to reduce these impacts are discussed in Chapter 14, *Agricultural Resources*, Section
- Measures to reduce these impacts are discussed in Chapter 14, Agricultural Resources, Section
   14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, Develop an ALSP to preserve
- agricultural productivity and mitigate for loss of Important Farmland and land subject to Williamson
- 10 Act contracts or in Farmland Security Zones.

### Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of the Proposed Water Conveyance Facilities

#### 13 **Population**

Construction of conveyance facilities would require an estimated peak of 3,210 workers in year 4 of
 the assumed 8-year construction period. It is anticipated that many of these new jobs would be filled
 from within the existing five-county labor force.

- 17 Considering the multi-year duration of conveyance facility construction, it is anticipated that non-
- 18 local workers would temporarily relocate to the five-county region, thus adding to the local
- 19 population. As discussed in Chapter 30, *Growth Inducement and Other Indirect Effects*, Section
- 20 30.3.2.1, Direct Growth Inducement, an estimated 30 percent of workers could come from out of the
- 21 Delta region, suggesting that approximately 1,000 workers could relocate to the Delta region at the
- 22 peak of the construction period. However, this additional population would constitute a minor
- 23 increase in the total 2020 projected regional population of 4.6 million and be distributed throughout
- the region. Changes in demand for public services resulting from any increase in population are
   addressed in Chapter 20, *Public Services and Utilities*, Section 20.3.3.16, Impact UT-1 through UT-6.

#### 26 Housing

- Changes in housing demand are based on changes in supply resulting from displacement during
   facilities construction and changes in housing demand resulting from employment associated with
   construction of conveyance facilities. As described in Chapter 13, *Land Use*, Section 13.3.3.16, Impact
   LU-2, construction of water conveyance facilities under Alternative 9 would conflict with
- 31 approximately 74 residential structures.
- The construction workforce would most likely commute daily to the work site from within the fivecounty region; however, if needed, there are about 53,000 housing units available to accommodate workers who may choose to commute on a workweek basis or who may choose to temporarily relocate to the region for the duration of the construction period, including the estimated 1,000
- 36 workers who may temporarily relocate to the Delta region from out of the region. In addition to the
- 37 available housing units, there are recreational vehicle parks and hotels and motels within the five-
- 38 county region to accommodate any construction workers. As a result, and as discussed in more
- detail in Chapter 30, *Growth Inducement and Other Indirect Effects*, Section 30.3.2.1, Direct Growth
- 40 Inducement, construction of the proposed conveyance facilities is not expected to substantially
- 41 increase the demand for housing within the five-county region.

- 1 *NEPA Effects:* Within specific local communities, there could be localized effects on housing.
- 2 However, given the availability of housing within the five-county region, predicting where this
- 3 impact might fall would be speculative. In addition, new residents would likely be dispersed across
- 4 the region, thereby not creating a burden on any one community.
- Because these activities would not result in permanent concentrated, substantial increases in
  population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion*: Construction of the proposed water conveyance facilities would result in minor
   population increases in the Delta region with adequate housing supply to accommodate the change
   in population. Therefore, the minor increase in population is not anticipated to lead to adverse
   physical changes in the environment.

#### Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed Water Conveyance Facilities

- 13 **NEPA Effects:** Under Alternative 9. effects on community character would be similar in nature, but 14 not location or magnitude, to those described under Alternative 1A, Impact ECON-3. Under this 15 alternative, regional population and employment would increase to levels described above under 16 Impact ECON-1 and ECON-2. The geographic extent of these effects would also vary from that 17 described for Alternative 1A, as the intensity of effects would be somewhat greater or lesser based 18 on communities' ability to accommodate growth and proximity to features constructed for the water 19 conveyance alignment under this alternative. Under this alternative, areas adjacent to the proposed 20 fish screens in Walnut Grove and Locke could experience the greatest changes in character. Effects 21 associated with construction activities could also result in changes to community cohesion if they 22 were to restrict mobility, reduce opportunities for maintaining face-to-face relationships, or disrupt 23 the functions of community organizations or community gathering places (such as schools, libraries, 24 places of worship, and recreational facilities). Under Alternative 9, several gathering places that lie 25 in the vicinity of construction areas could be indirectly affected by noise and traffic associated with 26 construction activities, including the Walnut Grove Branch Library, Walnut Grove Elementary, 27 Walnut Grove Buddhist Church, Walnut Grove Community Church, Delta Food Bank, South County 28 Services (formerly Galt Community Concilio), Walnut Grove Fire Department, and several marinas 29 or other recreational facilities (see Chapter 15, Recreation, Table 15-16).
- 30 Like Alternative 1A, the anticipated economic shift away from agricultural and recreational activities 31 and towards construction could result in demographic changes. In comparing the existing 32 demographic composition of agricultural workers and construction laborers within the five-county 33 Delta Region, men make up a large proportion of both occupations: 84 percent of agricultural 34 workers were male, compared with 98 percent of construction laborers. Approximately 92 percent 35 of agricultural workers made less than \$35,000, while 60 percent of construction laborers made less 36 than \$35,000. Additionally, 87 percent of agricultural workers within the study area report Hispanic 37 origin, while 54 percent of construction laborers claim Hispanic origin within the five-county area 38 (U.S. Census Bureau 2012b).
- Construction activities could be expected to bring about a decline in the rural qualities currently
   exhibited by Delta communities, while expansion of employment and population in the region could
   provide economic opportunities supportive of community stability. While water conveyance
   construction could result in beneficial effects relating to the economic welfare of a community,
   adverse social effects could also arise as a result of declining economic stability in communities
   closest to construction effects and in those most heavily influenced by agricultural and recreational

- 1 activities. Implementation of mitigation measures and environmental commitments related to noise,
- 2 visual effects, transportation, agriculture, and recreation would reduce adverse effects (see
- Appendix 3B, *Environmental Commitments*). These actions are summarized under Alternative 1A,
   Impact ECON-3.

5 **CEQA Conclusion:** Construction of water conveyance facilities under Alternative 9 could affect 6 community character in the Delta region. However, because these impacts are social in nature, 7 rather than physical, they are not considered impacts under CEQA. To the extent that changes to 8 community character would lead to physical impacts involving population growth, such impacts are 9 described under Impact ECON-2 and in Chapter 30, Growth Inducement and Other Indirect Effects, 10 Section 30.3.2. Furthermore, notable decreases in population or employment, even if limited to 11 specific areas, sectors, or the vacancy of individual buildings, could result in alteration of community 12 character stemming from a lack of maintenance, upkeep, and general investment. However, 13 implementation of mitigation measures and environmental commitments related to noise, visual 14 effects, transportation, agriculture, and recreation, would reduce the extent of these effects (see 15 Appendix 3B, Environmental Commitments). Specifically, these commitments include Develop and 16 Implement Erosion and Sediment Control Plans, Develop and Implement Hazardous Materials 17 Management Plans, Notification of Construction and Maintenance Activities in Waterways, Noise 18 Abatement Plan, Fire Prevention and Control Plan, and Prepare and Implement Mosquito 19 Management Plans.

#### Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing the Proposed Water Conveyance Facilities

22 NEPA Effects: Under Alternative 9, publicly-owned water conveyance facilities would be constructed 23 on land of which some is currently held by private owners. Property tax and assessment revenue 24 forgone as a result of water conveyance facilities is estimated at \$5.6 million over the construction 25 period. These decreases in revenue could potentially result in the loss of a substantial share of some 26 agencies' tax bases, particularly for smaller districts affected by the BDCP such as reclamation 27 districts where conveyance facilities and associated work areas are proposed. This economic effect 28 would be considered adverse; however, the BDCP proponents would make arrangements to 29 compensate local governments for the loss of property tax or assessment revenue for land used for 30 constructing, locating, operating, or mitigating for new Delta water conveyance facilities. 31 Additionally, as discussed under Impact ECON-1, construction of the water conveyance facilities 32 would be anticipated to result in a net increase of income and employment in the Delta region. This 33 would also create an indirect beneficial effect through increased sales tax revenue for local 34 government entities that rely on sales taxes.

35 **CEQA Conclusion:** Under Alternative 9, construction of water conveyance facilities would result in 36 the removal of a portion of the property tax base for various local government entities in the Delta 37 region. Over the construction period, property tax and assessment revenue forgone is estimated at 38 \$5.6 million. However, the Sacramento-San Joaquin Delta Reform Act commits the entities receiving 39 water from the State Water Project and federal Central Valley Project to mitigate for lost property 40 tax and assessment revenue associated with land needed for the construction of new conveyance 41 facilities (Water Code Section 85089). Additionally, any losses could be offset, at least in part, by an 42 anticipated increase in sales tax revenue. CEQA does not require a discussion of socioeconomic 43 effects except where they would result in reasonably foreseeable physical changes. If an alternative 44 is not anticipated to result in a physical change to the environment, it would not be considered to

have a significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131). Here, any
 physical consequences resulting from fiscal impacts are too speculative to ascertain.

### Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed Water Conveyance Facilities

5 **NEPA Effects:** Under Alternative 9, three recreational facilities would be permanently displaced and 6 three others would be temporarily but directly or indirectly disturbed during construction, as 7 described in Chapter 15, *Recreation*, Section 15.3.3.16, Impacts REC-1 through REC-4. Construction 8 of Alternative 9 facilities would result in displacement and permanent loss of recreation facilities 9 including the Walnut Grove public guest dock, Boathouse Marina, and the Boon Dox guest dock in 10 Walnut Grove. Additionally, the quality of recreational activities including boating, fishing, waterfowl hunting, and hiking in the Delta could be indirectly affected by noise, lighting, traffic, and 11 12 visual degradation in proximity to water conveyance construction. Recreation areas anticipated to 13 experience temporary or indirect effects include Delta Meadows State Park, Brannan Island State 14 Recreation Area, Sherman Island, Delta Meadows River Park, Stone Lakes National Wildlife Refuge, 15 Cosumnes River Preserve, Dagmar's Landing, Deckhands Marine Supply, Landing 63, Walnut Grove 16 Marina, Bullfrog Landing & Marina, Union Point Marina Bar & Grill, and Clifton Court Forebay.

- 17 Construction of water conveyance structures under this alternative would be anticipated to result in 18 a lower-quality recreational experience in a number of localized areas throughout the Delta, despite 19 the implementation of mitigation measures, including enhancement of fishing access sites and 20 incorporation of recreational access into project design, and environmental commitments, including 21 providing funding to implement recreational improvements and control aquatic weeds, providing 22 notification of maintenance activities in waterways and developing and implementing a noise 23 abatement plan, as described in Appendix 3B, Environmental Commitments. With a loss of 24 recreational facilities and a decrease in recreational quality, the number of visits would be 25 anticipated to decline, at least in areas closest to construction activities. The multi-year schedule and 26 geographic scale of construction activities and the anticipated decline in recreational spending 27 would be considered an adverse effect. The commitments and mitigation measure cited above 28 would contribute to the reduction of this effect.
- *CEQA Conclusion:* Construction of the proposed water conveyance facilities under Alternative 9
   would be anticipated to impact recreational revenue through the loss of recreational facilities and a
   decrease in recreational quality. Fewer visits would be anticipated to result in decreased economic
   activity related to recreational activities. This section considers only the economic effects of
   recreational changes brought about by construction of the proposed water conveyance facilities.
   Potential physical changes to the environment relating to recreational resources are described and
   evaluated in Chapter 15, *Recreation*, Section 15.3.3.16, Impacts REC-1 through REC-4.

### Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- 38 Construction of conveyance facilities would convert land from existing agricultural uses to uses that
- 39 include direct facility footprints, construction staging areas, borrow/spoils areas, RTM storage,
- 40 temporary and permanent roads, and utilities. Agricultural land could also be affected by changes in
- 41 water quality and other conditions that would affect crop productivity. These direct effects on
- 42 agricultural land are described in Chapter 14, *Agricultural Resources*, Section 14.3.3.16, Impacts AG-
- 43 1 and AG-2.

- 1 Changes in crop acreage were used to describe the associated changes in economic values. Unit
- 2 prices, yields, and crop production and investment costs were presented in Section 16.1,
- 3 *Environmental Setting/Affected Environment*. Table 16-57 summarizes the changes in acreage and
- 4 value of agricultural production that would result in the Delta region as a result of Alternative 9
- 5 construction. Changes are shown relative to the Existing Conditions and the No Action Alternative
- 6 by aggregate crop category (agricultural resources under Existing Conditions and in the No Action
- 7 Alternative were assumed to be the same). The table also includes a summary of changes in crop
- 8 acreages that are reported in greater detail in Appendix 14A, *Individual Crop Effects as a Result of*
- 9 BDCP Water Conveyance Facility Construction.
- Total value of irrigated crop production in the Delta would decline on average by \$3.8 million per
   year during the construction period, with total irrigated crop acreage declining by about 2,600 acres.
   These estimates are not dependent on water year type.

### 13Table 16-57. Crop Acres and Value of Agricultural Production in the Delta during Construction14(Alternative 9)

Analysis Metric	Alternative 9	Change from Existing Conditions and No Action Alternative	
Total Crop Acreage (thousand acres)	481.0	-2.6	
Grains	58.3	-0.3	
Field crops	190.4	-0.7	
Forage crops	111.8	-1.0	
Vegetable, truck, and specialty crops	76.6	-0.6	
Orchards and vineyards	44.0	-0.1	
Total Value of Production (million \$)	646.2	-3.8	
Grains	24.1	-0.1	
Field crops	113.4	-0.4	
Forage crops	72.3	-0.8	
Vegetable, truck, and specialty crops	266.2	-2.2	
Orchards and vineyards	170.3	-0.3	
Note: Value of production is based on prices received by farmers, in 2011 dollars (ILS, Department of			

Note: Value of production is based on prices received by farmers, in 2011 dollars (U.S. Department of Commerce 2012).

