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

DIVISION OF WATER RIGHTS

ORDER WR 2021-0086 EXEC

In the Matter of Licenses 10191 and 10192 (Applications 8042 and 8043) held by the

City of Los Angeles, Department of Water and Power

ORDER APPROVING PETITIONS FOR CHANGE AND ISSUING AMENDED LICENSES

SOURCES: Rush Creek, Lee Vining Creek, Parker Creek, and Walker Creek

COUNTY: Mono

BY THE EXECUTIVE DIRECTOR:

1.0 INTRODUCTION

On November 13, 2013, the State Water Resources Control Board (State Water Board), Division of Water Rights (Division) received petitions for change pursuant to Water Code section 791, subdivision (e) from the City of Los Angeles, Department of Water and Power (LADWP or Petitioner) requesting changes to the terms and conditions of water rights Licenses 10191 and 10192 (Applications 8042 and 8043, respectively). The petitions include a request to modify flow regimes in four creeks tributary to Mono Lake as recommended in the 2010 Mono Basin Stream Restoration and Monitoring Program: Final Report on Synthesis of Instream Flow Recommendations to the State Water Resources Control Board and the Los Angeles Department of Water and Power (2010 Synthesis Report). The change in flow regimes would trigger the need for construction of a new outlet at Grant Lake Reservoir (GLR) to achieve such flows. Other changes include implementation of conditions consistent with the 2013 Settlement Agreement Regarding Continuing Implementation of Water Rights Orders 98-05 and 98-07 (2013 Stream Restoration Agreement or 2013 Agreement) between LADWP and interested parties for the continuance of stream and habitat restoration of tributary creeks to Mono Lake.

Licenses 10191 and 10192 Page 2 of 19

This Order approves the change petitions, and issues amended Licenses 10191 and 10192 with updated terms and conditions to reflect the changes in flow regime and the 2013 Agreement.

2.0 BACKGROUND

2.1 LICENSES 10191 AND 10192

The petitions for change involve Licenses 10191 and 10192 (See Summary below), which were issued by the State Water Board to the City of Los Angeles on January 25, 1974, pursuant to Applications 8042 and 8043. The licenses authorize diversion and use of water from Rush Creek, Lee Vining Creek, Walker Creek, and Parker Creek for municipal use and power generation. LADWP imports water from the Mono Lake Basin and conveys these flows through the Los Angeles Aqueduct to the City of Los Angeles.

Summary of Water Right Licenses 10191 and 10192

Purposes of Use:

Municipal under License 10191 and Power Generation under License 10192

Sources and Points of Diversion:

- (1) Lee Vining Creek NE¼ of NW¼ of Section 20, T1N, R26E;
- (2) Walker Creek NW¼ of NW¼ of Section 4, T1S, R26E;
- (3) Parker Creek SW¼ of NW¼ of Section 9, T1S, R26E; and
- (4) Rush Creek NW¼ of NW¼ of Section 15, T1S, R26E, all within MDB&M

Points of Rediversion:

Grant Lake Reservoir - NW¼ of NW¼ of Section 15, T1S, R26E; Long Valley Reservoir - SE¼ of NW¼ of Section 19, T4S, R30E; Tinemaha Reservoir - NE¼ of NW¼ of Section 26, T10S, R34E; Los Angeles Aqueduct Intake - NE¼ of SW¼ of Section 24, T11S, R34E; and Haiwee Reservoir - SW¼ of NE¼ of Section 2, T21S, R37E; all within MDB&M

Amount (under criteria of State Water Board's Water Right Decision 1631, section 6(a), adopted on September 28, 1994): 0 to 16,000 acre-feet per year

Amount and Season (as originally licensed on January 25, 1974):

Licenses 10191 and 10192 Page 3 of 19

License 10191

189 cubic feet per second (cfs) by direct diversion, January 1 to December 31
89,200 acre-feet per annum (afa) by collection to storage, January 1 to December 31
69,100 afa maximum withdrawal from storage in any one year
167,800 acre-feet per calendar year total amount taken from the sources
147,700 acre-feet per calendar year total amount placed to beneficial uses
365 cfs maximum rate of diversion to offstream storage

License 10192

200 cfs by direct diversion, January 1 to December 31
70,200 afa by collection to storage, January 1 to December 31
44,900 afa maximum withdrawal from storage in any one year
365 cfs maximum rate of diversion to offstream storage
200 cfs by direct diversion and 89,200 afa by collection to storage total amount of water diverted in combination with License 10191.

2.2 STATE WATER BOARD DECISION 1631

On September 28, 1994, the State Water Board adopted Water Right Decision 1631 (D1631), which revised the conditions of Licenses 10191 and 10192 to protect public trust resources in and around Mono Lake. The decision established minimum baseflow and flushing flow requirements known as channel maintenance flows on four of the tributary streams to Mono Lake and set export criteria that are based on specific lake levels. The decision also set a Mono Lake level target of 6,391 feet above mean sea level (amsl) that, if not reached by September 28, 2014, triggers the need for a State Water Board hearing for reconsideration of diversion criteria based on the conditions of Mono Lake and the surrounding area to determine whether further revisions to the licenses are appropriate. In D1631, the State Water Board also directed LADWP to evaluate potential restoration measures and to submit proposed plans for restoration of Rush, Lee Vining, Parker, and Walker Creeks, restoration of waterfowl habitat in the Mono Basin, and a plan for the operation of GLR.

