STATE WATER RESOURCES CONTROL BOARD

THE AUGMENTATION OF THE ADMINISTRATIVE RECORD AND RECONSIDERATION OF WATER RIGHT DECISION 1644 IN LIGHT OF ADDITIONAL SPECIFIED EVIDENCE AS DIRECTED BY THE YUBA COUNTY SUPERIOR COURT

> THURSDAY, JUNE 5, 2003 9:00 A.M.

JOE SERNA CAL/EPA BUILDING COASTAL HEARING ROOM SACRAMENTO, CALIFORNIA

> ESTHER F. SCHWARTZ CSR NO. 1564

REPORTED BY:

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1 SACRAMENTO, CALIFORNIA 2 THURSDAY, JUNE 5, 2003, 9:00 A.M. 3 ---000----4 CHAIRMAN BAGGETT: Good morning. Apologize 5 for the delay here. Things are happening too fast in the 6 last week of the session. 7 This is the time and place for the hearing on 8 augmentation of the administrative record and 9 reconsideration of Water Right Decision 1644 in light of 10 additional specified evidence as directed by Yuba County 11 Superior Court. Water Right Decision 1644 addresses 12 fishery protection and other water right issues on the 13 Lower Yuba River between Englebright Reservoir and Marysville. This hearing is being held in accordance with 14 15 the Notice of Public Hearing dated May 23, 2003. 16 I am Art Baggett, Chair of the State Water Resources 17 Control Board. With me today is my colleague Gary 18 Carlton. We are assisted by Senior Staff Counsel, Dan Frink; Ernest Mona and Andy Fecko from the Division of 19 20 Water Rights. The State Water Resources Control Board has 21 22 previously conducted extensive hearings on the fishery and 23 water right issues on the Lower Yuba River and has 24 compiled a lengthy evidentiary record regarding issues addressed in Decision 1644. The purpose of this 25

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supplemental hearing is to consider the additional
 evidence specified by the Yuba County Superior Court in
 accordance with the Peremptory Writ of Mandate issued on
 May 5th, 2003.

5 The additional evidence that the Court has directed 6 the Board to consider is identified in the staff list of 7 exhibits attached to the hearing notice. This hearing 8 provides an opportunity for parties to address the 9 evidence identified by the Court, to conduct 10 cross-examination of that evidence and present relevant 11 rebuttal evidence. In accordance with the instructions in 12 the hearing notice presentation of evidence and 13 participation of evidence and participation in cross-examination is limited to parties who have submitted 14 15 written Notices of Intent to Appear that indicate their 16 intention to present evidence or participate in 17 cross-examination. Parties may also present arguments regarding the issues in the hearing notice. 18 19 As stated in the hearing notice, the four key issues 20 to be addressed -- and I think we'd really like the

assistance of all parties to really stick to those four issues. This the record is, what, 17 years' worth at this point and many days of hearings. So this is a very narrow opening as directed by the Court.

25 The first key issue: Do the depositions of former

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or present State Water Resources Control Board staff members Mike Meinz, Alice Low and Andrew Sawyer, dated October 10th, 2002, October 11th, 2002 and December 23, 2003, respectively, present evidence establishing that any party to the proceedings leading to Decision 1644 was denied a fair hearing or due process of law in those proceedings?

8 Second: Should Decision 1644 be revised based on 9 the evidence on fishery issues presented in the 10 declaration of William Mitchell dated March 11, 2003, and 11 the declaration of Paul Bratovich dated March 13, 2003? 12 Third: Should Decision 1644 be revised based on the 13 evidence of water demand and usage presented in the declaration of Curt Aikens dated March 13, 2003? 14 15 And fourth: Should Decision 1644 be revised based 16 on the evidence regarding present and projected electrical 17 energy supply and demand conditions as reported in the report of the California Energy Commission to the 18 California Senate Energy Committee on January 28, 2003? 19 20 After the hearing record is closed, the Board will 21 consider the evidence, and a proposed order will be 22 prepared for consideration at a Board meeting. Parties to 23 the hearing will be sent notice of any Board meeting 24 scheduled for consideration of the proposed order. 25 I think I just want to divert here and make a couple

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comments before we get into some of the procedural issues
 and address some of the concerns raised by a number of
 counsel.