Alternative 9 may also affect production costs, investments in production facilities and standing
 orchards and vineyards, and salinity of agricultural water supply. Effects would be similar to those
 qualitatively described under Alternative 1A, Impact ECON-6. See Chapter 14, *Agricultural Resources*, Section 14.3.3.16, Impacts AG-1 and AG-2, for further discussion of indirect effects on
 agricultural resources.

*NEPA Effects:* Because construction of the proposed water conveyance facilities would lead to
 reductions in crop acreage and in the value of agricultural production in the Delta region, this is
 considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, Agricultural
 *Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
 agricultural productivity and compensating off-site.

*CEQA Conclusion*: Construction of the proposed water conveyance facilities would reduce the total
 value of agricultural production in the Delta region. The removal of agricultural land from

<sup>15</sup> 

- 1 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.16, Impacts AG-1 and
- 2 AG-2. The reduction in the value of agricultural production is not considered an environmental
- 3 impact. Significant environmental impacts would only result if the changes in regional economics
- 4 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When
- 5 required, DWR would provide compensation to property owners for economic losses due to
- 6 implementation of the alternative. While the compensation to property owners would reduce the
- 7 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 8 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14,
- 9 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1,
- 10 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland
- 11 and land subject to Williamson Act contracts or in Farmland Security Zones.

#### 12 Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region 13 during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 14 In the Delta region, ongoing operation and maintenance of BDCP facilities would result in increased
- 15 expenditures relative to the Existing Conditions and the No Action Alternative (regional economic
- 16 conditions do not differ across Existing Conditions and No Action Alternative). The increased
- 17 expenditures are expected to result in a permanent increase in regional employment and income,
- 18 including an estimated 121 direct and 177 total (direct, indirect, and induced) FTE jobs (Table 16-
- 19 58). Potential changes in the value of agricultural production result in changes to regional
- 20 employment and income in the Delta region under the Alternative 9 relative to the Existing
- 21 Conditions and the No Action Alternative.

#### 22 Table 16-58. Regional Economic Effects on Employment and Labor Income during Operations and 23 Maintenance (Alternative 9)

Regional Economic Impact <sup>a</sup>	Impacts from Operations and Maintenance			
Employment (FTE)				
Direct	121			
Total <sup>b</sup>	177			
Labor Income (million \$)				
Direct	7.8			
Total <sup>b</sup>	10.5			
Note: Labor income is reported in 2011 dollars (U.S. Department of Commerce 2012).				

<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.

<sup>b</sup> Includes direct, indirect, and induced effects.

#### 24

25 The operation and maintenance of conveyance and related facilities such as roads and utilities 26 would result in the permanent removal of agricultural land from production following construction, 27 and the effects on employment and income would be negative, including the loss of an estimated 14 28 agricultural and 36 total (direct, indirect, and induced) FTE jobs. The regional economic effects on 29 employment and income in the Delta region from the change in agricultural production are reported 30 in Table 16-59. Mapbook Figures M14-9 and M14-10 display areas of Important Farmland and lands 31 under Williamson Act contracts that could be converted to other uses due to the construction of 32 water conveyance facilities for the Separate Corridors/Through Delta alignment.

#### Table 16-59. Regional Economic Effects on Agricultural Employment and Labor Income during Operations and Maintenance (Alternative 9)

Regional Economic Impact <sup>a</sup>	Impacts on Agriculture		
Employment (FTE)			
Direct	-14		
Total <sup>b</sup>	-36		
Labor Income (million \$)			
Direct	-1.0		
Total <sup>b</sup>	-1.9		
Note: Labor income is reported in 2011 dollars (U.S. Department of Commerce 2012).			
<sup>a</sup> IMPLAN results are changes relative to Existing Condition or No Action Alternative.			

<sup>b</sup> Includes direct, indirect, and induced effects.

3

*NEPA Effects:* Because continued operation and maintenance of water conveyance facilities would
 result in an increase in operations-related employment and labor income, this would be considered
 a beneficial effect. However, the long-term footprint of facilities would lead to a continued decline in
 agricultural-related employment and labor income, which would be considered an adverse effect.
 Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
 AG-1, would be available to reduce these effects by preserving agricultural productivity and
 compensating off-site.

11 **CEOA Conclusion:** Operation and maintenance of the proposed water conveyance facilities would 12 increase total employment and income in the Delta region. The change would result from 13 expenditures on BDCP operation and maintenance, increasing employment, and from changes in 14 agricultural production, decreasing employment. The total change in income and employment is not, 15 in itself, considered an environmental impact. Significant environmental impacts would only result if 16 the changes in regional economics cause physical impacts. Such effects are discussed in other 17 chapters throughout this EIR/EIS. Costs are addressed in Chapter 8 of the BDCP, Implementation 18 Costs and Funding Sources; removal of agricultural land from production is addressed in Chapter 14, 19 Agricultural Resources, Section 14.3.3.16, Impacts AG-3 and AG-4; changes in recreation related 20 activities are addressed in Chapter 15, *Recreation*, Section 15.3.3.16, Impacts REC-5 through REC-8. 21 When required, DWR would provide compensation to property owners for economic losses due to 22 implementation of the alternative. While the compensation to property owners would reduce the 23 severity of economic effects related to the loss of agricultural land, it would not constitute mitigation 24 for any related physical impact. Measures to reduce these impacts are discussed in Chapter 14, 25 Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly Mitigation Measure AG-1, 26 Develop an ALSP to preserve agricultural productivity and mitigate for loss of Important Farmland

and land subject to Williamson Act contracts or in Farmland Security Zones.

### Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

#### 30 Population

- 31 Operations and maintenance of conveyance facilities would require approximately 120 permanent
- 32 new workers. Given the nature of those operation and maintenance jobs, the existing water
- 33 conveyance facilities already in the five-county region, the large workforce in the region, and the

- 1 large water agencies with headquarters in that region, it is anticipated that most of these new jobs
- 2 would be filled from within the existing five-county labor force. However, operation and
- 3 maintenance may require specialized worker skills not readily available in the local labor pool. As a
- 4 result, it is anticipated that some specialized workers may be recruited from outside the five-county
- 5 region.
- 6 It is anticipated that non-local workers would relocate to the five-county region, thus adding to the
- 7 local population. However, this additional population would constitute a minor increase in the total
- 8 2020 projected regional population of 4.6 million and be distributed throughout the region. Changes
- 9 in demand for public services resulting from any increase in population are addressed in Chapter 20,
- 10 *Public Services and Utilities,* Section 20.3.3.16, Impact UT-7.

#### 11 Housing

- 12 It is anticipated that most of the operational workforce would be drawn from within the five-county
- 13 region. Consequently, operation of the conveyance facilities would not result in impacts on housing.
- 14 There are about 53,000 housing units available to accommodate any nonlocal workers who relocate
- 15 to the five-county region. As a result, operation and maintenance of the proposed conveyance
- 16 facilities is not expected to increase the demand for housing.
- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- 19 *CEQA Conclusion*: Operation and maintenance of the proposed water conveyance facilities would 20 result in minor population increases in the Delta region with adequate housing supply to
- 20 result in million population increases in the Delta region with adequate housing supply to 21 accommodate the change in population. Therefore, the minor increase in population is not
- 22 anticipated to lead to adverse physical changes in the environment.

### Impact ECON-9: Changes in Community Character during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 25 **NEPA Effects:** Throughout the five-county Delta region, population and employment could slightly 26 expand due to continued operation and maintenance of the water conveyance facilities under 27 Alternative 9. Agricultural and recreational contributions to the character and culture of the Delta 28 would be likely to experience a decline commensurate with the projected effects discussed under 29 Impact ECON-7 and Impact ECON-11, below. This could result in the closure of businesses 30 dependent on these industries or their employees, particularly in areas where these activities would 31 be most affected. Those hired to operate, repair, and maintain water conveyance structures could 32 bring new influences to Delta communities. To the extent that this anticipated economic shift away 33 from agriculture and recreation results in demographic changes in population, employment level, 34 income, age, gender, or race, the study area would be expected to see changes to its character, 35 particularly in those Delta communities most substantially affected by demographic changes based
- 36 on their size or proximity to BDCP facilities.
- 37 While some of the rural qualities of Delta communities, including relatively low noise and traffic
- 38 levels, could return to near pre-construction conditions during the operational phase, other effects
- 39 would be lasting. For instance, the visual appearance of intakes and other permanent features would
- 40 compromise the predominantly undeveloped and agricultural nature of communities like Walnut
- 41 Grove and Locke, which would be closest to the permanent water conveyance features under this
- 42 alternative. Where operations make areas less desirable in which to live, work, shop, or participate

- 1 in recreational activities, localized abandonment of buildings could result. Such lasting effects could
- 2 also result in changes to community cohesion if they were to restrict mobility, reduce opportunities
- 3 for maintaining face-to-face relationships, or disrupt the functions of community organizations or
- 4 community gathering places (such as schools, libraries, places of worship, and recreational
- 5 facilities).

6 While ongoing operations could result in beneficial effects relating to the economic welfare of a 7 community under Alternative 9, adverse social effects could also arise, particularly in communities 8 closest to character-changing effects and in those most heavily influenced by agricultural and 9 recreational activities. Implementation of mitigation measures and environmental commitments 10 related to noise, visual effects, transportation, agriculture, and recreation would reduce adverse 11 effects (see Appendix 3B, *Environmental Commitments*). These actions are summarized under

- 12 Alternative 1A, Impact ECON-9.
- 13 **CEQA Conclusion:** Operations and maintenance of water conveyance facilities under Alternative 9 14 could affect community character in the Delta region. However, because these impacts are social in 15 nature, rather than physical, they are not considered impacts under CEQA. To the extent that 16 changes to community character would lead to physical impacts involving population growth, these 17 impacts are described under Impact ECON-8 and in Chapter 30, Growth Inducement and Other 18 Indirect Effects, Section 30.3.2. Furthermore, notable decreases in population or employment could 19 result in alteration of community character stemming from a lack of maintenance, upkeep, and 20 general investment.

### Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and Maintenance of the Proposed Water Conveyance Facilities

23 NEPA Effects: Under Alternative 9, publicly-owned water conveyance facilities would be located, 24 operated, and maintained on land of which some is currently held by private owners. Property tax 25 and assessment revenue forgone as a result of water conveyance facilities is estimated at \$33.7 26 million over the BDCP's 50-year permit period. These decreases in revenue could potentially result 27 in the loss of a substantial share of some agencies' tax bases, particularly for smaller districts 28 affected by the BDCP. This economic effect would be considered adverse; the BDCP proponents 29 would make arrangements to compensate local governments for the loss of property tax or 30 assessment revenue for land used for constructing, locating, operating, or mitigating for new Delta 31 water conveyance facilities. Additionally, as discussed under Impact ECON-7, operation and 32 maintenance of the water conveyance facilities would be anticipated to result in a net increase of 33 income and employment in the Delta region. This could also create an indirect beneficial effect 34 through increased sales tax revenue for local government entities that rely on sales taxes.

35 **CEQA Conclusion:** Under Alternative 9, the ongoing operation and maintenance of water 36 conveyance facilities would restrict potential property tax revenue for various local government 37 entities in the Delta region. Over the 50-year permit period, property tax and assessment revenue 38 forgone is estimated at \$33.7 million. However, the Sacramento-San Joaquin Delta Reform Act 39 commits the entities receiving water from the State Water Project and Central Valley Project to 40 mitigate for lost property tax and assessment revenue associated with land needed for the 41 construction of new conveyance facilities (Water Code Section 85089). Additionally, any losses 42 could be offset, at least in part, by an anticipated increase in sales tax revenue. CEQA does not 43 require a discussion of socioeconomic effects except where they would result in reasonably 44 foreseeable physical changes. If an alternative is not anticipated to result in a physical change to the

- 1 environment, it would not be considered to have a significant impact under CEQA (CEQA Guidelines
- 2 Sections 15064(f) and 15131). Here, any physical consequences resulting from fiscal impacts are too
- 3 speculative to ascertain.

### Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the Proposed Water Conveyance Facilities

6 **NEPA Effects:** Under Alternative 9, recreational activities including boat passage and navigation 7 would be adversely affected by water conveyance operations. An environmental commitment 8 related to boat passage facilities would reduce this effect at a majority of operable gate locations, 9 allowing continued waterway passage while gates are closed; however, passage would be 10 unavailable at three locations. Furthermore, even at those locations that would allow passage, 11 boaters would now be required to wait at gates, potentially for longer than 30 minutes during peak 12 use times. Operable gate and boat passage facilities would also require speed limits in the vicinity, 13 which could adversely affect some recreational opportunities, including waterskiing, wakeboarding, 14 and tubing. In some areas, boat navigation could be enhanced due to dredging activities and a new 15 channel connection. However, use of operable gates would result in an adverse effect on recreational 16 activities and would be anticipated to result in an adverse economic effect, at least in localized areas, 17 by reducing the quality of the boating experience, along with other water-based recreation. An 18 environmental commitment to retain passage at some facilities, along with implementation of 19 Mitigation Measures REC-13a and REC-13b would reduce the severity of this effect.