The overall goals of the decision were (1) to achieve "fish in good condition" for Rush and Lee Vining creeks and (2) to restore the average water elevation of Mono Lake to approximately 6,392 feet amsl in order to protect public trust resources at Mono Lake.

2.3 WATER RIGHT ORDER 98-05

Order 98-05 contemplated LADWP's restoration, monitoring, and GLR operation plans and required LADWP to implement the plans, subject to the provisions of the Order, as part of a Stream Restoration and Monitoring Program (Stream Program). The Order established higher flushing flows known as Stream Restoration Flows (SRFs) for Rush, Lee Vining, Parker, and Walker creeks. The Order approved a Stream Monitoring Licenses 10191 and 10192 Page 4 of 19

Team (SMT) to carry out stream restoration and monitoring in accordance with the program and established a process for the SMT to evaluate and make recommendations, based on the results of the monitoring program, regarding the magnitude, duration, and frequency of the flows necessary for the restoration of Rush Creek and the need for a GLR bypass to reliably achieve the flows needed for restoration of Rush Creek below its confluence with the Mono Gate One Return Ditch (MGORD). The Order also provides for the SMT to make recommendations to the State Water Board regarding any recommended actions to preserve and protect the streams.

As part of this process, LADWP was directed to implement the recommendations unless they were determined to be infeasible. In the 2010 Synthesis Report, the SMT provided their recommendations regarding changes to the flow regimes (Stream Ecosystem Flows (SEF or SEFs), to replace SRFs), modification of GLR facilities, and other measures to achieve the Stream Program goals of "functional and self-sustaining stream systems with healthy riparian ecosystem components" and "trout in good condition" for Rush and Lee Vining creeks. The State Water Board allowed LADWP 120 days to review the SMT's recommendations and determine whether to implement them; LADWP determined that some of the changes, including implementation of the full range of SEFs and construction of a GLR outlet structure, were not feasible.

2.4 WATER RIGHT ORDER 98-07

In Order 98-07, the State Water Board addressed three petitions for reconsideration filed by the National Audubon Society, Mono Lake Committee, and California Trout regarding when the Stream Program requirements of Order 98-05 may be terminated. The petitioners and LADWP came to an agreement on language to modify the "Stream Monitoring" provisions of Order 98-05 and the State Water Board adopted revised language and dismissed the petitions for reconsideration.

The "termination criteria" approved in Order 98-07¹ include the following general parameters:

- acreage of riparian vegetation, including mature trees of sufficient diameter, height, and location to provide woody debris in the streams;
- length of main channel;
- channel gradient;
- channel sinuosity;
- channel confinement;
- variation of longitudinal thalweg elevation; and
- size and structure of fish populations.

¹ Refer to page 4 of Order 98-07 for additional conditions/criteria listed together with the "Termination Criteria" as part of the revised Stream Monitoring term.

Licenses 10191 and 10192 Page 5 of 19

The termination criteria, as modified in Order 98-07, were developed as targets to guide stream restoration. In Order 98-07, the State Water Board acknowledged that not all termination criteria will be met and that certain conditions are not likely to be achieved; however, the termination criteria established a framework for monitoring the progress of the Stream Program and for re-focusing on outstanding restoration issues as new data and information inform the eventual determination that restoration has been achieved and monitoring is complete.

In 2007, the SMT submitted memoranda² to the State Water Board, which included reports on the status of fisheries, riparian vegetation, and geomorphic termination criteria and provided recommendations for modifying the termination criteria listed in Order 98-07 and for revising certain monitoring criteria and/or metrics. Although the SMT's recommendations were not formally approved by the State Water Board, the recommendations were carried forward ancillary to the Stream Program.

In the 2010 Synthesis Report, the SMT indicated that the current termination criteria specified in Order 98-07 had served their purpose in guiding a quantitative assessment of stream ecosystem recovery over the past 12 years (at the time of the report), but had limited utility in the next phase of instream flow implementation and monitoring. The 2010 Synthesis Report identified specific areas of continued trend monitoring, which include:

- GLR elevation, storage volume, and water temperature;
- Stream and groundwater hydrology and stream temperature monitoring;
- Geomorphic monitoring (aerial and ground photography, riffle crest elevations; deep pool and run frequency, sediment bypass operations);
- Riparian vegetation acreage; and
- Trout population metrics.

These five components are included in the new stream restoration and monitoring requirements represented as Attachment 3 of the amended licenses.

² A memo regarding fisheries criteria was submitted by Chris Hunter on May 18, 2007 and a memo regarding riparian vegetation and geomorphic criteria was submitted by McBain & Trush on December 21, 2006.