4 I just want to make it real clear, this Board takes 5 very seriously the judgment entered on its Decision by the 6 Superior Court. This hearing today is being held as 7 ordered by Judge Barclay to consider the evidence as 8 noticed and weigh the testimony to be given within the 9 time period as ordered by that Court. Upon 10 reconsideration, the Board will adopt an order as directed 11 by the Court.

12 I just also want to note as we said at the close of 13 the prior proceeding when we adopted 1644, the Board still continues to encourage parties to continue to work on 14 15 settling disputes outside of these proceedings. To that 16 end the Board will remain open channels and will consider 17 any offers of settlement that all the parties to this proceeding can bring forward. But at this point in time 18 19 it is our intent to proceed expeditiously as ordered by 20 this Court, by the Court and Judge Barclay, to reconsider 21 our decision in light of the evidence and testimony. 22 Before we begin, I also have a couple other things 23 we want to address. We have a request from Alan Lilly

24 dated May 30th, 2003, which I believe was served on all 25 parties. The first request of Mr. Lilly's letter concerns

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1 the staff assigned to assist State Board in this 2 proceeding. In addition to the three former current Board staff members to whom YCWA previously objects, Mr. Lilly's 3 4 letter of May 30th objects to the continued involvement of Dan Frink as the Board staff attorney for this hearing. 5 6 The basis of this objection appears to be that 7 Mr. Frink previously consulted Assistant Chief Counsel 8 Andrew Sawyer on matters related to Decision 1644. Mr. 9 Sawyer served as Mr. Frink's supervisor. In essence the 10 argument is that Mr. Sawyer had a conflict of interest as 11 alleged by Mr. Lilly in Mr. Frink's previous work with 12 Mr. Sawyer resulted in Mr. Frink also having a conflict of 13 interest.

After considering this, I will read my response as 14 15 to that request. First, although Mr. Lilly has made 16 various allegations neither the Board nor the Court has 17 determined that Mr. Sawyer or any other staff member has a 18 conflict of interest in this matter. The Board will 19 examine the conflict allegations in depositions of three 20 staff members as directed by the Court. The no conflict of interest has been established at this time. Mere 21 22 allegations of bias do not disqualify persons with 23 assisting in an adjudicatory proceeding.

24 Second, Mr. Frink now works primarily on water 25 quality matters. Mr. Sawyer is no longer his supervisor.

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Mr. Sawyer will not be involved in the present proceeding
 or in preparing or reviewing a proposed order following
 this hearing.

Third, if the prior association of Mr. Sawyer was sufficient to cause a conflict of interest, then all the Board's water right attorneys and many other staff would be disqualified. That certainly is not the law as we read it.

9 And finally, the Board's proceedings are conducted 10 pursuant to applicable provisions of the Government Code 11 and California Code of Regulations as specified in the 12 hearing notice. There is nothing in this proceeding that 13 requires disqualification of Mr. Frink in assisting the 14 Board in this proceeding.

Mr. Lilly's second request asked that I identify the supervisors of staff members assigned to the hearing team and all staff with whom the Board may consult regarding this proceeding. For the record, Mr. Frink's supervisor in this matter is Chief Counsel Craig Wilson. Mr. Mona's supervisor is Lewis Moeller and Mr. Fecko's supervisor is Gita Kapahi.

I understand staff has provided a copy of the most recent organizational chart that identifies the Board management and other staff. There is no legal requirement to identify all staff within the Board may discuss the

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water right proceeding nor to specifically identify all
 staff members the Board members may speak to regarding
 this matter.

The third item addressed in Mr. Lilly's letter asked if the attachments to the three depositions identified as staff list of exhibits will be included in the record. The answer is yes. The Board will treat attachments as part of the depositions and they will be included in the record.