*CEQA Conclusion*: Operation and maintenance activities associated with the proposed water
 conveyance facilities under Alternative 9 are anticipated to result in substantial localized effects on
 recreational resources and therefore, are expected to reduce related economic activity such as
 lodging, food, fuel, and accessories in these areas. This section considers only the economic effects of
 recreational changes brought about by construction of the proposed water conveyance facilities.
 Potential physical changes to the environment relating to recreational resources are described and
 evaluated in Chapter 15, *Recreation*, Section 15.3.3.16, Impacts REC-5 through REC-8.

# Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- During operation and maintenance of conveyance facilities, existing agricultural land would be
   within uses that include direct facility footprints and associated permanent roads and utilities.
   Agricultural land could also be affected by changes in water quality and other conditions that would
   affect crop productivity. These direct effects on agricultural land are described in Chapter 14,
   *Agricultural Resources*, Section 14.3.3.16, Impacts AG-1 and AG-2.
- Changes in crop acreage were used to estimate the associated changes in economic values. Unit
- 35 prices, yields, and crop production and investment costs were presented in Section 16.1,
- 36 *Environmental Setting/Affected Environment*. Table 16-60 summarizes the changes in acreage and
- 37 value of agricultural production that would result in the Delta region during operation of Alternative
- 9. Changes are shown relative to the Existing Conditions and the No Action Alternative by aggregate
   crop category (agricultural resources under Existing Conditions and in the No Action Alternative
- crop category (agricultural resources under Existing Conditions and in the No Action Alternative
   were assumed to be the same). The changes in crop acreages are reported in greater detail in
- 41 Appendix 14A, Individual Crop Effects as a Result of BDCP Water Conveyance Facility Construction.

- 1 Total value of irrigated crop production in the Delta region would decline on average by \$3.4 million
- 2 per year during operation and maintenance, with total irrigated crop acreage declining by about
- 3 2,300 acres. These estimates are not dependent on water year type.

4	Table 16-60. Crop Acres and Value of Agricultural Production in the Delta Region during
5	Operations and Maintenance (Alternative 9)

Analysis Metric	Alternative 9	Change from Existing Conditions and No Action Alternative		
Total Crop Acreage (thousand acres)	481.4	-2.3		
Grains	58.4	-0.2		
Field crops	190.5	-0.6		
Forage crops	111.8	-0.9		
Vegetable, truck, and specialty crops	76.6	-0.6		
Orchards and vineyards	44.0	0.0		
Total Value of Production (million \$)	646.6	-3.4		
Grains	24.2	-0.1		
Field crops	113.5	-0.4		
Forage crops	72.3	-0.8		
Vegetable, truck, and specialty crops	266.3	-2.1		
Orchards and vineyards	170.4	-0.1		
Note: Value of production is based on p	Note: Value of production is based on prizes reseived by formore in 2011 dollars (U.S. Department of			

Note: Value of production is based on prices received by farmers, in 2011 dollars (U.S. Department of Commerce 2012).

6

Alternative 9 may also affect production costs on lands even if gross revenues are largely unaffected.
Costs could be associated with operational constraints and longer travel times due to permanent
facilities. In most cases, affected lands fall within the facilities footprint, and are included in the
agricultural acreage and value of production described elsewhere in this Chapter and in Chapter 14, *Agricultural Resources,* Section 14.3.3.16.

Crop yields and crop selection on lands in the Delta could be affected by changes in salinity of
 agricultural water supply during operation and maintenance activities. If operation of the proposed
 conveyance facilities increases salinity in part of the Delta, crops that are more sensitive to salinity
 could shift to other lands in the five-county Delta region. See Chapter 14, *Agricultural Resources*,
 Section 14.3.3.16, Impact AG-2, for further discussion of effects from changes in salinity.

*NEPA Effects:* The footprint of water conveyance facilities would result in lasting reductions in crop
 acreage and in the value of agricultural production in the Delta region; therefore, this is considered
 an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section
 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving agricultural
 productivity and compensating off-site.

*CEQA Conclusion*: During operation and maintenance of the proposed water conveyance facilities
 the value of agricultural production in the Delta region would be reduced. The permanent removal
 agricultural land from production is addressed in Chapter 14, *Agricultural Resources*, Section
 14.3.3.16, Impacts AG-1 and AG-2. The reduction in the value of agricultural production is not
 considered an environmental impact. Significant environmental impacts would only result if the
 changes in regional economics cause physical impacts. Such effects are discussed in other chapters

1 throughout this EIR/EIS. When required, DWR would provide compensation to property owners for 2 economic losses due to implementation of the alternative. While the compensation to property 3 owners would reduce the severity of economic effects related to the loss of agricultural land, it 4 would not constitute mitigation for any related physical effect. Measures to reduce these impacts are 5 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, and particularly 6 Mitigation Measure AG-1, Develop an ALSP to preserve agricultural productivity and mitigate for 7 loss of Important Farmland and land subject to Williamson Act contracts or in Farmland Security 8 Zones.

### 9 Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the 10 Implementation of the Proposed Conservation Measures 2–22

NEPA Effects: Effects on regional economics as a result of the proposed Conservation Measures 2-11 12 22 would be similar to those described under Alternative 1A, Impact ECON-13. In the Delta region, 13 spending on Conservation Measures 2–22 would include construction, operation and maintenance 14 activities that would convert or disturb existing land use. Because implementation of Conservation 15 Measures 2–22 would be anticipated to result in an increase in construction and operation and 16 maintenance-related employment and labor income, this would be considered a beneficial effect. 17 However, implementation of these components would also be anticipated to result in a decrease in 18 agricultural-related employment and labor income, which would be considered an adverse effect. 19 Mitigation Measure AG-1, described in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact 20 AG-1, would be available to reduce these effects by preserving agricultural productivity and 21 compensating off-site. Additionally, implementation of these components are anticipated to result in 22 the abandonment of natural gas wells, causing a decrease in employment and labor income 23 associated with monitoring and maintaining wells, which would be considered an adverse effect. 24 Mitigation Measure MIN-5, described in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-25 5, would be available to reduce these effects by minimizing, to the extent feasible, the need for well 26 abandonment or relocation.

27 **CEQA Conclusion:** Implementation of the proposed Conservation Measures 2–22 would affect total 28 employment and income in the Delta region. The change in total employment and income in the 29 Delta region is based on expenditures resulting from implementation of the proposed Conservation 30 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas 31 production activities. The total change in employment and income is not, in itself, considered an 32 environmental impact. Significant environmental impacts would only result if the changes in 33 regional economics cause physical impacts. Such effects are discussed in other chapters throughout 34 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, Agricultural 35 Resources, Section 14.3.3.2, Impacts AG-3 and AG-4; changes in recreation-related activities are 36 addressed in Chapter 15, *Recreation*, Section 15.3.3.2, Impacts REC-9 through REC-11; abandonment 37 of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-5.

### Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

- 40 Effects on population and housing as a result of the proposed Conservation Measures 2–22 would be
- similar to those described under Alternative 1A, Impact ECON-14. In general, the changes in
- 42 population and housing would include increases in population from the construction and operation
- 43 and maintenance-related activity and declines in residential housing and business establishments as
- 44 a result of lands converted or impaired.

- *NEPA Effects:* Because these activities would not result in concentrated, substantial increases in
   population or new housing, they would not be considered to have an adverse effect.
- *CEQA Conclusion:* Implementation of the proposed Conservation Measures 2–22 would impact total
   population and housing in the Delta region. The change in total population and housing in the Delta
   region is based on employment resulting from implementation of the proposed Conservation
   Measures 2–22. The change in population and housing is expected to be minor relative to the five county Delta region, and dispersed throughout the region. Therefore, significant changes to the
   physical environment are not anticipated to result.

### 9 Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed 10 Conservation Measures 2-22

- 11 **NEPA Effects:** Effects on community character as a result of the proposed Conservation Measures 2–
- 12 22 would be similar to those described under Alternative 1A, Impact ECON-15 because the
- 13 measures are similar. While implementation of Conservation Measures 2–22 could result in
- 14 beneficial effects relating to the economic welfare of a community, adverse social effects, including
- 15 effects on community cohesion, could also arise in those communities closest to character-changing
- 16 effects and those most heavily influenced by agricultural activities. Implementation of mitigation
- 17 measures and environmental commitments related to noise, visual effects, transportation,
- 18 agriculture, and recreation would reduce adverse effects (see Appendix 3B, *Environmental*
- 19 *Commitments*). These actions are summarized under Alternative 1A, Impact ECON-15.
- 20 **CEOA Conclusion:** Implementation of Conservation Measures 2–22 under Alternative 9 could affect 21 community character within the Delta region. However, because these impacts are social in nature, 22 rather than physical, they are not considered impacts under CEOA. To the extent that changes to 23 community character are related to physical impacts involving population growth, these impacts are described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2. Furthermore, 24 25 notable decreases in population or employment, even if limited to certain areas, sectors, or the 26 vacancy of individual buildings, could result in alteration of community character stemming from a 27 lack of maintenance, upkeep, and general investment.

### Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing the Proposed Conservation Measures 2-22

- 30NEPA Effects: Under Alternative 9, effects on local government fiscal conditions as a result of31conservation measure implementation would be similar to those described under Alternative 1A,32Impact ECON-16. Conservation Measures 2–22 would remove some private land from local property33tax and assessment rolls. This economic effect would be considered adverse; however, the BDCP34proponents would offset forgone property tax and assessments levied by local governments and35special districts on private lands converted to habitat.
- 36 CEQA Conclusion: Under Alternative 9, implementation of Conservation Measures 2-22 would 37 result in the removal of a portion of the property tax base for various local government entities in 38 the Delta region. Over the 50-year permit period, property tax and assessment revenue forgone is 39 estimated to reach \$176.7 million. However, the BDCP proponents would compensate local 40 governments and special districts for forgone revenue. CEQA does not require a discussion of 41 socioeconomic effects except where they would result in physical changes. If an alternative is not 42 anticipated to result in a physical change to the environment, it would not be considered to have a 43 significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131).

### Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the Proposed Conservation Measures 2–22

*NEPA Effects:* Effects related to implementation of the Conservation Measures 2–22 under this
 alternative would be similar to those described under Alternative 1A, Impact ECON-17. These
 measures may result in adverse and beneficial effects on recreational resources in the Delta region,
 resulting in the potential for decreased or increased economic activities related to recreation.

7 **CEQA Conclusion:** Implementation of conservation measures would limit opportunities for 8 recreation and compromise the quality of activities, leading to potential economic impacts. 9 However, over time, implementation could also improve the quality of existing recreational 10 opportunities, creating increased economic value with respect to recreation. This section considers 11 only the economic effects of recreational changes brought about by conservation measure 12 implementation. Potential physical changes to the environment relating to recreational resources 13 are described and evaluated in Chapter 15, *Recreation*, Section 15.3.3.16, Impacts REC-9 through 14 REC-11.

# Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

17 Effects on agricultural economics as a result of the proposed Conservation Measures 2–22 would be 18 similar to those described under Alternative 1A, Impact ECON-18. Conservation Measures 2–22 19 would convert land from existing agricultural uses. These direct effects on agricultural land are 20 described qualitatively in Chapter 14, Agricultural Resources, Section 14.3.3.16, Impacts AG-3 and 21 AG-4. Effects on agricultural economics would include effects on crop production and agricultural 22 investments resulting from restoration actions on agricultural lands. The effects would be similar in 23 kind to those described for lands converted due to construction and operation of the conveyance 24 features and facilities. The total acreage and crop mix of agricultural land potentially affected is not 25 specified at this time, but when required, the BDCP proponents would provide compensation to 26 property owners for losses due to implementation of the alternative.

*NEPA Effects:* Because implementation of the Conservation Measures 2–22 would be anticipated to
 lead to reductions in crop acreage and in the value of agricultural production in the Delta region, this
 is considered an adverse effect. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would be available to reduce these effects by preserving
 agricultural productivity and compensating off-site.

32 CEQA Conclusion: Implementation of Conservation Measures 2-22 would reduce the total value of 33 agricultural production in the Delta region. The permanent removal of agricultural land from 34 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.3.16, Impacts AG-3 and 35 AG-4. The reduction in the value of agricultural production is not considered an environmental 36 impact. Significant environmental impacts would only result if the changes in regional economics 37 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 38 required, the BDCP proponents would provide compensation to property owners for economic 39 losses due to implementation of the alternative. While the compensation to property owners would 40 reduce the severity of economic effects related to the loss of agricultural land, it would not 41 constitute mitigation for any related physical impact. Measures to reduce these impacts are 42 discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1.

#### 1 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions

- 2 The socioeconomic effects associated with operation of Alternative 9 would be similar to those
- 3 described under Alternative 1A, Impact ECON-19; however, the magnitude of the effects would be
- 4 different based on the use of separate corridors and operations under Scenario G would lead to
- 5 slightly reduced overall deliveries compared to the No Action Alternative. Changes in deliveries to
- 6 hydrologic regions could result in beneficial or adverse socioeconomic effects in these areas. In
- 7 hydrologic regions where water deliveries are predicted to increase when compared with the No
- 8 Action Alternative, more stable agricultural activities could support employment and economic
- 9 production associated with agriculture.