Licenses 10191 and 10192 Page 6 of 19

2.5 2013 STREAM RESTORATION SETTLEMENT AGREEMENT

At the request of LADWP, Mono Lake Committee, California Trout, and California Department of Fish and Wildlife (Settlement Parties), the State Water Board granted additional time for resolution of differences regarding LADWP's infeasibility determination, and on September 24, 2013, the Settlement Parties entered an agreement regarding the recommended SEFs and related changes to the Stream Program required pursuant to Orders 98-05 and 98-07. The 2013 Agreement includes proposed changes that implement all recommendations of the 2010 Synthesis Report. The Settlement Parties have agreed that implementation of these recommendations is feasible, under the conditions established in the 2013 Agreement.

The purposes of the 2013 Agreement generally include: (a) resolution of disputes between the Settlement Parties related to the 2010 Synthesis Report; (b) provision and adaptive management of flows sufficient to complete stream restoration and fish protection required by D1631, Orders 98-05 and 98-07, and relevant case law, including modification of GLR to release such flows; (c) reduction in LADWP's costs associated with modification of GLR and ongoing monitoring programs; (d) re-focusing the Stream Program on adaptive management; and (e) related improvements in the limnology and waterfowl monitoring programs.

The 2013 Agreement also includes a stipulation to extend the target lake level hearing trigger to September 28, 2020. This issue will be addressed in Section 7 of this Order, as the Mono Lake surface elevation level did not reach the target by either the date specified in D1631 or the agreed-upon modified date identified in the 2013 Agreement.

3.0 SUBSTANCE OF PETITIONS FOR CHANGE

The changes proposed in the petitions submitted by LADWP are to incorporate the provisions of the 2013 Agreement into Licenses 10191 and 10192 as terms and conditions. As noted above, the 2013 Agreement includes provisions for LADWP to implement all recommendations of the 2010 Synthesis Report. The proposed changes would not alter the existing Mono Lake elevation criteria or the existing routine annual water export terms required by D1631. For ease of reference, State Water Board staff and the Settlement Parties have worked to incorporate all terms and conditions applicable to Licenses 10191 and 10192 into a single document for each Amended License, inclusive of the terms and conditions required by D1631, Orders 98-05 and 98-07, and the changes being approved by this Order.

3.1 CURRENT FLOW REQUIREMENTS AND PROPOSED CHANGES

Rush, Lee Vining, Parker, and Walker Creeks: Current Operations/Requirements

Current operations for Rush, Lee Vining, Parker, and Walker creeks are based on the requirements of D1631 and subsequent Orders 98-05 and 98-07. The minimum instream flows for each of these creeks and runoff year-type classifications are specified in D1631. Runoff years begin April 1st of each year and end March 31st of the following year and are based on LADWP's modeling projections for average runoff. Operationally, flows are based on the guidelines of the *1996 Grant Lake Operations and Management Plan* (GLOMP), which either meet or exceed all D1631 instream and channel maintenance flow requirements preceding Order 98-05.

The minimum instream flow requirements for Rush Creek range from 31 cubic feet per second (cfs) in "Dry" years to 80 cfs in "Wet" years. Until the water elevation in Mono Lake reaches 6,391 feet amsl, the required SRFs in Rush Creek range from 200 cfs in "Dry-Normal" years to 500 cfs in "Extreme-Wet" years. After the water elevation in Mono Lake reaches 6,391 feet amsl, the SRF requirements in Rush Creek would range from 100 cfs in "Dry-Normal" years to 500 cfs in "Extreme-Wet" years. SRFs are not required in "Dry" years and may be reduced in "Dry-Normal" and "Normal" years to maintain water exports as established in D1631. Existing facilities can currently accommodate up to 530 cfs via 380 cfs from GLR Outlet to the MGORD, and about 150 cfs through a facility known as the Five-Siphons Bypass when flows are available from Lee Vining Creek. The GLR spillway can further increase flows beyond the flow limits of the MGORD and Five-Siphons Bypass if the reservoir is in a spill condition.

The minimum instream flow requirements for Lee Vining Creek (during the transitional period until Mono Lake reaches 6,392 feet amsl) range from 25 cfs in "Dry" years to 54 cfs in "Normal" and "Wet" years. There are no SRF requirements for Lee Vining Creek during the transition period, although Order 98-05 contains requirements for allowing the peak flow to pass or for the provision of flow-through conditions in certain year-types. SRF requirements for Lee Vining Creek during the post-transition period range from no requirement in "Dry" years to 350 cfs in "Extreme- Wet" years.

In "Dry" years, the minimum baseflow requirements for Parker and Walker creeks range from 4.5 cfs to 9 cfs. Flow-through conditions are the only SRF requirements for Parker and Walker creeks in all year-types except for "Dry" years when there is no requirement.

Rush and Lee Vining Creeks: Proposed Stream Ecosystem Flow Regime

The 2010 Synthesis Report is based on a multitude of studies conducted over the course of many years of stream habitat and restoration monitoring in the Mono Basin. The recommended SEFs were developed as a shift in approach from "stream restoration" to "ecosystem maintenance" in order to meet specific ecosystem function

Licenses 10191 and 10192 Page 8 of 19

targets as described in the 2010 Synthesis Report. Hydrologic year-type classifications are listed in Table 3 of the amended licenses. In general, the SEFs differ from the current flow regime (i.e., minimum instream flows, channel maintenance flows, and SRFs) in the following ways:

- In Rush Creek and Lee Vining Creek, winter baseflows will be lower; in Rush Creek peak flows will be higher in approximately 40 percent of the years (Wet-Normal, Wet, and Extreme-Wet years).
- In Lee Vining Creek, the pattern and reliability of peak flows will be modified.
- Parker Creek and Walker Creek will not be diverted.
- The pattern of flow throughout the year will match more natural hydrograph components in order to more closely mimic the pattern of an unimpaired snowmelt stream.

