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9	BEFORE THE CALIFORNIA		
10	STATE WATER RESOURCES CONTROL BOARD		
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12	CALIFORNIA DEPARTMENT OF	REPLY TO DEPARTMENT OF WATER RESOURCES' OBJECTION	
13	STATES BUREAU OF	TO SJRECWA'S SUPPLEMENTAL NOTICE OF INTENT TO APPEAR	
14	CHANGE IN POINT OF DIVERSION)	AND DEPOSITION NOTICES TO DWR EMPLOYEES AND	
15		CONSULTANTS	
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		W. A. A. A. WOIDEOWAW	
20	The San Joaquin River Exchange Contractors Water Authority ("SJRECWA")		
21	presents this Reply to the Department of Water Resources' Objection to SJRECWA's		
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REPLY TO DEPARTMENT OF WATER RESOURCES' OBJECTION TO SJRECWA'S SUPPLEMENTAL NOTICE OF INTENT TO APPEAR AND DEPOSITION NOTICES TO DWR EMPLOYEES AND CONSULTANTS

I.

DWR and Reclamation have voluntarily represented in their Change Petition that, despite the Tunnels and the change in the point of diversion, the Delta levees will continue to function effectively and over half-a-million acre feet (AF) will continue to be conveyed across and pumped for South-of-Delta use annually. DWR and Reclamation rely on that representation to conclude the Change Petition should be granted and is consistent with the public interest and will not have an unreasonable impact on fish and wildlife. Testing the veracity of those representations and the question of whether the SWRCB should impose conditions requiring Delta levee funding and maintenance to assure the representation that the "dual path" will continue is within the scope of this proceeding.

DWR's Objection to SJRECWA's Supplemental Notice of Intent to Appear continues to promote a parochial view of the Change Petition and Tunnels that ignores the representations of DWR and Reclamation in that Change Petition. Whether the result of excessive optimism or opium, DWR has voluntarily represented in its Change Petition that, despite the change in diversion and construction of the Tunnels, the Delta levees will continue to effectively function, that water quality conditions reliant on functioning levees will continue to prevail, and that over 500,000 AF of "dual-path" deliveries made possible by effective levees will continue to occur. DWR's only studies sought to be submitted by SJRECWA conclude that an extensive funding and repair plan is required for such a plan of "dual path" deliveries to be feasible.

Thus, DWR's representation of effective Delta levees is the foundation of DWR's assertion that granting the Change Petition is in the public interest and will not result in an unreasonable impact to other water right holders or to fish and wildlife. In the absence of effective Delta levees, if pumping continues under the "dual path", salinity will intrude into the inner Delta and organic carbon will be released into the water pumps and exported. There will be no "dual path" as DWR represents. Fish and wildlife will be adversely impacted and the water supply for all those communities and agricultural lands that cannot rely on Metropolitan Water District to purchase them capacity in the tunnels will be cut off for substantial periods.

Despite DWR's representation that the Delta levees will continue to effectively function, DWR simultaneously argues that the condition of Delta levees – and the resources required to keep those levees functioning – is an "alternate project" to the

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tunnels and DWR's Change Petition. (DWR Objections, p. 4.) This is fiction. First, DWR voluntarily represented and relied on the continuing existence of functional Delta levees to conclude the Change Petition and Tunnels are in the public interest and won't unreasonably impact fish and wildlife. On that basis alone SJRECWA has a right to present the requested Delta Levee evidence, and the SWRCB is obligated to consider the alternative of imposing the requested levee funding and maintenance conditions to ensure that DWR honors its representation of effective Delta levees and continues "dual path" deliveries. After all, it is incumbent on the SWRCB to grant the SJRECWA and other protestants the opportunity to reasonably test the veracity of DWR's representations and to condition the Change Petition to ensure DWR's honors them – whatever they may be.