10 Finally, Mr. Lilly asked about the color figures 11 attached to Mr. Bratovich's declaration. Currently the 12 copies that were distributed with the hearing notice are 13 black and white, I believe. You have since discussed this with our staff, and you are providing color copies for the 14 15 other parties. We appreciate your help in those matters. 16 At this time I would ask Mr. Frink to cover any 17 procedural issues and introduce the staff exhibits. 18 MR. FRINK: Good morning, Mr. Baggett and Mr. 19 Carlton. I was going to mention Esther Schwartz is the 20 Court Reporter and is present to prepare a transcript of 21 the hearing. Anyone who wants a copy of the transcript 22 should make arrangements with Ms. Schwartz. 23 As explained in the hearing notice, Yuba County 24 Superior Court directed the State Board reconsider

25 Decision 1644 in light of the evidence and several

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1 specified documents. Notices of Intent to Appear indicate 2 that Yuba County Water Agency and the South Yuba River 3 Citizens League and associated organizations intend to 4 present witnesses regarding some of the documents 5 identified by the Court. In order to ensure that the 6 documents referenced by the Court are included in the 7 record, we went ahead and identified those documents as 8 Staff Exhibits 1 through 7, as listed on the attachment to 9 the hearing notice. And, again, to ensure that the 10 documents are included in the record, I would request, 11 Mr. Baggett, that Staff Exhibits 1 through 7, including 12 the attachments to those documents, should be accepted 13 into evidence at this time. CHAIRMAN BAGGETT: I think no objection since 14 this was ordered by the Court. I would --15 16 MR. MINASIAN: This may be the appropriate 17 time to raise a procedural issue in regard to the three 18 depositions. 19 CHAIRMAN BAGGETT: Okay. 20 MR. MINASIAN: For the record, my name is Paul 21 Minasian. I am representing South Yuba Water District, 22 Cordua Irrigation District and Brophy Water District's 23 counsel, Jesse Barton, is here and he may join in the 24 comments. 25 Basically, you're put in an unusual situation in

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1 which the Court indicated you could use the depositions. 2 Your rules and regulations in regard to taking evidence 3 and making determinations, however, provide a right of 4 cross-examination. A deposition is usable only if the parties are unavailable. We will be denied the right of 5 cross-examination of these three witnesses if you 6 7 incorporate the depositions, but do not provide the 8 witnesses. So we would like to preserve the record. In 9 that regard that is not a problem you're causing at this 10 point. But if you attempt to determine the issue of bias 11 or infection of your process on the basis of those three 12 depositions without a right of cross-examination, your 13 decision will not be entitled to the substantial evidence test and deference. 14

15 Thank you.

16 MR. FRINK: Mr. Baggett, I would like to 17 comment briefly on that.

18 Mr. Minasian and counsel for all of the other 19 parties who were involved in the litigation were noticed 20 of the depositions. They knew that the reason that 21 Mr. Lilly had asked to take the depositions concerned his 22 allegations of bias. So it isn't an instance of Mr. 23 Minasian or other attorneys not having the opportunity to 24 cross-examine the witnesses. It is just the instance of 25 they choosing not to do so.

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In view of that and in view of the fact that the
 Court directed us to take the depositions into evidence, I
 don't see there is a problem here.

4 I did have one additional point. This may go 5 without saying. But since this is a remand from the 6 Superior Court, I suggest that the Board simply announce 7 it takes official notice of the court records and all the 8 litigation involved in the Board's Yuba River proceedings 9 that led to adoption of Decision 1644. This isn't to say 10 that you would be taking official notice of the truth of 11 the matter asserted in all those documents, but simply 12 that the documents have been filed in the courts involving 13 this matter and that way the documents would not have to be resubmitted. 14

MR. BRANDT: Mr. Chairman, Alf Brandt for the 15 16 Department of the Interior. I just want to say just so 17 the record is clear, we did not get notice of those 18 depositions because we are not involved in the State Court litigation. Nevertheless, Department of the Interior 19 20 waives any right to cross-examination. So if you want to consider this, we support you in considering whatever you 21 22 want to do and put whatever weight you view on that. 23 CHAIRMAN BAGGETT: Thank you.

We will admit -- with objection noted we will admit the admission of the court documents into the record as

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well as Exhibits 1 through 7 as directed by the Court. 1 2 Before we begin the evidentiary presentation, I will 3 provide an opportunity for speakers to make a short nonevidentiary policy statement regarding the issues 4 5 listed in hearing notice. I think we have two cards. 6 A nonevidentiary statement is subject to the 7 limitations listed in the hearing notice. Persons making 8 policy statements must not attempt to use the statement to 9 present factual evidence, either orally or by introduction 10 of written exhibits. I would ask that you keep your 11 comments to five minutes or less. 12 With that, we have Michael George. 13 MR. GEORGE: Mr. Chairman, we defer to the opening statement. 14 CHAIRMAN BAGGETT: Michael Tucker, NOAA 15 16 Fisheries. 17 MR. TUCKER: Good morning. I just wanted to 18 say we did not have the time or the opportunity to put in an official statement. I just wanted to put forth for 19 20 NOAA Fisheries that basically we stand by all of your previous testimony in these matters and in the previous 21 22 hearings, and we feel that the new biological information 23 does not in way refute any of that testimony and that we 24 certainly support the Board in a speedy and expeditious resolution of this issue. 25