The 2010 Synthesis Report indicates that the fall and winter baseflows prescribed by D1631 for Rush and Lee Vining creeks are artificially high and likely contribute to low overall trout survival during winter periods. The proposed SEFs for these creeks include lower baseflows intended to increase winter holding habitat and increase adult trout condition factor³ and survivorship. The higher short-duration peak flows proposed for these creeks in certain year types are necessary for transport and deposit of sediment, re-confining channels, and the re-building of floodplains, among other things.

The proposed SEFs include new diversion rules for Lee Vining Creek, which would eliminate the rapid drops in the receding limbs of the hydrograph caused by LADWP's diversions. The new rules eliminate the need to attempt peak flow forecasting, which is difficult and, based on previous experience, was not always successful. Lee Vining Creek would be diverted most of the run-off year to increase the magnitude, duration, and frequency of GLR spills and to promote a cooler GLR pool for the tailwater fishery in Rush Creek. Lee Vining daily diversion rates would be based on the prevailing flow above the intake on Lee Vining Creek. The proposed amended licenses condition Lee Vining Creek diversions so that (1) no diversions are allowed when streamflow is less than 30 cfs to protect riparian habitat and (2) no diversions are allowed when streamflow is greater than 250 cfs for protection of high flows, which enable geomorphic work in the stream.

³ Condition factor is generally calculated as a ratio between the observed weight and that expected from the observed length of individual fish and is used in fisheries management. The condition factor of a fish reflects physical and biological circumstances, and fluctuates by interaction among feeding conditions, parasitic infections and physiological factors (Le Cren 1951).

Licenses 10191 and 10192 Page 9 of 19

The SMT also recommended that LADWP no longer divert water from Parker and Walker creeks in order to gain their flow accretion and year-round flow variability to Rush Creek below the narrows. Parker and Walker creeks were thus incorporated into SEF recommendations for lower Rush Creek.

A detailed comparison of SRFs and SEFs for Rush and Lee Vining creeks can be found in table format on pages 1-18 to 1-19 of LADWP's Final Initial Study and Mitigated Negative Declaration for the Mono Basin Water Rights Licenses Project (Final IS/MND).

3.2 CHANGES TO STREAM RESTORATION AND MONITORING PROGRAM

Current Mono Basin Stream Restoration and Monitoring Program

Pursuant to D1631 and Orders 98-05 and 98-07, LADWP is to undertake certain activities in the Mono Basin to be in compliance with the terms and conditions of water right Licenses 10191 and 10192. The Orders require LADWP to monitor stream flows, and restore and monitor the fisheries, stream channels, Mono Lake limnology, and waterfowl habitat. Specific restoration and monitoring activities are described in the 1996 Mono Basin Stream & Stream Channel Restoration Plan and the 1996 Mono Basin Waterfowl Habitat Restoration Plan, which were approved by Order 98-05. The status of specific activities can be found in the annual compliance reporting and associated correspondence since Order 98-05 was issued.

Changes to the Mono Basin Stream Restoration and Monitoring Program

As proposed in LADWP's petitions for change, future restoration and monitoring actions for the Stream Program are listed in the Stream Restoration and Stream Monitoring sections of the amended licenses and included in the Mono Basin Stream and Fish Monitoring Plan (Monitoring Plan, Attachment 3 of the amended licenses), which was developed by the SMT. The Monitoring Plan requirements for which LADWP is responsible include: (1) monitoring of sediment bypass facilities for Parker and Walker creeks; (2) aerial photography surveys of riparian corridors every five years following "Wet" and "Extreme-Wet" years; and (3) a one-time test of the Five-Siphons Bypass facility to determine temperature effects between the Lee Vining conduit and Rush Creek.

Tasks to be performed by the SMT include monitoring of the following: (1) hydrology; (2) geomorphology; (3) channel roughness; (4) riparian vegetation (for Rush and Lee Vining creek corridors); and (5) fish population and habitat. Attachment 3 to the amended licenses includes a detailed description of monitoring to be conducted.

Licenses 10191 and 10192 Page 10 of 19

3.3 CHANGES TO GRANT LAKE RESERVOIR AND OPERATIONS

The amended licenses require changes to the operations of GLR dam and other facilities to meet the new SEFs. LADWP will provide SEFs from GLR into Rush Creek as specified in Tables 1A through 1G for the applicable year types. Prior to completion of the modification of GLR Facilities to include an outlet (hereafter Grant Outlet), LADWP will provide such flows to the extent possible using the existing capacity of the Mono Gate One Return Ditch and reservoir spills. In order to meet the SEF requirements, LADWP will release water from storage at GLR if storage exceeds 11,500 acre-feet (AF). LADWP will reduce otherwise allowable export to maintain at least 11,500 AF of storage. If GLR is at or below 11,500 AF of storage, LADWP will bypass inflow or provide the flow requirement, whichever is less.