#### 10 Changes in SWP Deliveries Compared to No Action Alternative

- 11 Compared to No Action Alternative (2060), Alternative 9 would increase deliveries to all regions
- 12 except for the South Coast and Colorado River Regions, which would receive decreases in deliveries,
- 13 and the San Joaquin Region, which would experience no change in deliveries. Compared to the No
- Action Alternative (2060), South Coast would receive the largest net decrease (up to 81 TAF of Table
- 15 A plus Article 21 deliveries) among the regions, while San Francisco Bay would receive the largest
- 16 increase under Alternative 9 (up to 9 TAF of Table A plus Article 21 M&I deliveries) (refer to
- 17 Chapter 30, *Growth Inducement and Other Indirect Effects,* Table 30-16, for more information).

#### 18 Changes in CVP Deliveries Compared to No Action Alternative

- 19 Alternative 9 would not change M&I deliveries for the Sacramento River, South Coast, South 20 Lahontan and Colorado River Regions because there are no affected CVP contractors located in these 21 regions. Compared to the No Action Alternative (2060), Alternative 9 would result in increased 22 deliveries to the other hydrologic regions with the exception of San Joaquin River, which would 23 experience a reduction in deliveries. Compared to the No Action Alternative (2060), San Francisco 24 Bay is projected to receive the largest net increase (less than 1 TAF) among the hydrologic regions 25 (refer to Chapter 30, Growth Inducement and Other Indirect Effects, Table 30-17 for more 26 information).
- 27 NEPA Effects: Changes in deliveries to hydrologic regions could result in adverse or beneficial 28 socioeconomic effects in these areas. Reduced or less reliable water deliveries would result in 29 decreased agricultural production and, in turn, a reduction in both direct and indirect agricultural 30 employment. Economic and social patterns tied to predominant agricultural industrial activities and 31 land uses could erode, changing the character of agricultural communities in hydrologic regions. If 32 M&I deliveries were reduced to the extent that it would, in the long run, constrain population 33 growth in certain hydrologic regions, implementation of Alternative 9 could reinforce a 34 socioeconomic status quo or limit potential economic and employment growth in hydrologic 35 regions. Changes to agricultural production and population growth with its associated economic activity could also lead to shifts in the character of communities in the hydrologic regions with 36 37 resultant beneficial or adverse effects. Likewise, limited growth associated with reduced deliveries 38 could require lower expenditures for local governments while also leading to reduced revenue.

39 *CEQA Conclusion:* As described above, the operational components of BDCP Conservation Measure
 40 1 could result in a number of effects in areas receiving SWP and CVP water deliveries outside of the
 41 Delta.

#### 1 Changes in SWP Deliveries Compared to Existing Conditions

- 2 Compared to Existing Conditions, Alternative 9 would decrease deliveries to all hydrologic regions
- 3 except for the San Francisco Bay Region, which would receive an increase in deliveries, and San
- 4 Joaquin River Region, which would experience no change in deliveries. South Coast would receive
- 5 the largest net decrease (up to 151 TAF of Table A plus Article 21 deliveries) among the regions,
- 6 while San Francisco Bay would receive the only increase (up to 4 TAF) under Alternative 9 (refer to
- 7 Chapter 30, *Growth Inducement and Other Indirect Effects*, Table 30-16 for more information).

#### 8 Changes in CVP Deliveries Compared to Existing Conditions

9 Alternative 9 would not change M&I deliveries for the Sacramento River, South Coast, South

- 10 Lahontan, and Colorado River Regions because there are no affected CVP contractors located in
- 11 these regions. Compared to Existing Conditions, Alternative 9 would result in decreased deliveries
- 12 to the other hydrologic regions. Compared to Existing Conditions, San Francisco Bay is projected to
- receive the largest decrease (up to 7 TAF) among the hydrologic regions (refer to Chapter 30,
- 14 *Growth Inducement and Other Indirect Effects,* Table 30-17 for more information).

#### 15 Summary

- 16 Operation of water conveyance facilities under Alternative 9 could affect socioeconomic conditions
- 17 in the hydrologic regions receiving water from the SWP and CVP. However, because these impacts
- are social and economic in nature, rather than physical, they are not considered environmental
- 19 impacts under CEQA. To the extent that changes in socioeconomic conditions in the hydrologic
- 20 regions would lead to physical impacts, such impacts are described in Chapter 30, *Growth*
- 21 *Inducement and Other Indirect Effects,* Section 30.3.2.

#### 22 **16.3.4 Cumulative Analysis**

#### 23 16.3.4.1 Assessment Methodology

- Socioeconomic effects in the Delta region are expected to change as a result of past, present, and
  reasonably foreseeable future projects, related to population growth and changes in economic
  activity in the three regions (Chapter 30, *Growth Inducement and Other Indirect Effects*).
- 27 When the effects of the BDCP on socioeconomic conditions are considered in connection with the 28 potential effects of projects listed in Appendix 3D, Defining Existing Conditions, No Action Alternative, 29 No Project Alternative, and Cumulative Impact Conditions, the potential effects range from beneficial 30 to potentially adverse cumulative effects on socioeconomic conditions. In addition to the projects 31 listed in Appendix 3D, Defining Existing Conditions, No Action Alternative, No Project Alternative, and 32 *Cumulative Impact Conditions*, Table 16-61 lists the specific programs, projects, and policies for each 33 impact category based on the potential to contribute to a BDCP impact that could be deemed 34 cumulatively considerable. The potential for cumulative impacts on socioeconomic conditions
- 35 within the Delta region is related to physical changes in the environment.
- 36 Over the long-term, Delta communities and socioeconomic conditions therein would be subject to
- 37 risks associated with climate change, seismic activity, and other phenomena as discussed in
- 38 Appendix 3E, Long-Term No Action Conditions.
- 39

### 1Table 16-61. Effects on Socioeconomics from Programs, Projects, and Policies Included in Cumulative2Impact Assessment for the BDCP EIR/EIS

		Potential Effects on
Agency	Programs, Projects, and Policies	Socioeconomics
Department of Fish and Wildlife	California Aquatic Invasive Species Draft Rapid Response Plan	Beneficial effects on recreational economics
Department of Fish and Wildlife	Fremont Landing Conservation Bank	Adverse effects on agricultural economics, community character
Department of Fish and Wildlife	Fish Screen Project at Sherman and Twitchell Islands	
Department of Parks and Recreation	Central Valley Vision	Beneficial effects on recreational economics, community character
Department of Water Resources	North Delta Flood Control and Ecosystem Restoration Project	Potential adverse effects related to population and housing
Department of Water Resources	Dutch Slough Tidal Marsh Restoration Project	
Contra Costa Water District, Bureau of Reclamation, and Department of Water Resources	Los Vaqueros Reservoir Expansion Project	Beneficial effects on regional economics (construction-related employment and income)
Davis, Woodland, and University of California, Davis	Davis-Woodland Water Supply Project	Beneficial effects on regional economics (construction-related employment and income); potential adverse effects related to population and housing
Northeastern San Joaquin County Groundwater Banking Authority	Eastern San Joaquin Integrated Conjunctive Use Program	
University of California, Davis, California Department of Water Resources, Department of Fish and Wildlife, U.S. Fish and Wildlife Service, and Bureau of Reclamation	Delta Smelt Permanent Refuge	Beneficial effects on regional economics (construction and operational employment and income)
Bureau of Reclamation	Delta-Mendota Canal/California Aqueduct Intertie	Beneficial effects on regional economics (construction-related employment and income); potential adverse effects related to population and housing
Bureau of Reclamation, U.S. Fish and Wildlife Service, National Marine Fisheries Services, Department of Water Resources, and Department of Fish and Wildlife	San Joaquin River Restoration Program	Potential beneficial effects on recreational economics and potential adverse agricultural economics
Bureau of Reclamation and San Luis & Delta Mendota Water Authority	Grassland Bypass Project, 2010 – 2019	
Bureau of Reclamation and San Luis & Delta Mendota Water Authority	Agricultural Drainage Selenium Management Program	Potential adverse effects on agricultural economics
Water Forum and U.S. Bureau of Reclamation	Lower American River Flow Management Standard	

Socioeconomics

		Potential Effects on
Agency	Programs, Projects, and Policies	Socioeconomics
West Sacramento Area Flood Control Agency and U.S. Army Corps of Engineers	West Sacramento Levee Improvements Program	Beneficial effects on regional economics (construction-related employment and income); potential adverse effects related to population and housing
Freeport Regional Water Authority and Bureau of Reclamation	Freeport Regional Water Project	Potential adverse effects on agricultural economics
Reclamation District 2093	Staten Island Wildlife-Friendly Farming Demonstration	Potential adverse effects on agricultural economics
California Department of Fish and Wildlife	Restoring Ecosystem Integrity in the Northwest Delta	Potential adverse effects on agricultural economics
California Department of Water Resources	South Delta Temporary Barriers Project	Potential beneficial effects on agricultural economics
Central Valley Regional Water Quality Board	Irrigated Lands Regulatory Program	Potential adverse effects on agricultural economics
California Department of Fish and Wildlife	Lower Sherman Island Wildlife Area Land Management Plan	Potential adverse effects on regional economics from abandonment of natural gas wells
San Joaquin Council of Governments	San Joaquin County Multi-Species Habitat Conservation and Open Space Plan	Potential adverse effects on regional economics from abandonment of natural gas wells

1

#### 2 **16.3.4.2** Cumulative Effects of the No Action Alternative

#### 3 Regional Economics

4 Under the No Action Alternative, the regional economy of the Delta region is expected to be similar 5 in structure to that described in Section 16.1, Environmental Setting/Affected Environment. Potential 6 changes in expenditures related to recreation and municipal and industrial water uses as well as 7 potential changes in the value of agricultural production could result in changes to regional 8 employment and income in the Delta region under the No Action Alternative. The scale of the 9 economy would change with population growth; however, the structure of the economy would not. 10 Therefore, for the purposes of this analysis, no regional economic impact evaluation is undertaken 11 as the economy is assumed to be similar to that characterized by the baseline five-county Delta 12 region IMPLAN model.

#### 13 **Population and Housing**

Under the No Action Alternative, it is anticipated that the population would follow the projections
 described in Section 16.1, *Environmental Setting/Affected Environment*. Trends in housing demand
 and supply would correspond to population trends. It is assumed that the growth in housing would
 match the growth in population, as described in Section 16.1, *Environmental Setting/Affected Environment*.

#### 1 **Community Character**

Under the No Action Alternative, community character within the five-county Delta region would be
 similar to that described under Section 16.1, *Environmental Setting/Affected Environment.* Projects
 and programs implemented under this alternative would not be anticipated to create adverse effects

5 on the character of Delta communities.

#### 6 Local Government Fiscal Conditions

In consideration of the programs and plans adopted included in the No Action Alternative, local
government fiscal conditions in Delta region would be anticipated to be similar to those conditions
described under Section 16.1, *Affected Environment/Environmental Setting*. Programs resulting in
public acquisition of privately-held land, in addition to the population and economic changes
described above, could affect property and sales tax revenue; however, the overall effects of this
alternative are not anticipated to be adverse.

#### 13 **Recreational Economics**

14Recreational economics within the five-county Delta region would be anticipated to be similar to15that described under Section 16.1, Affected Environment/Environmental Setting. Projects to enhance16and manage recreational resources, along with population growth in the Region, would be expected17to increase economic activity associated with recreation in the Delta. While outside factors including18changes to fisheries could alter the quality of recreational resources, based on consideration of19ongoing measures to support recreation, adverse effects would not be anticipated.

#### 20 Agricultural Economics in the Delta Region

21 Irrigated crop acreage and value of agricultural production in the Delta region under the No Action 22 Alternative are summarized in Table 16-18. On average, \$650 million in crop value would be 23 generated on about 480 thousand irrigated acres. Field and forage crops are the two largest 24 categories in acreage, and account for over 60% of the total irrigated acreage. Over 65% of the 25 annual value of crop production is accounted for by two other crop categories: vegetable, truck, and 26 specialty, and orchards and vineyards. It is possible that some of the projects, programs, and plans 27 considered part of the No Action Alternative would reduce the total acreage and value of agricultural 28 production in the Delta region. For example, under the 2008 and 2009 NMFS and USFWS BiOps, up 29 to 8,000 acres of agricultural land could be converted to tidal habitat. Similarly, agricultural land 30 uses in the Yolo Bypass or Suisun Marsh could be periodically or permanently disrupted by other 31 habitat restoration efforts.

Because the agricultural economy of the Delta is expected to be similar in structure to that described
 in Section 16.1, *Environmental Setting/Affected Environment*, no quantitative impact evaluation was
 conducted.

#### 35 Effects in South-of-Delta Hydrologic Regions

36 Under the No Action Alternative, several assumptions would create a deviation from Existing

- 37 Conditions. First, an increase in M&I water rights demands is assumed north of the Delta, increasing
- 38 overall system demands and reducing the availability of CVP water for export south of the Delta.
- 39 Secondly, the No Action Alternative includes the effects of implementation of the Fall X2 standard,
- 40 which requires additional water releases through the Delta and would therefore reduce the
- 41 availability of water for export to SWP and CVP facilities. The No Action Alternative also includes

effects of sea level rise and climate change, factors that would also reduce the amount of water
 available for SWP and CVP supplies. These factors result in a decrease in deliveries under the No
 Action Alternative, when compared to Existing Conditions. A detailed explanation of factors
 influencing deliveries under the No Action Alternative is provided in Chapter 5, *Water Supply*,
 Section 5.3.3.1.