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1 THE COURT REPORTER: State your appearance for 2 the record, please. 3 MR. TUCKER: My name is Michael Tucker with 4 National Marine Fishery Service. 5 CHAIRMAN BAGGETT: Thank you. 6 With that we will now move to the presentation by 7 parties to this evidentiary portion of this hearing. 8 Would the people, presenting parties to the evidentiary 9 hearing, please state your name, address and whom you 10 represent so the Court Reporter can enter this information 11 into the record. If you have a card, you can give that to 12 Esther later, that would be appreciated. 13 First, Yuba County Water Agency. MR. LILLY: Good morning, Mr. Baggett. I am 14 15 Alan Lilly, Bartkiewicz, Kronick & Shannon, Sacramento, 16 California, appearing for the Yuba County Water Agency. 17 And I don't know if you're getting into the order of 18 proceeding, but I just wanted to let you know Mr. Bonham 19 asked to go before us because he has a witness with a 20 schedule conflict. And I told him that was okay with me. I just thought I would let you know that. 21 22 I think I was supposed to state my address, too. 23 You told me to and I forgot. 1011 Twenty-Second Street, 24 Sacramento, California 95816. 25 CHAIRMAN BAGGETT: Thank you.

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South Yuba River Citizens League and other public
 interest groups.

3 MR. BONHAM: Good morning. My name is Chuck Bonham. I am with Trout Unlimited. My address is 828 San 4 Pablo Avenue, Suite 208, Albany, California 94706. I am 5 6 appearing on behalf of a collection of conservation groups 7 which include the South Yuba River Citizens League, 8 California Sportfishing Protection Alliance, Friends of 9 the River, Bay Institute, as well as Trout Unlimited. 10 Also appearing with me is Mr. Todd Hutchins who is the ne 11 River Law Director for the South Yuba River Citizens 12 League. He will assist on certain matters today. 13 CHAIRMAN BAGGETT: Thank you. So you have a witness that you would like to be the 14 15 first to present. I was going to do opening statements 16 first of all the parties. 17 MR. BONHAM: We would prefer opening. And then 18 once we move the key hearing issue, perhaps key hearing 19 Issue No. 4 first. 20 CHAIRMAN BAGGETT: Browns Valley Irrigation 21 District. 22 MR. BEZERRA: Thank you very much, 23 Mr. Baggett. My name is Ryan Bezerra for Browns Valley 24 Irrigation District. Bartkiewicz, Kronick & Shannon, 1011 25 Twenty-Second Street, Sacramento, California 95816.

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1 CHAIRMAN BAGGETT: Thank you. 2 Brophy Water District. 3 MR. BARTON: Good morning. Jesse Barton, Law Office of Dan Gallery, 926 J Street, Suite 505, 4 5 Sacramento, CALIFORNIA 95826. CHAIRMAN BAGGETT: South Yuba Water District 6 7 and Cordua Irrigation District. 8 MR. MINASIAN: Paul Minasian, 1681 Bird 9 Street, Oroville, California, representing South Yuba 10 Water District, Cordua Irrigation District. And the firm 11 is Minasian, Spruance, Baber, Meith, Soares & Sexton. 12 CHAIRMAN BAGGETT: California Department of 13 Fish and Game. MR. CUNNINGHAM: Morning, Mr. Chairman. 14 15 William Cunningham, Deputy Attorney General, 1300 I 16 Street, Sacramento, California. Here on behalf of the 17 Department of Fish and Game. 18 CHAIRMAN BAGGETT: Department of the Interior. MR. BRANDT: Good morning, Mr. Chairman. Alf 19 20 W. Brandt, Department of the Interior, Office of the Regional Solicitor, 2800 Cottage Way, Sacramento 95825, 21 22 for the Department of the Interior. 23 CHAIRMAN BAGGETT: Western Water Company. 24 MR. MORRIS: Good morning, Chairman Baggett and Board Member Carlton. I am Scott Morris with Kronick, 25