The proposed SEFs will also change GLR to operate at a higher stage during snow-melt runoff through near year-round diversion of Lee Vining Creek streamflow via the Lee Vining Conduit. The amended licenses also require LADWP to comply with minimum storage rules and criteria in order to provide cold water flow in Rush Creek.

As a result of the SEFs, operational changes are necessary at Grant Dam in order to manage a higher pool elevation and to deliver the peak flows recommended in the 2010 Synthesis Report. GLR will be subjected to more storage early in the season. Frequent (approximately daily) monitoring at the Grant Dam Toe Drain for changes in seepage characteristics from a higher pool elevation will be on-going to ensure that seepage characteristics of Grant Dam do not impact dam stability.

To provide more reliable peak flow operations in "Wet-Normal", "Wet", and "Extreme-Wet" year-types, Grant Dam will be modified at the spillway to allow peak flow delivery at varying pool elevations via the spillway. A new Grant Dam Spillway Gate will be added to allow for enhanced control of Grant Dam outflows especially during peak flow operations in the spring and summer months. The spillway gate structure will also be modified to accommodate two control gates.

The amended licenses include a timeline for deliverables and provisions to ensure appropriate regulatory approvals are in place for construction, operation, and maintenance of the spillway modification and Grant Outlet.

3.4 ALLOWANCE OF ONE-TIME ADDITIONAL EXPORT AMOUNT

To offset the capital cost of constructing the spillway modification, the Settlement Parties agreed to, and the amended licenses include, a provision allowing LADWP a one-time export of an additional 12,000 AF of water from the Mono Basin in addition to the exports allowed in D1631. This additional export amount will be allowed when Mono Lake is at or above 6,380 and below 6,391 feet amsl, when exporting the additional water would not affect compliance with minimum stream flows and GLR storage Licenses 10191 and 10192 Page 11 of 19

requirements. The export shall be in increments specified in the amended licenses associated with achieving spillway modification milestones. The additional export amount was evaluated in LADWP's Final IS/MND with information from LADWP's eSTREAM model and was shown to not significantly increase the transition time to a Mono Lake elevation of 6,391 feet amsl. If the full export volume cannot be reached during a certain year due to operational constraints, LADWP may account for the remaining export quantity during future feasible year(s).

Although the additional export amount will not significantly increase the transition time to a Mono Lake elevation of 6391 feet amsl, LADWP's Final IS/MND also evaluated the overall time to transition, as compared to the projections found in D1631. The Final IS/MND included a comparison of lake level hydrology forecasting based on the previous modelling tool known as the Los Angeles Aqueduct Monthly Planning or LAAMP, and LADWP's updated eSTREAM model. According to the Final IS/MND, LAAMP forecasts overestimate lake levels compared to actual historic levels. Further analysis regarding target lake levels is appropriate for a separate proceeding from resolution of the stream restoration issues addressed by this Order, as anticipated in D1631. The State Water Board will work with stakeholders and interested parties to separately schedule appropriate proceedings to gather and consider pertinent information on this issue.

3.5 CHANGES TO WATERFOWL RESTORATION, WATERFOWL MONITORING, AND LIMNOLOGY MONITORING PROGRAMS

Waterfowl Restoration and Habitat Monitoring

Per the 2013 Agreement, the Settlement Parties proposed revisions to the *1996 Waterfowl and Waterfowl Habitat Plan* (Waterfowl Plan) currently implemented by LADWP pursuant to Order 98-05. Revisions to the Waterfowl Plan are included in the amended licenses. The amended licenses also include a term which requires that the Waterfowl Program be carried out under the direction of a Waterfowl Director designated by the Deputy Director for Water Rights. The Waterfowl Program will also require aerial photography sufficient to identify changes in vegetation in waterfowl habitat areas in the Mono Basin, at Bridgeport Reservoir, and at Long Valley Reservoir.

Mono Lake Limnological Monitoring

The Mono Lake Limnology Monitoring Program (Limnology Program) includes monitoring of meteorology, lake limnology, phytoplankton, and brine shrimp. The Limnology Program will remain relatively unchanged except for the designation of a Limnology Director by the Deputy Director for Water Rights. Licenses 10191 and 10192 Page 12 of 19

3.6 OTHER CHANGES RELATED TO 2013 SETTLEMENT AGREEMENT

Mono Basin Monitoring Administration Team

The amended licenses incorporate provisions of the 2013 Agreement involving a Mono Basin Monitoring Administration Team (MAT) comprised of members of the Settlement Parties. The purpose of the MAT is to facilitate the implementation of the Stream Restoration and Monitoring Programs by expediting administration of contracts with the scientists assigned to conduct monitoring. The amended licenses contain conditions outlining governance, funding, administration, and termination of the MAT.