Second is substantial evidence already that it is the Change Petition – if granted – which will likely guarantee the disintegration of the Delta levees. There will be no political will to spend the billions of dollars needed to maintain the Delta levees after the taxpayers sink over \$13 billion into the Tunnels. It is Southern California's reliance on Delta levees for delivery of their water supply that currently ensures funding of their continued existence and effectiveness. Granting the Change Petition and constructing the Tunnels will eliminate Southern California's compelled reliance and commitment to maintaining and repairing the Delta levees so as to ensure that surface water can continue to be conveyed across the Delta and exported. Thus the SWRCB will be eliminating the mechanisms providing existing guarantees for continuing Delta levee maintenance and repair if the SWRCB grants the Change Petition without the requested Delta levee maintenance conditions. And in light of the \$13 billion sunk into the Tunnels, and the impending earthquake we all know is coming, the SWRCB will essentially be guaranteeing the disintegration of the Delta levees now in existence. In doing so, the SWRCB will be guaranteeing unreasonable impacts on fish and wildlife by granting the change without conditions requiring Delta levee repairs, maintenance, and funding. The SWRCB must impose conditions requiring the execution and funding of Delta levee maintenance to avoid such an outcome or must demand from DWR and Reclamation their

plan for water deliveries if the levees collapse and cannot be repaired. Who will then receive water service, and for what uses?

Third, the entire proceeding is predicated on a general understanding and acceptance that the Delta levees are going to fail over time, whether by neglect, earthquake, or changing sea levels, and therefore conveyance around the Delta is necessary to ensure a reliable water supply for Southern California. Yet in its Change Petition, DWR represents that 500,000 AC/FT will continue to magically be conveyed across the "dual path" and that the Delta levees will continue to function effectively. The absurdity of this representation and of statements that the maintenance and funding of Delta levees is a "separate issue" from WaterFix are self-evident. Conveyance around the Delta, i.e. WaterFix, the Tunnels, and this entire proceeding, is necessitated by the lack of a long-term plan to fund and execute effective Delta levees, and to some extent the impossibility of doing so (see DRMS Reports I and II). Thus, WaterFix and Delta levees are not separate issues, and the "dual path" is not going to magically be preserved for 500,000 AF.

Fourth, the SWRCB's failure to impose conditions requiring that Delta levee maintenance and improvements be funded and executed by DWR and the Bureau as a condition of the Change Petition for tunnel construction will effectively affirm and invite DWR's right to abandon the Delta, abandon the levees, and abandon the "dual path" conveyance of over 500,000 AF per year to the Jones and Banks pumps. DWR has presented a change plan to the SWRCB in which it represents the existence of a "dual path" to convey 500,000 AF across the Delta every year; yet SWRCB failure to impose conditions on the Change Petition obligating DWR to honor its representation of a 500,000 AF "dual path" and to fund and execute the levee repairs necessary to preserve the "dual path" is essentially a SWRCB affirmation that the "dual path" and the entire Delta may be abandoned. If the SWRCB is comfortable with such an affirmation then the SWRCB should at the least examine the water quality, water supply, and fish and wildlife

impacts of the outcome in this proceeding of the "dual path" not being available, and affirm that the SWRCB approves of the operating plan for the tunnels.

DWR is welcome to amend its Change Petition to eliminate the representation that the Delta Levees will magically continue to function despite any program for their maintenance, improvement, and funding, and to eliminate its representation that over 500,000 AC/FT will magically be conveyed across the Delta every year. Doing so would be prudent in light of the fact that neither DWR nor any other entity has an obligation and/or the funding required to preserve the continuing effectiveness of the Delta levees. In its current form DWR's Change Petition is a fictional document. Failure by the SWRCB to admit SJRECWA's Delta levee evidence and impose the requested Delta Levee conditions will transform WaterFix into a fictional proceeding.

II. There Has Been No Prior Opportunity To Explore Delta Levee Maintenance, Improvement, Funding, and Effectiveness Issues in Part 1.

SJRECWA has not had the opportunity to present evidence or cross-examine witnesses on the Delta levee issues, despite DWR assertions otherwise. (Opposition, p. 4.) DWR does not specify who exactly could have been cross examined in Part 1 as offering expertise on this subject and whether cross-Delta deliveries of over 500,000 AF would be possible without a commitment from DWR or another major entity to fund and execute future levee repair and replacement projects. No such assertion or qualification as an expert in regard to the Delta levee subjects were disclosed or indicated in Phase 1, and SJRECWA hereby reiterates and incorporates by reference its prior arguments on this point in its Motion for Reconsideration filed December 23, 2016.