6 As described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 30.3.2.3, overall 7 deliveries would decrease, though SWP deliveries to the San Francisco Bay, South Coast, and 8 Colorado River hydrologic regions would increase to meet projected increases in demand in those 9 areas. Where there are reduced deliveries to agricultural contractors, it is reasonable to expect that 10 agricultural production in affected areas would also decline. This decline could result from a shift to 11 lower value crops or an increase in the acreage of land fallowed as a result of reduced deliveries or 12 reduced reliability of deliveries. Under this scenario, it would also be anticipated that employment 13 directly and indirectly associated with agriculture would decline in areas affected by reduced water 14 deliveries. The location and magnitude of effects would depend largely on local factors and 15 individual decisions. However, hydrologic regions where SWP and CVP deliveries represent a higher 16 share of total water supply and where agriculture comprises a larger proportion of applied water 17 use could be most susceptible to reductions in deliveries under the No Action Alternative. This 18 includes the Tulare and San Joaquin River regions.

19 Increased SWP deliveries to M&I contractors in the San Francisco Bay, South Coast, and Colorado 20 River hydrologic regions would be anticipated to meet demand associated with population growth 21 in those regions. In other areas, M&I deliveries would generally decrease under the No Action 22 Alternative. As discussed in Chapter 30, Growth Inducement and Other Indirect Effects, Section 23 30.3.2.5, long-term water supply reliability is an important component in enabling long-term 24 population increases. However, other factors—including natural growth, employment opportunities, 25 local policy, and quality of life—are more likely to determine population growth. Nonetheless, 26 population growth could stimulate economic activity resulting from increased demand for goods 27 and services. This increased demand could create broad economic benefits for regions whose 28 growth is supported by increased deliveries under BDCP. As with estimating changes in agricultural 29 production, the location and extent of population growth would depend largely on local factors. 30 Where M&I deliveries under the No Action Alternative would be reduced compared to Existing 31 Conditions to the extent that they would, in the long run, constrain population growth, their 32 implementation could reinforce a socioeconomic status quo or limit potential economic and 33 employment growth in hydrologic regions. Such a result could have the largest socioeconomic effect 34 on regions with high dependence on SWP and CVP deliveries and where urban uses represent a high 35 share of applied water use, including the South Lahontan region and the San Francisco Bay region 36 (in consideration of a reduction in CVP deliveries). A detailed discussion of these potential effects is 37 found in Appendix 5B, Responses to Reduced South of Delta Water Supplies.

38 Changes to SWP and CVP deliveries to the hydrologic regions under the No Action Alternative could 39 affect community character. Where agricultural deliveries decline, resultant decreases in 40 employment and production could destabilize economic and social patterns and institutions in 41 communities where agriculture is a predominant economic activity. Decreases in M&I deliveries as a 42 result of the No Action Alternative, were they to constrain long-term population growth, could 43 reinforce a socioeconomic status quo or limit potential economic and employment growth in 44 hydrologic regions. Changes in agricultural production and population growth could also affect local 45 government fiscal conditions. Declining employment and production linked to a reduction in 46 agricultural water deliveries could lead to a reduction in property and sales tax revenue. Similarly,

- 1 population growth or employment growth limited by reduced M&I deliveries could result in
- 2 foregone revenue. However, such growth could also require additional public sector expenditures
- 3 for public services and utilities. Again, the location and intensity of these effects would depend on
- factors unique to local conditions and decisions, but as noted above, those regions most dependent
   on SWP and CVP deliveries would generally be anticipated to be most directly affected by reduced
- 6 deliveries under this alternative.

#### 7 Climate Change and Catastrophic Seismic Risks

- 8 Agriculture and recreation are primary economic activities in the Delta region. The potential for 9 major seismic events, along with the potential effects of climate change, could affect ongoing 10 agricultural and recreational uses if they resulted in the failure of levees or in climatic conditions 11 less favorable for productive agricultural uses. Such events could also result in changes in the 12 character of Delta communities and effects on individual homes and businesses, potentially 13 requiring construction of new buildings. Catastrophic events resulting in levee failure could also 14 place additional financial burdens on local governments in the Delta region. In hydrologic regions, 15 disruptions to Delta water deliveries could alter agricultural and industrial activities, along with 16 general effects on water supply in hydrologic regions (See Appendix 3E, Potential Seismic and 17 *Climate Change Risks to SWP/CVP Water Supplies* and Appendix 5B, *Responses to Reduced South of* 18 Delta Water Supplies, for more detailed discussion of seismic and climate change risks and potential 19 responses to reduced supplies). While similar risks would occur under implementation of the action 20 alternatives, these risks may be reduced by BDCP-related levee improvements along with those 21 projects identified for the purposes of flood protection in Table 16-61.
- 22 Overall, the No Action Alternative would result in reduced deliveries to hydrologic regions, which 23 could create cumulative adverse socioeconomic effects related to reduced agricultural production, 24 employment, and the character of agricultural communities. Reductions in water deliveries could 25 occur in areas where a large proportion of economic activity and employment is dependent on 26 agricultural production. Reducing exports to the San Joaquin Valley and Tulare Basin would result in 27 reduced deliveries to agricultural users and associated reduction in employment opportunities. Any 28 reduction in water deliveries would result in an adverse effect to these affected workers' 29 employment and income levels. Water deliveries to southern California are made to a broad range of 30 municipal and industrial users. To the extent that reductions in deliveries to these areas would 31 constrain population or industrial growth, such reductions would also be expected to result in an 32 adverse effect on employment and income. Further discussion of these potential effects is included 33 in Chapter 28, Environmental Justice, Section 28.5.3.1, and in Chapter 30, Growth Inducement and 34 Other Indirect Effects, Section 30.3.4.

#### 35 **16.3.4.3** Cumulative Effects of the Action Alternatives

# Impact ECON-1: Temporary Effects on Regional Economics and Employment in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- 38 *NEPA Effects:* The regional economic impacts on employment and income in the Delta region
- 39 attributable to Alternatives 1A through 9 (including sea level rise and climate change) are evaluated
- in Section 16.3.3, *Effects and Mitigation Approaches*. No additional changes are estimated between
   Existing Conditions and No Action Alternative. Therefore, the impacts of Alternatives 1A through 9
- Existing Conditions and No Action Alternative. Therefore, the impacts of Alternatives 1A through 9
  (including sea level rise and climate change) compared to No Action Alternative (with sea level rise)
- 42 (including sea level rise and chinate change) compared to No Action Alternative (with 43 and climate change) are the same as in Section 16.3.3.

1 Employment and income associated with the construction of any one of the projects described in 2 Appendix 3D, Defining Existing Conditions, No Action Alternative, No Project Alternative, and 3 *Cumulative Impact Conditions*, could increase employment and income in the Delta region. The 4 projects would also potentially convert or disturb existing land use. The effects on the economy of 5 the Delta region would be similar in kind, although not magnitude, to those estimated for 6 construction of conveyance features and facilities for Alternatives 1A through 9 (see analysis earlier 7 in this chapter). In general, the changes in regional economic activity (employment and income) 8 would include increases from the construction-related activity, declines resulting from agricultural 9 or other land uses converted or impaired, declines resulting from abandonment of natural gas wells 10 on lands converted or impaired, and changes in recreation spending that could be positive or 11 negative depending on the specific project. A number of the projects described in Appendix 3D, 12 Defining Existing Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact 13 Conditions, are located within the Delta, and if their construction were concurrent with that of the 14 BDCP, the cumulative effects on employment and income would be larger than for the proposed 15 water conveyance facilities alone. Construction of water conveyance facilities, in addition to these 16 other projects would result in an increase in construction-related employment and labor income, 17 this would be considered a beneficial effect. However, these activities would also be anticipated to 18 result in a decrease in agricultural-related or natural gas-related employment and labor income, 19 which would be considered an adverse effect. The scale of BDCP activities indicates that its effects 20 are cumulatively considerable. Mitigation Measure AG-1, described in Chapter 14, Agricultural 21 Resources, Section 14.3.3.2, Impact AG-1, would be available to reduce BDCP-related effects by 22 preserving agricultural productivity and compensating off-site. Mitigation Measure MIN-5, 23 described in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-5, would be available to 24 reduce BDCP-related effects on natural gas wells and associated employment and labor income by 25 minimizing, to the extent feasible, the need for well abandonment or relocation.

26 **CEOA Conclusion:** Construction of the BDCP water conveyance facilities and projects described in 27 Appendix 3D, Defining Existing Conditions, No Action Alternative, No Project Alternative, and 28 *Cumulative Impact Conditions*, would affect total employment and income in the Delta region. The 29 potential cumulative change in total employment and income in the Delta region is based on 30 expenditures resulting from construction and resulting changes in agricultural production 31 recreation, and natural gas well operations. The total cumulative change in employment and income 32 is not considered an environmental impact. Significant environmental impacts would only result if 33 the changes in regional economics cause physical impacts. Such effects are discussed in other 34 chapters throughout this EIR/EIS. Cumulative removal of agricultural land from production is 35 addressed in Chapter 14, Agricultural Resources, Section 14.3.4, Impacts AG-1 and AG-2; cumulative 36 changes in recreation related activities are addressed in Chapter 15, Recreation, Section 15.3.4, 37 Impacts REC-16 through REC-19; cumulative abandonment of natural gas wells is addressed in 38 Chapter 26, Mineral Resources, Section 26.3.3.17, Impact MIN-13.

### Impact ECON-2: Effects on Population and Housing in the Delta Region during Construction of the Proposed Water Conveyance Facilities

*NEPA Effects:* The effects on population and housing in the Delta region attributable to Alternatives
 1A through 9 (including sea level rise and climate change) are evaluated in Section 16.3.3, *Effects and Mitigation Approaches.* No additional change in impacts is estimated when comparing

44 Alternatives 1A through 9 to No Action Alternative (with sea level rise and climate change).

- 1 Employment associated with any one of the projects described in Appendix 3D, *Defining Existing* 2 Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact Conditions, could 3 require the temporary or permanent relocation of workers into the region. The local population 4 could increase from the workers and their families, plus any additional employment generated by 5 the local spending associated with the project. In turn, demand for housing could increase. The 6 magnitude of the potential impacts would depend on the availability of workers with the required 7 skills already living within the vicinity of the project. If insufficient labor is available locally, workers 8 may relocate into the region, and the number doing this would depend on the scale and rate of 9 spending on the project.
- 10 A number of projects described in Appendix 3D, Defining Existing Conditions, No Action Alternative, 11 No Project Alternative, and Cumulative Impact Conditions, are located within the Delta, and if their 12 construction were concurrent with that of conveyance or restoration actions of BDCP alternatives, 13 the cumulative effects on population and housing during the common construction period would be 14 larger than for the proposed water conveyance facilities alone. While the combined population and 15 housing effects from BDCP and projects described in Appendix 3D, Defining Existing Conditions, No 16 Action Alternative, No Project Alternative, and Cumulative Impact Conditions, could lead to a 17 cumulatively significantly adverse effect, because the BDCP activities would not result in permanent 18 concentrated, substantial increases in population or new housing, they would not be considered to 19 be cumulatively considerable.
- *CEQA Conclusion*: Construction of the BDCP water conveyance facilities and projects described in
   Appendix 3D, *Defining Existing Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact Conditions,* would result in population increases in the Delta region. An increase
   in population, by itself, is not considered a physical impact under CEQA. Any physical impacts
   associated with the cumulative effects of the BDCP regarding population are discussed in other
   chapters. Changes in demand for public services resulting from any increase in population are
   addressed in Chapter 20, *Public Services and Utilities*, Section 20.3.3.2, Impact UT-1 through UT-6.

### Impact ECON-3: Changes in Community Character as a Result of Constructing the Proposed Water Conveyance Facilities

- 29 **NEPA Effects:** Under BDCP Alternatives 1A through 9, community character could change as a result 30 of constructing water conveyance facilities. While the location and magnitude of these effects would 31 be anticipated to vary from alternative to alternative, the nature of these effects would be similar. 32 Potential increases in population, along with reduced agricultural and recreational economic 33 contributions, could create demographic changes in Delta communities, altering their character. 34 Additionally, physical effects of construction could lead to changes in rural qualities including 35 predominant agricultural land uses, relatively low population densities, and low levels of associated 36 noise and vehicular traffic. Construction-related effects could also result in changes to community 37 cohesion if they were to restrict mobility, reduce opportunities for maintaining face-to-face 38 relationships, or disrupt the functions of community organizations or community gathering places 39 (such as schools, libraries, places of worship, and recreational facilities).
- 40 Employment, income, and land use changes associated with the projects described in Appendix 3D,
- 41 Defining Existing Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact
- 42 *Conditions*, could bring about changes in community character similar to those described above. The
- 43 magnitude of the potential impacts would depend on the timing, location, and intensity of effects
- 44 from these projects. Implementation of these projects concurrent with that of BDCP conveyance

construction would result in a cumulatively significant adverse social effect on community character
 during the common construction period. The incremental contribution of BDCP-related activities to
 this effect would be cumulatively considerable. Implementation of mitigation measures and
 environmental commitments related to noise, visual effects, transportation, agriculture, and
 recreation would reduce cumulative adverse effects (see Appendix 3B, *Environmental Commitments*). These actions are summarized under Alternative 1A, Impact ECON-3.