Planning and Reporting Requirements

Pursuant to the amended licenses, LADWP will continue to implement the revised *1996 Grant Lake Operations Management Plan* until the Deputy Director for Water Rights approves and LADWP implements the Mono Basin Operations Plan (MBOP), which LADWP would develop, implement, and periodically revise and which specifies the rules, guidelines, and criteria for operation of Mono Basin facilities to meet all applicable requirements across all year-types. The amended licenses require a one-year timeframe for development of the MBOP and submission to the Deputy

Director. The MBOP, and any subsequent modifications of the plan, will be subject to review, modification and approval of the Deputy Director for Water Rights.

The amended licenses will also require LADWP to develop and submit an Annual Operations Plan (AOP), which specifies Mono Basin facilities operations consistent with the MBOP. The AOP will be developed with input from the SMT, Waterfowl and Limnology Directors, and the Settlement Parties, and is to incorporate adaptive management recommendations of the SMT. The report is to be electronically submitted to the Deputy Director for Water Rights for review and approval, if necessary, prior to implementation.

Additionally, the amended licenses will require the SMT to prepare an Annual Monitoring Report, which specifies the monitoring to be conducted each year. The SMT may adjust priorities and other details for required monitoring tasks with the results of the monitoring used to: (i) inform adaptive management of the SEFs, restoration program, and operations of LADWP's Mono Basin facilities; (ii) inform the State Water Board and the public of the status of stream and fishery restoration; and (iii) serve as the basis for any further revisions to or termination of the monitoring program. Licenses 10191 and 10192 Page 13 of 19

3.7 ADAPTIVE MANAGEMENT

The requirements under the SEF, Stream Restoration and Monitoring Program sections of the amended licenses would be subject to adaptive (including real-time) management by the SMT in order to achieve the goals specified under Condition 19, item (d) of the amended licenses for termination of the Stream Restoration Program. The SMT will be able to recommend adaptive management of flow requirements in one of two ways: (1) in the Annual Monitoring Report and in comments on the AOP, for implementation in the following year; or (2) on a real-time basis in response to unforeseen circumstances.

4.0 PUBLIC NOTICE OF PETITIONS FOR CHANGE

On February 10, 2021, the State Water Board issued public notice of LADWP's petitions. The State Water Board also issued the notice through its LYRIS email subscription notification system. No protests were received.

5.0 CALIFORNIA ENVIRONMENTAL QUALITY ACT

LADWP is the lead agency for the preparation of environmental documents developed pursuant to the California Environmental Quality Act (CEQA) for the proposed project. The State Water Board is a responsible agency under CEQA for the purposes of considering whether to approve LADWP's petitions for change. The State Water Board, as a responsible agency, must review and consider the environmental effects of the project identified in any CEQA document prepared and reach its own conclusions on whether and how to approve the project involved. (Cal. Code Regs., tit. 14, § 15096, subd. (a).)

LADWP prepared the following environmental documents that evaluated and disclosed the potential impacts of the proposed project on the environment and identified measures to avoid or minimize impacts:

- Final Initial Study and Mitigated Negative Declaration for the Mono Basin Water Rights Licenses Project (March 2, 2021)
- Mono Basin Channel Bed Degradation Estimates Technical Memorandum, Geosyntec Consultants (May 2019)
- Mono Lake Elevation Studies Technical Memorandum, Watercourse Engineering (October 2020)

On April 27, 2021, the Los Angeles Board of Water and Power Commissioners adopted the Final Initial Study and Mitigated Negative Declaration for the Mono Basin Water Rights Licenses Project (SCH No. 2020110004). The Final IS/MND evaluated, among other things, the potential environmental impacts of the proposed changes to the terms and conditions of Licenses 10191 and 10192 associated with implementation of the 2013 Agreement and the recommendations of the 2010 Synthesis Report. The Final IS/MND identified potential impacts to Biological Resources, Cultural Resources, and Geology/Soils in connection with the Project and identified mitigation measures to reduce these impacts to less than significant. Accordingly, the State Water Board, as a responsible agency under CEQA, finds there are no potentially significant and unavoidable impacts resulting from the project as evaluated by LADWP. All potentially significant impacts will be mitigated to less than significant levels through implementation of the mitigation measures identified in the Final IS/MND as well as the terms and conditions of the amended water right licenses approved by this Order. The Division intends to issue a Notice of Determination within 5 days of the issuance of this Order.

6.0 ANALYSIS OF PETITIONS FOR CHANGE

Water Code sections 1700 through 1705 govern changes in the place of use, purpose of use, and point of diversion of water appropriated under the Water Code. Such changes must be approved by the State Water Board and "[b]efore permission to make such a change is granted the petitioner shall establish, to the satisfaction of the board, and it shall find, that the changes will not operate to the injury of any legal user of the water involved." (Wat. Code, § 1702.) The petitioner must also establish that the proposed change will not effectively initiate a new right. (Cal. Code Regs., tit. 23, § 791, subd. (a).)

As described below, the evidence in the record supports a finding that the proposed changes will not result in injury to any legal user of water and will not result in the initiation of a new right.

6.1 INJURY TO ANY LEGAL USER OF WATER

There are no known water diverters below LADWP's points of diversion in the affected stream reaches. Accordingly, granting these changes will not result in injury to any other lawful user of water.