III. Failure to Grant the Supplemental Notice To Appear Will Make a Bad Mistake Worse.

The SWRCB should give thought to the mantra of carpentry: "Do it right, or do it twice". A reviewing Court is not going to understand how the SWRCB could justify the

exclusion of SJRECWA's Delta levee evidence in Phase 1, especially in light of applicable due process protections. However, absent a reopening of Phase 1, the SWRCB has committed itself to that mistake and its consequences. Admitting the requested Delta levee evidence in Phase 2 would not cure the mistake of Phase 1, but doing so would prevent the SWRCB from also having to reopen Phase 2. Like Phase 1, a reviewing Court is not going to understand how the SWRCB could justify the exclusion of SJRECWA's Delta levee evidence in Phase 2. There is no logical or lawful explanation for doing so. SJRECWA hereby reiterates and incorporates by reference its prior arguments on this point in its Motion for Reconsideration filed December 23, 2016. Admitting the requested evidence of SJRECWA and imposing the requested Delta levee funding and maintenance and improvement conditions and obligations could spare the SWRCB the embarrassment of attempting to explain to a reviewing Court its prior rulings, or at least minimize such embarrassment.

IV. <u>Incorporation of Prior Statements and Arguments.</u>

SJRECWA hereby reincorporates as if set forth in full all statements and arguments in its Motion for Reconsideration filed December 23, 2016, Reply Memorandum submitted March 14, 2017, Supplemental Notice of Intent to Appeal dated October 4, 2017, and Briefing Issues Statement dated January 31, 2017, Notice of Deposition August 30, 2016, October 7, SWRCB Ruling of October 7, 2016, DWR Motion for Protective Order October 27, 2016, SWRCB Ruling Vacating Notice of Deposition December 8, 2018, Notice of Deposition dated March 2, 2017, and DWR Motion for Protective Order March 10, 2017.

V. Deadline to Present Part 2 Testimony.

Part 2 testimony must be submitted by November 30, 2017, in accordance with the SWRCB's August 31, 2017 Scheduling Order. In Part 1, SJRECWA twice noticed depositions for DWR's most knowledgeable persons on the issues here including Delta

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levee maintenance, repair, improvements, and funding. On both occasions DWR refused to cooperate with the deposition notice and prohibited the depositions and presentation of evidence from occurring. In light of this history and DWR's objections to SJRECWA's Supplemental Notice to Appear in Part 2, it would be inefficient to notice and impossible to take such depositions without the SWRCB's enforcement of the duty. The resulting testimony cannot be submitted until the SWRCB rules on SJRECWA's Supplemental Notice to Appear.

SJRECWA requests leave to take the depositions after the November 30, 2017 deadline and to submit and present the testimony after that date. Doing so will not prejudice or burden the Parties to the proceeding or the SWRCB because Phase 2 is not scheduled to commence until mid- to late January of 2018 and the proceeding is expected to carry on for many months. The Draft Party Witness List released on October 18, 2017 by the SWRCB also features well over 100 witnesses and over 30 Parties listed prior the SJRECWA. Thus, there is no risk of prejudice or inconvenience to any Party or the SWRCB by granting the requested leave to take depositions after the November 30, 2017 deadline and to submit and present the resulting testimony after that date. SJRECWA hereby incorporates as if set forth in full all statements, facts, and arguments in its Motion for Reconsideration filed December 23, 2016, Reply Memorandum submitted March 14, 2017, Supplemental Notice of Intent to Appeal dated October 4, 2017, Briefing Issues Statement dated January 31, 2017, Notice of Deposition dated August 30, 2016, SWRCB Ruling dated October 7, 2016, DWR's Motion for Protective Order dated October 27, 2016, the SWRCB Ruling Vacating Notice of Deposition dated December 8, 2018, the Notice of Deposition dated March 2, 2017, and DWR's Motion for Protective Order dated March 10, 2017. The contents of the reincorporated documents fully evidence SJRECWA's reasonable decision to not notice depositions for the submission of testimony in Part 2 on the issues of Delta levee maintenance, repair, improvement, and funding because of the certainty that DWR will not comply with any such notice until

1	and/or unless the SWRCB rules on SJRECWA's Supplemental Notice to Appear and	
2	DWR's objections, as well as the basis for which the requested leave should be granted.	
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4	VII. Conclusion	
5	The California Legislature funded and directed DWR to study and produce reports	
6	regarding the Delta levees and their reliability and a means of assuring greater reliability	
7	of the "dual path" flows to the SWP and CVP as well. A Superior Court is not going to	
8	understand how the SWRCB could permit DWR to block consideration of these study	
9	results.	
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11	Dated: November 2, 2017 MINASIAN, MEITH, SOARES SEXTON & COOPER, LLP:	
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13	By: JACKSON A. MINASIAN	
14	Attorneys for SAN JOAQUIN RIVER EXCHANGE CONTRACTORS WATER AUTHORITY	
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