7 **CEQA Conclusion:** Construction of the BDCP water conveyance facilities and projects described in 8 Appendix 3D, Defining Existing Conditions, No Action Alternative, No Project Alternative, and 9 *Cumulative Impact Conditions*, could affect the character in Delta communities. To the extent that 10 project construction schedules and locations overlap, the cumulative impacts on housing and 11 population within specific communities could be substantial in intensity. However, because these 12 cumulative impacts are social in nature, rather than physical, they are not considered impacts under 13 CEOA. To the extent that changes to community character would lead to physical impacts involving 14 population growth, such impacts are described under Impact ECON-2 and in Chapter 30, Growth 15 Inducement and Other Indirect Effects, Section 30.3.2. Furthermore, notable decreases in population 16 or employment, even if limited to specific areas, sectors, or the vacancy of individual buildings, could 17 result in alteration of community character stemming from a lack of maintenance, upkeep, and 18 general investment. However, implementation of mitigation measures and environmental 19 commitments related to noise, visual effects, transportation, agriculture, and recreation, would 20 reduce the extent of these effects (see Appendix 3B, Environmental Commitments). Specifically, these 21 commitments include Develop and Implement Erosion and Sediment Control Plans, Develop and 22 Implement Hazardous Materials Management Plans, Notification of Construction and Maintenance 23 Activities in Waterways, Noise Abatement Plan, Fire Prevention and Control Plan, and Prepare and 24 Implement Mosquito Management Plans.

### Impact ECON-4: Changes in Local Government Fiscal Conditions as a Result of Constructing the Proposed Water Conveyance Facilities

- *NEPA Effects:* Under BDCP Alternatives 1A through 9, publicly-owned water conveyance facilities
   would be constructed on land of which some is currently held by private owners. Over the
   construction period, local governments and special districts would not be able to collect property
   tax and assessment revenue on this land. These decreases in revenue could potentially result in the
   loss of a substantial share of some agencies' tax bases, particularly for smaller districts affected by
   the project.
- 33 Land use changes associated with the projects described in Appendix 3D, Defining Existing 34 Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact Conditions, could 35 bring about changes similar to those described above. Those projects involving public acquisition of 36 land would be anticipated to add to the adverse effects associated with BDCP, resulting in a 37 cumulatively significant adverse effect. Other projects involving private development could also 38 create beneficial effects with respect to local government and special district revenue. The 39 magnitude of the potential effects from these projects would depend on the amount of land affected 40 and the nature of the conversion.
- 41 These cumulative economic effects would be considered adverse. Due to the extent of land required
- 42 for construction and long-term placement of water conveyance facilities, BDCP's contribution to this
- 43 cumulative economic effect would be deemed cumulatively considerable; however, the BDCP
- 44 proponents would make arrangements to compensate local governments for the loss of property tax

1 or assessment revenue for land used for constructing, locating, operating, or mitigating for new

- 2 BDCP water conveyance facilities. Additionally, as discussed under Impact ECON-1 for each
- 3 alternative, construction of the water conveyance facilities would be anticipated to result in a net
- 4 increase of income and employment in the Delta region. This would also create an indirect beneficial
- 5 effect through increased sales tax revenue for local government entities that rely on sales taxes.

6 **CEQA Conclusion:** Construction of the BDCP water conveyance facilities and projects described in 7 Appendix 3D, Defining Existing Conditions, No Action Alternative, No Project Alternative, and 8 *Cumulative Impact Conditions*, would result in the removal of a portion of the property tax base for 9 various local government entities in the Delta region. To the extent that these projects collectively 10 remove land from individual entities' tax rolls, the cumulative fiscal impacts could be substantial in 11 intensity. However, the Sacramento–San Joaquin Delta Reform Act commits the entities receiving 12 water from the State Water Project and federal Central Valley Project to mitigate for lost property 13 tax and assessment revenue associated with land needed for the construction of new conveyance 14 facilities (Water Code Section 85089). Additionally, any losses could be offset, at least in part, by an 15 anticipated increase in sales tax revenue. CEQA does not require a discussion of socioeconomic 16 effects except where they would result in reasonably foreseeable physical changes. If an alternative 17 is not anticipated to result in a physical change to the environment, it would not be considered to 18 have a significant impact under CEQA (CEQA Guidelines Sections 15064(f) and 15131). Here, any 19 physical consequences resulting from fiscal impacts are too speculative to ascertain.

#### Impact ECON-5: Effects on Recreational Economics as a Result of Constructing the Proposed Water Conveyance Facilities

22 **NEPA Effects:** Under Alternatives 1A through 9, substantial disruption of recreational activities 23 considered temporary and permanent would occur in specific areas during the construction period, 24 as described and defined in Chapter 15, *Recreation*, Section 15.3.4, Impacts REC-16 through REC-19. 25 The quality of recreational activities including boating, fishing, waterfowl hunting, and hiking in the 26 Delta could be affected by noise, lighting, traffic, and visual degradation in proximity to water 27 conveyance construction. Additionally, under Alternative 9, several recreational facilities would be 28 permanently displaced and others would be temporarily disturbed during construction. A 29 substantial decline in visits to the Delta region as a result of facility construction would be expected 30 to reduce recreation-related spending, creating an adverse effect throughout the Delta. Additionally, 31 if construction activities shift the relative popularity of different recreational sites, the project may 32 carry localized beneficial or adverse effects.

Changes to recreational opportunities or quality associated with construction of the projects
 described in Appendix 3D, *Defining Existing Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact Conditions,* could bring about changes similar to those described above.
 Those projects involving in-water construction in recreational areas would be anticipated to add to
 the adverse effects associated with the BDCP; however, other projects involving the development or
 improvement of recreational opportunities could create beneficial effects with respect to
 recreational economic activity.

- 40 Under the BDCP alternatives, mitigation measures and environmental commitments would be
- 41 implemented to reduce some of the effects of construction activities upon the recreational
- 42 experience. These include protection of waterway navigation, recreational access, public views, and
- 43 noise abatement, as described in Chapter 15, *Recreation*, Chapter 17, *Aesthetics and Visual Resources*,
- 44 Chapter 19, *Transportation*, and Appendix 3B, *Environmental Commitments*.

- 1 Construction of water conveyance structures, in conjunction with construction activities for other 2 projects, would be anticipated to result in a lower-quality recreational experience in a number of 3 localized areas throughout the Delta, despite the implementation of environmental commitments. 4 With a decrease in recreational quality, the number of visits would be anticipated to decline, at least 5 in areas closest to construction activities. Fewer visits would lead to less spending, creating a 6 cumulatively significant adverse effect. While visitors can adjust their recreational patterns to avoid 7 areas substantially affected by construction activities (by boating or fishing elsewhere in the Delta, 8 for instance), recreation-dependent businesses including marinas and recreational supply retailers 9 may not be able to economically weather the effects of multiyear construction activities and may be 10 forced to close as a result, even while businesses in areas that become more popular could benefit. 11 The multi-year schedule and geographic scale of BDCP construction activities and the anticipated 12 incremental decline in recreational spending would be cumulatively considerable. The 13 environmental commitments cited above would contribute to the reduction of this effect and long-14 term benefits that may improve some recreation access and resources.
- *CEQA Conclusion*: Construction of the BDCP water conveyance facilities and projects described in
   Appendix 3D, *Defining Existing Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact Conditions,* could impact recreational revenue in the Delta region if construction
   activities result in fewer visits to the area. Fewer visits would be anticipated to result in decreased
   economic activity related to recreational activities. This section considers only the economic effects
   of recreational changes brought about by construction of the proposed water conveyance facilities.
   Potential physical changes to the environment relating to cumulative recreational resources are
- described and evaluated in Chapter 15, *Recreation*, Section 15.3.4, Impacts REC-16 through REC-19.

### Impact ECON-6: Effects on Agricultural Economics in the Delta Region during Construction of the Proposed Water Conveyance Facilities

- The agricultural economics impact in the Delta region attributable to Alternatives 1A through 9
   (including sea level rise and climate change) is evaluated in Section 16.3.3, *Effects and Mitigation Approaches*. No additional changes in impacts are estimated when comparing Alternatives 1A
   through 9 to No Action Alternative (with sea level rise and climate change).
- Projects described in Appendix 3D, *Defining Existing Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact Conditions,* could lead to the conversion or impairment of
  existing land uses, resulting in loss of existing economic activity, jobs, and tax revenues. This would
  occur due to temporary or permanent footprints of facilities such as pipelines, canals, levees, or
  habitat restoration. Projects that would convert existing Delta land uses could impose a cumulative
  impact on the Delta region. The nature of such impacts is discussed in the Cumulative Analysis
  section in Chapter 13, *Land Use*, Section 13.3.4, Impact LU-8.
- *NEPA Effects:* Because construction of the proposed water conveyance facilities, in addition to the
   other projects, programs, and plans considered, would lead to reductions in crop acreage and in the
   value of agricultural production in the Delta region, this is considered an adverse effect and the
   incremental contribution of BDCP-related activities would be cumulatively considerable. Mitigation
   Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact AG-1, would
   be available to reduce BDCP-related effects by preserving agricultural productivity and
   compensating off-site.
- 43 *CEQA Conclusion*: Construction of the BDCP water conveyance facilities and projects described in
   44 Appendix 3D, *Defining Existing Conditions, No Action Alternative, No Project Alternative, and*

- 1 *Cumulative Impact Conditions*, could reduce the total value of agricultural production in the Delta
- 2 region. The reduction in the value of agricultural production is not considered an environmental
- 3 impact. Significant environmental impacts would only result if the changes in regional economics
- 4 cause physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. The
- 5 potential cumulative impacts from permanent removal of agricultural land from production are
- 6 addressed in Chapter 14, *Agricultural Resources*, Section 14.3.4, Impacts AG-1 and AG-2.

### Impact ECON-7: Permanent Regional Economic and Employment Effects in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

- 9 Cumulative effects on regional economics during operation and maintenance of the BDCP and
   10 projects described in Appendix 3D, *Defining Existing Conditions, No Action Alternative, No Project* 11 *Alternative, and Cumulative Impact Conditions,* would be similar in kind, although not magnitude, to
   12 those described under Section 16.3.4, *Cumulative Analysis,* Impact ECON-1.
- 13 **NEPA Effects:** Increased expenditures related to operation and maintenance of water conveyance 14 facilities would be expected to result in a permanent increase in regional employment and income, 15 as presented in Table 16-22. This would be considered a beneficial effect. However, the permanent 16 removal of agricultural land following construction would have lasting negative effects on 17 agricultural employment and income, as shown in Table 16-23. Considered together, the cumulative 18 effects of these projects on agricultural employment would be adverse and the effect of BDCP 19 activities would be cumulatively considerable. Mitigation Measure AG-1, described in Chapter 14, 20 Agricultural Resources, Section 14.3.3.2, Impact AG-1, would be available to reduce BDCP-related 21 effects by preserving agricultural productivity and compensating off-site.
- 22 **CEOA Conclusion:** Operation and maintenance of the proposed water conveyance facilities would 23 increase total employment and income in the Delta region. The net change would result from 24 expenditures on operation and maintenance and from changes in agricultural production, which 25 could also be affected by other projects, programs, and plans in the Delta region. The total change in 26 income and employment is not, in itself, considered an environmental impact. Significant 27 environmental impacts would only result if the changes in regional economics cause physical 28 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. Costs are addressed 29 in Chapter 8 of the BDCP, Implementation Costs and Funding Sources; removal of agricultural land 30 from production is addressed in Chapter 14, Agricultural Resources, Section 14.3.4, Impacts AG-1 31 and AG-2; changes in recreation related activities are addressed in Chapter 15, *Recreation*, Section 32 15.3.4, Impacts REC-20 and REC-21.

### Impact ECON-8: Permanent Effects on Population and Housing in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

35 **NEPA Effects:** Cumulative effects on population and housing during operation and maintenance of 36 the BDCP and projects described in Appendix 3D, Defining Existing Conditions, No Action Alternative, 37 No Project Alternative, and Cumulative Impact Conditions, would be similar in kind, although not 38 magnitude, to those described under Section 16.3.4, Cumulative Analysis, Impact ECON-2. It is 39 anticipated that non-local workers would relocate to the five-county region, thus adding to the local 40 population. However, this additional population and any population added by other projects in the 41 Delta region would be anticipated to result in only a minor increase in the total 2020 projected 42 regional population of 4.6 million and be distributed throughout the region. It is anticipated that 43 most of the operational workforce would be drawn from within the five-county region.

- Consequently, operation of the conveyance facilities, in addition to the effects of other projects,
   would not result in cumulative adverse effects on housing.
- *CEQA Conclusion:* Operation and maintenance of the proposed water conveyance facilities, in
   addition to other programs, plans, policies, and projects in the Delta region, would result in minor
   population increases in the Delta region with adequate housing supply to accommodate the change
   in population and therefore adverse changes in the physical environment are not anticipated.