6.2 INITIATION OF A NEW WATER RIGHT

To support a finding that a proposed change to a license will not initiate a new right, the State Water Board must determine that: (1) the right was properly established in accordance with the law; (2) recent beneficial use of the water subject to the right has

Licenses 10191 and 10192 Page 15 of 19

occurred; and (3) there is evidence that continuous beneficial use of the water has occurred since the right was established.

LADWP is not seeking any change in source or point of diversion of Licenses 10191 and 10192. As amended by D1631 and subsequent Orders, Licenses 10191 and 10192 were properly established in accordance with the law. LADWP has submitted annual reports of water used under the licenses and the reports provide evidence that recent beneficial use of water has occurred, and continuous use of water has occurred since the licenses were granted. Based on these findings, the State Water Board has determined that granting the change petitions and amending Licenses 10191 and 10192 would not cause initiation of a new water right.

6.3 CONSIDERATION OF PUBLIC TRUST RESOURCES AND PUBLIC INTEREST

The State Water Board has an independent obligation to consider the effect of approval of LADWP's petitions on public trust resources and to protect those resources where feasible. (*National Audubon Society v. Superior Court* (1983) 33 Cal. 3d 419 [189 Cal. Rptr. 346].) Public trust resources may include, but are not limited to, wildlife, fish, aquatic dependent species, streambeds, riparian areas, tidelands, and recreation in navigable waterways, as well as fisheries located in non-navigable waterways. In addition, it is the policy of this state that all state agencies, boards, and commissions shall seek to conserve endangered species and threatened species and shall use their authority in furtherance of the purposes of the California Endangered Species Act. State agencies should not approve projects that would jeopardize the continued existence of any endangered species or threatened species if there are reasonable and prudent alternatives available consistent with conserving the species or its habitat that would prevent jeopardy. (Fish & G. Code, §§ 2053 & 2055.)

Although the 2013 Agreement is not binding on the State Water Board, the State Water Board is supportive of the negotiated solution that meets the directives of Order 98-05. Proposed changes to the overall flow regime of the affected streams, Stream Monitoring and Restoration Program, GLR, and operations were based on the recommendations found in the 2010 Synthesis Report, which was the outcome of the SMT's monitoring and analysis in the Mono Basin over the last 23 years. The 2010 Synthesis Report states that the recommendations presented would accelerate the restoration of Rush, Lee Vining, Walker, and Parker creeks, and improve associated habitats.

Division staff evaluated potential effects on public trust resources that could result from approval of the petitions for change. The proposed changes are predicated on current science and over two decades of studies conducted in the Mono Basin. The changes do not involve any modification to export amounts (other than the additional one-time 12,000 AF diversion amount which will help LADWP defray the costs of GLR outlet construction) or existing Mono Lake surface level elevation targets. The Mono Lake level elevation targets and related export criteria were a major part of the State Water

Licenses 10191 and 10192 Page 16 of 19

Board's obligations in balancing of public trust in the Mono Basin in its prior decisions, but are not a component of this Order issuing amended licenses based on LADWP's change petitions, the 2013 Settlement Agreement, nor the stream restoration evaluations that spurred both the 2013 Settlement Agreement and LADWP's change petitions. As noted in section 3.4, supra, those issues will be evaluated separately as anticipated in D1631.

Between the years 2009 and 2021, LADWP has filed 10 temporary urgency change petitions (TUCP) to the State Water Board in order to implement the SEF flows to the extent possible with existing facilities. In general, following TUCPs in wetter year-types, fisheries monitoring has shown increased productivity in trout populations following SEF releases and increased condition factor due to lower winter flows.

Potential environmental impacts associated with the proposed project were evaluated in the environmental documents prepared by LADWP. The SEFs specified in Tables 1 and 2 of the amended licenses will provide hydrologic variation which advances geomorphic and other ecological processes necessary for stream restoration. Although these flows may incidentally cause adverse impacts to the channel form, water quality, fisheries, or other resources of a given creek, such impacts were determined to be less-thansignificant under CEQA and the State Water Board will not require LADWP to remediate those temporary impacts other than through the adaptive management processes identified in the amended licenses.

The amended licenses contain SEF tables for Rush Creek, which include target ramping rates. The State Water Board finds that these target SEF rates are useful guidance to maximize biological benefits during flow changes. However, these SEF rates, which are expressly stated as targets, are not license compliance requirements⁴. Since many of these SEF rates are not achievable with current and potential future LADWP facilities because of the hydraulic characteristics and size of the equipment and facilities, location, timing of flows, etc., the amended licenses do not require that LADWP modify facilities to achieve these targets.

The changes proposed for the Waterfowl Restoration, Waterfowl Habitat Monitoring, and Limnology Monitoring programs are enhancements or updates to the current programs and would not have negative effects on public trust resources or the public interest.

⁴ Ramping rates in the SEF tables that are listed as maximum or minimums (and not targets) are compliance requirements.

Licenses 10191 and 10192 Page 17 of 19

The amended licenses are also subject to the continuing authority of the State Water Board in accordance with law and in the interest of the public welfare to protect public trust uses and to prevent waste, unreasonable use, unreasonable method of use, or unreasonable method of diversion of water.