### 7 Impact ECON-9: Changes in Community Character during Operation and Maintenance of the 8 Proposed Water Conveyance Facilities

- 9 **NEPA Effects:** Under BDCP Alternatives 1A through 9, community character could change during the 10 continued operation and maintenance of water conveyance facilities. While the location and 11 magnitude of these effects would be anticipated to vary from alternative to alternative, the nature of these effects would be similar. Changes in population, along with reduced agricultural and 12 13 recreational economic contributions, could create demographic changes in Delta communities, 14 altering their character. Additionally, continued physical effects of operations could lead to changes 15 in rural qualities including predominant agricultural land uses, relatively low population densities, 16 and low levels of associated noise and vehicular traffic. Such lasting effects could also result in 17 changes to community cohesion if they were to restrict mobility, reduce opportunities for 18 maintaining face-to-face relationships, or disrupt the functions of community organizations or 19 community gathering places (such as schools, libraries, places of worship, and recreational 20 facilities).
- 21 Employment, income, and land use changes associated with the projects described in Appendix 3D, 22 Defining Existing Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact 23 Conditions, could bring about changes in community character similar to those described above. The 24 magnitude of the potential impacts would depend on the location and intensity of effects from these 25 projects. However, the resultant cumulative social effects on community character would be 26 significant and adverse. The incremental contribution of BDCP-related activities to this effect would 27 be cumulatively considerable. Implementation of mitigation measures and environmental 28 commitments related to noise, visual effects, transportation, agriculture, and recreation would 29 reduce cumulative adverse effects (see Appendix 3B, Environmental Commitments). These actions 30 are summarized under Alternative 1A, Impact ECON-9.
- 31 **CEQA** Conclusion: Continued operation and maintenance of BDCP water conveyance features, along 32 with projects described in Appendix 3D, Defining Existing Conditions, No Action Alternative, No 33 Project Alternative, and Cumulative Impact Conditions, could affect the character in Delta 34 communities. To the extent that project locations overlap, the cumulative impacts on housing and 35 population within specific communities could be substantial in intensity. However, because these 36 cumulative impacts are social in nature, rather than physical, they are not considered impacts under 37 CEQA. To the extent that changes to community character would lead to physical impacts involving 38 population growth, such impacts are described under Impact ECON-8 and in Chapter 30, Growth 39 *Inducement and Other Indirect Effects*, Section 30.3.2. Furthermore, notable decreases in population 40 or employment, even if limited to specific areas, sectors, or the vacancy of individual buildings, could 41 result in alteration of community character stemming from a lack of maintenance, upkeep, and 42 general investment.
#### Impact ECON-10: Changes in Local Government Fiscal Conditions during Operation and Maintenance of the Proposed Water Conveyance Facilities

*NEPA Effects:* Under BDCP Alternatives 1A through 9, publicly-owned water conveyance facilities
 would be located, operated, and maintained on land of which some is currently held by private
 owners. Over the 50-year permit period, local governments and special districts would not be able
 to collect property tax and assessment revenue on this land. These decreases in revenue could
 potentially result in the loss of a substantial share of some agencies' tax bases, particularly for
 smaller districts affected by the project.

9 Land use changes associated with the projects described in Appendix 3D, Defining Existing 10 Conditions. No Action Alternative. No Project Alternative, and Cumulative Impact Conditions, could 11 bring about changes similar to those described above. Those projects involving public acquisition of 12 land would be anticipated to add to the adverse effects associated with the BDCP resulting in a 13 cumulatively significant adverse effect. Other projects involving private development could create 14 beneficial effects with respect to local government and special district revenue. The magnitude of 15 the potential effects from these projects would depend on the amount of land affected and the 16 nature of the conversion.

17 These cumulative economic effects would be considered adverse. Due to the extent of land required 18 for construction and long-term placement of water conveyance facilities, BDCP's contribution to this 19 cumulative economic effect would be deemed cumulatively considerable; however, the BDCP 20 proponents would make arrangements to compensate local governments for the loss of property tax 21 or assessment revenue for land used for constructing, locating, operating, or mitigating for new 22 BDCP water conveyance facilities. Additionally, as discussed under Impact ECON-7 for Alternatives 23 1A, 1C, 2A, 2C, 3, 4, 5, 6A, 6C, 7, 8, and 9 above, construction of the water conveyance facilities would 24 be anticipated to result in a net increase of income and employment in the Delta region. This may 25 create an indirect beneficial effect through increased sales tax revenue for local government entities 26 that rely on sales taxes. However, under Alternatives 1B, 2B, and 6B, decreased income and 27 employment could create additional strains on the finances of local government entities.

28 **CEQA Conclusion:** Continued operation and maintenance of the BDCP water conveyance facilities 29 and projects described in Appendix 3D, Defining Existing Conditions, No Action Alternative, No Project 30 Alternative, and Cumulative Impact Conditions, would restrict potential property tax and assessment 31 revenue for various local government entities in the Delta region. To the extent that these projects 32 collectively remove land from individual entities' tax rolls, the cumulative fiscal impacts could be 33 substantial in intensity. However, the Sacramento-San Joaquin Delta Reform Act commits the 34 entities receiving water from the State Water Project and federal Central Valley Project to mitigate 35 for lost property tax and assessment revenue associated with land needed for the continued operation and maintenance of new conveyance facilities (Water Code Section 85089). Additionally, 36 37 under some BDCP alternatives, some losses may be mitigated by increases in sales tax revenue. 38 CEQA does not require a discussion of socioeconomic effects except where they would result in 39 reasonably foreseeable physical changes. If an alternative is not anticipated to result in a physical 40 change to the environment, it would not be considered to have a significant impact under CEQA 41 (CEQA Guidelines Sections 15064(f) and 15131). Here, any physical consequences resulting from 42 fiscal impacts are too speculative to ascertain.

#### Impact ECON-11: Effects on Recreational Economics during Operation and Maintenance of the Proposed Water Conveyance Facilities

#### 3 Alternatives 1A through 8

Under Alternatives 1A through 8, water conveyance structures are expected to permanently
 displace some recreational access along the alternative alignments. These impacts are discussed in

6 Chapter 15, *Recreation*, Sections 15.3.3.2 through 15.3.3.15.

7 Maintenance of conveyance facilities, including intakes, would result in periodic temporary but not

- 8 substantial adverse effects on boat passage and water-based recreational activities. Similarly,
- 9 recreational changes associated with operation and maintenance of the projects described in
- 10 Appendix 3D, Defining Existing Conditions, No Action Alternative, No Project Alternative, and
- 11 *Cumulative Impact Conditions*, would not be anticipated to create adverse economic effects related to 12 recreation.
- *NEPA Effects:* Because effects of facility maintenance would be short-term and intermittent,
   substantial cumulative economic effects are not anticipated to result.

#### 15 Alternative 9

- 16 Recreational changes associated with operation and maintenance of the projects described in 17 Appendix 3D, Defining Existing Conditions, No Action Alternative, No Project Alternative, and 18 *Cumulative Impact Conditions*, would not be anticipated to create adverse economic effects related to 19 recreation. However, under BDCP Alternative 9, recreational activities including boat passage and 20 navigation would be adversely affected by water conveyance operations. Operable gate and boat 21 passage facilities would require boaters to wait for passage and would require speed limits in 22 nearby areas. In some areas, boat navigation could be enhanced due to dredging activities and a new 23 channel connection. However, use of operable gates would result in an adverse effect on recreational 24 activities and would be anticipated to result in a cumulative adverse economic effect, at least in 25 localized areas, by reducing the quality of the boating experience, along with other water-based 26 recreation.
- *NEPA Effects:* The incremental effect of operating BDCP Alternative 9 would be cumulatively
   considerable. An environmental commitment to retain passage at some facilities, along with
   implementation of Mitigation Measures REC-13a and REC-13b would reduce the severity of this
   effect.
- 31 **CEQA** Conclusion: Recreational changes associated with operation and maintenance of the projects 32 described in Appendix 3D, Defining Existing Conditions, No Action Alternative, No Project Alternative, 33 and Cumulative Impact Conditions, would not be anticipated to create adverse economic effects 34 related to recreation. Similarly, operation and maintenance activities associated with the proposed 35 water conveyance facilities under Alternatives 1A through 8 would only be anticipated to create 36 minor effects on recreational spending. However, operation of Alternative 9 would be anticipated to 37 result in substantial effects on recreational resources and therefore, to reduce related economic 38 activity such as lodging, food, fuel, and accessories. This section considers only the economic effects 39 of recreational changes. Potential physical changes to the environment relating to recreational 40 resources are described and evaluated in Chapter 15, *Recreation*, Sections 15.3.3.2 through 15.3.3.15
- 41 and Section 15.3.4, Impacts REC-20 and REC-21.

### Impact ECON-12: Permanent Effects on Agricultural Economics in the Delta Region during Operation and Maintenance of the Proposed Water Conveyance Facilities

Cumulative effects on agricultural economics during operation and maintenance of the BDCP
 Alternatives 1A through 9 and projects described in Appendix 3D, *Defining Existing Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact Conditions,* would be similar in
 kind, although not magnitude, to those described under Section 16.3.4, *Cumulative Analysis,* Impact
 ECON-6.

*NEPA Effects:* Together, the footprint of water conveyance facilities proposed under BDCP, along
 with other projects, programs, and plans, would result in lasting reductions in crop acreage and in
 the value of agricultural production in the Delta region; therefore, this is considered an adverse
 cumulative effect and the incremental BDCP contribution to this effect would be cumulatively
 considerable. Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section
 14.3.3.2, Impact AG-1, would be available to reduce BDCP-related effects by preserving agricultural
 productivity and compensating off-site.

15 **CEQA Conclusion:** Operation and maintenance of the BDCP and projects described in Appendix 3D, 16 Defining Existing Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact 17 *Conditions*, could reduce the total value of agricultural production in the Delta region. The reduction 18 in the value of agricultural production is not considered an environmental impact. Significant 19 environmental impacts would only result if the changes in regional economics cause physical 20 impacts. Such effects are discussed in other chapters throughout this EIR/EIS. The potential 21 cumulative impacts from permanent removal of agricultural land from production are addressed in 22 Chapter 14, *Agricultural Resources*, Section 14.3.4, Impacts AG-1 and AG-2.

## Impact ECON-13: Effects on the Delta Region's Economy and Employment Due to the Implementation of the Proposed Conservation Measures 2–22

25 **NEPA Effects:** Cumulative effects on regional economics as a result of implementing Conservation 26 Measures 2–22 related to the BDCP and projects described in Appendix 3D, Defining Existing 27 Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact Conditions, would be 28 similar in kind, although not magnitude, to those described under Section 16.3.4, *Cumulative* 29 Analysis, Impact ECON-1. In the Delta region, spending on Conservation Measures 2–22 associated 30 with BDCP Alternatives 1A through 9 and other similar projects would include construction, 31 operation and maintenance activities that would convert or disturb existing land use. Because 32 implementation of Conservation Measures 2–22, along with effects of similar projects, would be 33 anticipated to result in an increase in construction and operation and maintenance-related 34 employment and labor income, this would be considered a beneficial effect. However, 35 implementation of these BDCP components and other non-BDCP projects would also be anticipated 36 to result in a decrease in agricultural-related and natural gas production-related employment and 37 labor income, which would be considered an adverse cumulative effect and the incremental BDCP 38 contribution to this effect would be cumulatively considerable. Mitigation Measure AG-1, described 39 in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1, would be available to reduce 40 BDCP-related effects by preserving agricultural productivity and compensating off-site. Mitigation 41 Measure MIN-5, described in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-5, would 42 be available to reduce BDCP-related effects on natural gas well-related employment and labor 43 income by minimizing, to the extent feasible, the need for well abandonment or relocation.

1 **CEOA Conclusion:** Implementation of the proposed Conservation Measures 2–22 would affect total 2 employment and income in the Delta region. The change in total employment and income in the 3 Delta region is based on expenditures resulting from implementation of the proposed Conservation 4 Measures 2–22 and any resulting changes in agricultural production, recreation, and natural gas 5 production activities. The total change in employment and income is not, in itself, considered an 6 environmental impact. Significant environmental impacts would only result if the changes in 7 regional economics cause physical impacts. Such effects are discussed in other chapters throughout 8 this EIR/EIS. Removal of agricultural land from production is addressed in Chapter 14, Agricultural 9 Resources, Section 14.3.3.2, Impacts AG-3 and AG-4; changes in recreation-related activities are 10 addressed in Chapter 15, *Recreation*, Section 15.3.3.2, Impacts REC-9 through REC-11; abandonment 11 of natural gas wells is addressed in Chapter 26, Mineral Resources, Section 26.3.3.2, Impact MIN-5.

### Impact ECON-14: Effects on Population and Housing in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

- 14 Cumulative effects on population and housing as a result of implementing Conservation Measures 2–
- 15 22 related to the BDCP and projects described in Appendix 3D, *Defining Existing Conditions, No*
- 16 Action Alternative, No Project Alternative, and Cumulative Impact Conditions, would be similar in
- 17 kind, although not magnitude, to those described under Section 16.3.4, *Cumulative Analysis*, Impact
- 18 ECON-2. In general, the changes in population and housing associated with BDCP Alternatives 1A
- 19 through 9, as well as similar conservation efforts in the Delta region, would include increases in
- population from the construction and operation and maintenance-related activity and declines in
   residential housing and business establishments as a result of lands converted or impaired.
- *NEPA Effects:* Because these activities would not be anticipated to result in concentrated,
   substantial increases in population or new housing, they would not be considered to have an
   adverse cumulative effect.
- *CEQA Conclusion*: Implementation of the proposed Conservation Measures 2–22 would impact total
   population and housing in the Delta region. The change in total population and housing in the Delta
   region is based on employment resulting from implementation of the proposed Conservation
   Measures 2–22. The change in population and housing is expected to be minor relative to the five county Delta region, and dispersed throughout the region. Therefore, significant changes to the
   physical environment are not anticipated to result.

### Impact ECON-15: Changes in Community Character as a Result of Implementing the Proposed Conservation Measures 2–22

- 33 **NEPA Effects:** Cumulative effects on community character as a result of implementing Conservation 34 Measures 2–22 related to the BDCP and projects described in Appendix 3D, Defining Existing 35 Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact Conditions, would be 36 similar in kind, although not magnitude, to those described above under Impacts ECON-3 and ECON-37 9. Changes in population and in agricultural and recreational economic contributions could create 38 demographic changes in Delta communities, altering their character and resulting in potential 39 effects on community cohesion. Additionally, physical effects of conservation measure 40 implementation could improve or detract from the rural qualities of Delta communities.
- 41 Employment, income, and land use changes associated with the projects described in Appendix 3D,
- 42 Defining Existing Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact
- 43 *Conditions*, could bring about changes in community character similar to those described above. The

- magnitude of the potential impacts would depend on the location and intensity of effects from these
   projects. However, the resulting cumulative social effects on community character would be
   anticipated to be significant and adverse. The incremental contribution of BDCP-related activities to
   this effect would be cumulatively considerable. Implementation of mitigation measures and
   environmental commitments related to noise, visual effects, transportation, agriculture, and
   recreation would reduce cumulative adverse effects (see Appendix 3B, *Environmental Commitments*). These actions are summarized under Alternative 1A, Impact ECON-15.
- 8 **CEQA Conclusion:** Implementation of BDCP Conservation Measures 2–22, along with projects 9 described in Appendix 3D, Defining Existing Conditions, No Action Alternative, No Project Alternative, 10 and Cumulative Impact Conditions, could affect the character in Delta communities. To the extent 11 that project locations overlap, the cumulative impacts on housing and population within specific 12 communities could be substantial in intensity. However, because these cumulative impacts are 13 social in nature, rather than physical, they are not considered impacts under CEOA. To the extent 14 that changes to community character would lead to physical impacts involving population growth, 15 such impacts are described in Chapter 30, Growth Inducement and Other Indirect Effects, Section 16 30.3.2. Furthermore, notable decreases in population or employment, even if limited to specific 17 areas, sectors, or the vacancy of individual buildings, could result in alteration of community 18 character stemming from a lack of maintenance, upkeep, and general investment.

# 19 Impact ECON-16: Changes in Local Government Fiscal Conditions as a Result of Implementing 20 the Proposed Conservation Measures 2–22

- 21 **NEPA Effects:** Cumulative effects on community character as a result of implementing Conservation 22 Measures 2–22 related to the BDCP and projects described in Appendix 3D, Defining Existing 23 Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact Conditions, would be 24 similar in kind, although not magnitude, to those described above under Impacts ECON-4 and ECON-25 10. Under BDCP Alternatives 1A through 9, implementation of Conservation Measures 2–22 26 including CM3, CM4, CM5, and CM10 would take place on at least some land currently held by 27 private owners. Local governments and special districts would not be able to collect property tax 28 and assessment revenue on this land. These decreases in revenue could potentially result in the loss 29 of a substantial share of some agencies' tax bases, particularly for smaller districts affected by the 30 project.
- 31 Land use changes associated with the projects described in Appendix 3D, Defining Existing 32 Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact Conditions, could 33 bring about changes similar to those described above. Those projects involving public acquisition of 34 land would be anticipated to add to the adverse effects associated with the BDCP resulting in a 35 cumulatively significant adverse effect. Other projects involving private development could create 36 beneficial effects with respect to local government and special district revenue. The magnitude of 37 the potential effects from these projects would depend on the amount of land affected and the 38 nature of the conversion. These cumulative economic effects would be considered adverse. Due to 39 the extent of land required for construction and long-term placement of water conveyance facilities, 40 BDCP's contribution to this cumulative economic effect would be deemed cumulatively 41 considerable; however, the BDCP proponents would offset forgone property tax and assessments 42 levied by local governments and special districts on private lands converted to habitat.
- 43 *CEQA Conclusion:* Implementation of BDCP Conservation Measures 2–22, along with projects
   44 described in Appendix 3D, *Defining Existing Conditions, No Action Alternative, No Project Alternative,*

1 and Cumulative Impact Conditions, would restrict potential property tax and assessment revenue for 2 various local government entities in the Delta region. To the extent that these projects collectively 3 remove land from individual entities' tax rolls, the cumulative fiscal impacts could be substantial in 4 intensity. However, the BDCP proponents would compensate local governments and special districts 5 for forgone revenue. CEQA does not require a discussion of socioeconomic effects except where they 6 would result in physical changes. If an alternative is not anticipated to result in a physical change to 7 the environment, it would not be considered to have a significant impact under CEQA (CEQA 8 Guidelines Sections 15064(f) and 15131).

### 9 Impact ECON-17: Effects on Recreational Economics as a Result of Implementing the 10 Proposed Conservation Measures 2–22

11 NEPA Effects: Implementation of Conservation Measures 2–22 under BDCP Alternatives 1A through 12 9 would be anticipated to create an adverse effect on recreational resources by limiting access to 13 facilities, restricting boat navigation and disturbing fish habitat while restoration activities are 14 taking place. These measures may also permanently reduce the extent of upland recreation sites. 15 However, over the 50-year permit period, these components could also create beneficial effects by 16 enhancing aquatic habitat and fish abundance, expanding the extent of navigable waterways 17 available to boaters, and improving the quality of existing upland recreation opportunities. Similar 18 adverse or beneficial effects could also result from the projects described in Appendix 3D, Defining 19 Existing Conditions, No Action Alternative, No Project Alternative, and Cumulative Impact Conditions. 20 Therefore, the potential exists for the creation of significant cumulative adverse and beneficial 21 effects related to recreational economics. In the case that significant adverse economic effects arise, 22 the BDCP's incremental contribution could be cumulatively considerable.

23 **CEQA** Conclusion: Site preparation and earthwork activities associated with the BDCP and non-24 BDCP conservation and habitat restoration projects would limit opportunities for recreational 25 activities where they are conducted in or near existing recreational areas. Noise, odors, and visual 26 effects of construction activities would also temporarily compromise the quality of recreation in and 27 around these areas, leading to potential economic impacts. However, over time, implementation of 28 these projects could collectively improve the quality of existing recreational opportunities, leading 29 to increased economic activity. This section considers only the economic effects of recreational 30 changes brought about by conservation measure implementation. Potential physical changes to the 31 environment relating to recreational resources are described and evaluated in Chapter 15, 32 Recreation, Sections 15.3.3.2 through 5.3.3.16, Impacts REC-9 through REC-11.

## Impact ECON-18: Effects on Agricultural Economics in the Delta Region as a Result of Implementing the Proposed Conservation Measures 2–22

35 Cumulative effects on agricultural economics as a result of implementing Conservation Measures 2– 36 22 related to the BDCP and projects described in Appendix 3D, Defining Existing Conditions, No 37 Action Alternative, No Project Alternative, and Cumulative Impact Conditions, would be similar in 38 kind, although not magnitude, to those described under Section 16.3.4, Cumulative Analysis, Impact 39 ECON-6. Conservation Measures 2–22 associated with BDCP alternatives 1A through 9, along with 40 other conservation efforts in the Delta region, would convert land from existing agricultural uses. 41 These direct effects on agricultural land are described qualitatively in Chapter 14, Agricultural 42 Resources, Section 14.3.4, Impacts AG-3 and AG-4. Effects on agricultural economics would include 43

effects on crop production and agricultural investments resulting from restoration actions on
agricultural lands. The effects would be similar in kind to those described for lands converted due to

- 1 construction and operation of the conveyance features and facilities. The total acreage and crop mix
- 2 of agricultural land potentially affected is not specified at this time, but when required, the BDCP
- 3 proponents would provide compensation to property owners for economic losses due to
- 4 implementation of a BDCP action alternative.
- *NEPA Effects:* Because implementation of Conservation Measures 2–22, along with similar activities
   not associated with BDCP, would be anticipated to lead to reductions in crop acreage and in the
   value of agricultural production in the Delta region, this is considered an adverse cumulative effect.
   Mitigation Measure AG-1, described in Chapter 14, *Agricultural Resources*, Section 14.3.3.2, Impact
   AG-1, would be available to reduce BDCP-related effects by preserving agricultural productivity and
   compensating off-site.
- 11 **CEQA Conclusion:** Implementation of Conservation Measures 2–22 would reduce the total value of 12 agricultural production in the Delta region. The permanent removal of agricultural land from 13 production is addressed in Chapter 14, Agricultural Resources, Section 14.3.4, Impacts AG-3 and AG-14 4. The reduction in the value of agricultural production is not considered an environmental impact. 15 Significant environmental impacts would only result if the changes in regional economics cause 16 physical impacts. Such effects are discussed in other chapters throughout this EIR/EIS. When 17 required, the BDCP proponents would provide compensation to property owners for economic 18 losses due to implementation of a BDCP action alternative. While the compensation to property 19 owners would reduce the severity of economic effects related to the loss of agricultural land, it 20 would not constitute mitigation for any related physical impact. Measures to reduce these impacts 21 are discussed in Chapter 14, Agricultural Resources, Section 14.3.3.2, Impact AG-1.

#### 22 Impact ECON-19: Socioeconomic Effects in the South-of-Delta Hydrologic Regions

#### 23 Alternatives 1A through 5

24 **NEPA Effects:** The cumulative socioeconomic effects associated with the implementation of the 25 projects, programs, and policies summarized in Table 16-61, along with operation of Alternatives 26 1A, 1B, 1C, 2A, 2B, 2C, 3, 4, and 5 could result in adverse and beneficial effects on socioeconomics in 27 the hydrologic regions. Programs and policies that would present barriers to continued growth 28 could limit the potential for economic and employment growth while those that would reduce water 29 deliveries or increase regulatory burdens for agricultural operations could result in decreased 30 production and a decline in related employment. Generally, changes in deliveries to hydrologic 31 regions, whether created by BDCP-related activities or other projects, programs, or polices could 32 result in beneficial and adverse socioeconomic effects in communities throughout the hydrologic 33 regions. These BDCP alternatives would be anticipated to generally contribute to an increase in total 34 SWP and CVP deliveries. In hydrologic regions where water deliveries are predicted to increase 35 when compared with the No Action Alternative, more stable agricultural activities could support 36 employment and economic production associated with agriculture. Such changes to agricultural 37 production and population growth with its associated economic activity could also lead to shifts in 38 the character of communities in the hydrologic regions with resultant beneficial or adverse effects. 39 Likewise, growth associated with deliveries could require additional expenditures for local 40 governments while also supporting increases in revenue. Please refer to Chapter 30, Growth 41 Inducement and Other Indirect Effects, Section 30.3.2, for additional discussion.

42 *CEQA Conclusion:* Operation of water conveyance facilities under Alternatives 1A through 5, along
 43 with socioeconomic effects from other projects, programs, and policies, could affect socioeconomic

conditions in the hydrologic regions receiving water from the SWP and CVP. However, because these
 cumulative impacts are social and economic in nature, rather than physical, they are not considered
 environmental impacts under CEQA. To the extent that changes in socioeconomic conditions in the
 hydrologic regions would lead to physical impacts, such impacts are described in Chapter 30,
 *Growth Inducement and Other Indirect Effects*, Section 30.3.2.

#### 6 Alternatives 6A through 9

7 **NEPA Effects:** The cumulative socioeconomic effects associated with the implementation of the 8 projects, programs, and policies summarized in Table 16-61, along with operation of Alternatives 9 6A, 6B, 6C, 7, 8, and 9 could result in adverse and beneficial effects on socioeconomics in the 10 hydrologic regions. Programs and policies that would present barriers to continued growth could 11 limit the potential for economic and employment growth while those that would reduce water 12 deliveries or increase regulatory burdens for agricultural operations could result in decreased 13 production and a decline in related employment. Generally, changes in deliveries to hydrologic 14 regions, whether created by BDCP-related activities or other projects, programs, or polices could 15 result in beneficial or adverse socioeconomic effects in communities throughout the hydrologic 16 regions. These BDCP alternatives would generally be anticipated to contribute to a decrease in total 17 SWP and CVP deliveries. Reduced or less reliable water deliveries would result in decreased 18 agricultural production and, in turn, a reduction in both direct and indirect agricultural employment. 19 Economic and social patterns tied to predominant agricultural industrial activities and land uses 20 could erode, changing the character of agricultural communities in hydrologic regions. If M&I 21 deliveries were reduced to the extent that it would, in the long run, constrain population growth in 22 certain hydrologic regions, implementation of these BDCP alternatives, along with other projects, 23 programs, and policies, could reinforce a socioeconomic status quo or limit potential economic and 24 employment growth in hydrologic regions. Changes to agricultural production and population 25 growth with its associated economic activity could also lead to shifts in the character of 26 communities in the hydrologic regions with resultant beneficial or adverse effects. Likewise, limited 27 growth associated with reduced deliveries could require lower expenditures for local governments 28 while also leading to reduced revenue.

*CEQA Conclusion:* Operation of water conveyance facilities under Alternatives 6A through 9, along
 with socioeconomic effects from other projects, programs, and policies, could affect socioeconomic
 conditions in the hydrologic regions receiving water from the SWP and CVP. However, because these
 cumulative impacts are social and economic in nature, rather than physical, they are not considered
 environmental impacts under CEQA. To the extent that changes in socioeconomic conditions in the
 hydrologic regions would lead to physical impacts, such impacts are described in Chapter 30,
 *Growth Inducement and Other Indirect Effects,* Section 30.3.2.

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