With the conditions identified in LADWP's environmental documents and the conditions identified in this Order below, the State Water Board finds that issuance of the amended licenses with the proposed changes will not have an unreasonable effect on public trust resources and is consistent with the public interest.

7.0 CONCLUSION

The State Water Board recognizes the hard work, dedication, and commitment of the LADWP, Mono Lake Committee, California Trout, California Department of Fish and Wildlife, Dr. William "Bill" Trush and Mr. Ross Taylor, their teams, and others that have played a role in the Mono Basin Stream Restoration and Monitoring Program, which has greatly benefited the Mono Lake Basin. The State Water Board anticipates that with the next phase of the Program, which is science-based and enables an even greater level of involvement and commitment among Stakeholder Parties, Mono Lake and its streams, fisheries, and riparian corridors will be set on a trajectory to reach and perhaps surpass stated Program goals.

As noted above, Mono Lake has not yet reached 6,391 ft amsl as of the trigger date for a lake level hearing (as identified in D1631 or as amended by this Order). Because the proposed changes and amendments to LADWP's licenses appear to have little-to-no direct bearing on the lake level criteria established by D1631, this Order does not directly address any separate issues regarding target lake levels. The State Water Board will separately schedule appropriate proceedings to gather and consider pertinent information on this issue.

The State Water Board finds that the petitions for change will not operate to the injury of any legal user of the water involved and that it is in the public interest to approve the requested changes. (Wat. Code, § 1702.)

The State Water Board finds that implementation of the amended licenses will improve the conditions of the fisheries and creeks as compared to implementation of the existing requirements in D1631 and Orders 98-05 and Order 98-07. While such implementation could have temporary incidental impacts on the channel form, water quality, fisheries, or other resources of a given creek, any such impacts would be *de minimis* compared to the benefits resulting from flow schedules which are as consistent as possible with restoring the ecological processes and conditions that benefited the pre-1941 fishery as described in the hearing record for D1631. Adaptive management of flows required by the amended licenses will further increase ecological benefits, as monitoring improves Licenses 10191 and 10192 Page 18 of 19

our understanding of how best to manage flows to restore ecological processes and beneficial conditions in these creeks.

Adoption of this Order concludes the study process required by Order 98-05 paragraphs 1.b(2)(a) and (b), resolves all disputes about the feasibility of implementing the 2010 Synthesis Report, and avoids the costs and delay otherwise resulting from administrative and other litigation associated with this process and report. This Order constitutes the State Water Board's final determination of the magnitude, duration, and frequency of the stream flows necessary for the restoration of Rush, Lee Vining, Parker, and Walker creeks pursuant to D1631 and Order 98-05, subject to (i) adaptive management and (ii) the State Water Board's general authority. LADWP's performance of the measures specified in this Order, including funding obligations, along with its performance of any preexisting obligations that are not changed by this Order, constitute all of LADWP's obligations for stream restoration, fish protection, and the related monitoring program under D1631 and Orders 98-05 and 98-07, and LADWP will not be subject to any additional requirements for stream restoration and fish protection under the authorities of that Decision and those Orders.

Consistent with D1631 and Orders 98-05 and 98-07, this Order designates a Stream Monitoring Team to undertake assigned tasks related to stream and fisheries monitoring, and also designates scientists to undertake monitoring of waterfowl and Mono Lake limnology. These scientists will report to the Deputy Director as provided in the appropriate provisions of the amended licenses.

ORDER

NOW, THEREFORE, IT IS ORDERED THAT THE PETITIONS FOR CHANGE FOR WATER RIGHT LICENSES 10191 AND 10192 (APPLICATIONS 8042 AND 8043) ARE APPROVED AND AMENDED WATER RIGHT LICENSES 10191 AND 10192 ARE ISSUED WITH THE FOLLOWING CHANGES:

 Dr. William "Bill" Trush and Mr. Ross Taylor are hereby designated as the Stream Monitoring Team and Dr. John Melack is designated as the Limnology Director. Within six months of this Order, the Deputy Director for Water Rights shall designate a Waterfowl Director as provided in the "Waterfowl and Waterfowl Habitat Monitoring Program" condition 22, item (b)(2) of the amended licenses. Licenses 10191 and 10192 Page 19 of 19

- Amended Licenses 10191 and 10192 issued by this Order incorporate all previous requirements placed on the City of Los Angeles, Department of Water and Power by Decision 1631, and State Water Board Orders WR 98-05 and WR 98-07.
- 3. This Order and Amended Licenses 10191 and 10192 shall supersede the requirements in State Water Board Order WR 98-07 in regard to the termination criteria as described in that Order. All other requirements in Order 98-07 affecting theses amended water right licenses remain in effect, as reflected in the amended licenses, until terminated by operation of law or action of the State Water Board.
- 4. The City of Los Angeles, Department of Water and Power's bypass of the flows to Walker and Parker creeks, as described in the "Stream Ecosystem Flows" condition 11, Item (c) of the amended licenses, is a condition of the amended licenses and is not an abandonment of right.

OCT 01, 2021

ORIGINAL SIGNED BY

Dated

Eileen Sobeck Executive Director