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1 Moskovitz, Tiedemann & Girard, 400 Capitol Mall, 12th 2 Floor, Sacramento 95814, representing Western Water 3 Company. And with me today is Michael Patrick George who 4 is the president of Western Water. He will make the 5 opening statement for us this morning. 6 CHAIRMAN BAGGETT: Thank you. 7 Last, Western Aggregate. 8 Western Aggregate. 9 MR. FRINK: I don't believe Mr. Mills is here 10 yet. 11 CHAIRMAN BAGGETT: Before we proceed with the 12 presentation of testimony, a representative of each party 13 may make a brief opening statement, summarizing their positions in this matter with respect to the key issues in 14 15 the hearing notice. After the opening statements we will 16 hear testimony from Yuba County Water Agency regarding 17 documents they have asked to be included in the record. 18 Witnesses who have submitted a written declaration should identify the written declaration as their own and affirm 19 20 that it is true and correct. Witnesses should then summarize the key points in the written testimony and 21 22 should not read the declaration into the record and should not discuss matters not covered in that declaration. 23 24 Following the oral summaries the witnesses 25 presented by Yuba County Water Agency will be available

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for cross-examination as a panel by representatives of the other parties, Board staff and Board Members. Redirect testimony and recross will be limited to scope of the redirect testimony. That will be permitted.

5 At this point we will allow South Yuba River 6 Citizens League actually to do their evidence first and 7 then we will move to Yuba County Water Agency. I realize 8 that the witness appearing for South Yuba River Citizens 9 League in response to a subpoena, that I asked counsel for 10 South Yuba River Citizens League to present the direct 11 testimony on energy matters in 15 minutes, if possible. 12 That testimony will also be subject to cross, redirect and 13 recross, if necessary.

Parties are encouraged to be efficient in presenting 14 15 their case and in cross-examination. Unless I approve a 16 variation, we will follow the procedure set forth in the 17 Board's regulation and the hearing notice. Parties' presentations are subject to the following time limits. 18 19 And I recognize we didn't have the opportunity for a 20 prehearing, so we couldn't, I guess, tighten up some of 21 these rules, I quess.

22 Before I announce the times, just don't feel 23 obligated to use all the time allotted. I think the real 24 action, if you will, here and the part of greatest 25 interest to Gary and myself will be cross-examination and

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1 rebuttal testimony, if any. I think the evidence is 2 pretty clear; it is already in the record as ordered by 3 the Court. So if we are going to spend extra time, that is the place where I think most of you would agree would 4 5 be the most use in our reconsideration. 6 So the times as stated in the notice would be 7 limited to: opening statement, 15 minutes; 8 cross-examination for each panel will be limited to 30 9 minutes by each party or attorney; and additional time for 10 cross on the showing of good cause will be considered. 11 With that, let's begin with opening statements. 12 Yuba County Water Agency, you're up, Mr. Lilly. 13 MR. LILLY: Mr. Baggett, just a few minutes ago after you asked for policy statements Tib Belza, the 14 15 Chairman of the Yuba County Water Agency Board of 16 Directors, appeared, and he would like to make a brief 17 opening policy statement, if he can do that before my 18 opening statement. 19 CHAIRMAN BAGGETT: That is fine. 20 MR. LILLY: Thank you. 21 MR. BELZA: Good morning. I am Tib Belza, 5363 Marysville Road, Browns Valley, California, the 22 23 current chairman of Yuba County Water Agency. 24 Chairman Baggett and Member Carlton, I come before 25 you here this morning to urge you to take the seriousness

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of this new evidence that has come forth now. As you know, we have stated in the past this is critical for not only water agency's operation and the people of Yuba County, but as you know our economy is basically an ag-based economy, and this water, of course, is vital for that future to continue.

7 There has been lots of discussion and lots of 8 comments that have been made and are going to continue to 9 be made. Some of the things have been constant 10 throughout. In the last ten to 12 years when these 11 hearings started, we have had new management change in 12 Yuba County Water Agency. We've had new Board Members. 13 You've had Board Members change. But some of the things remain constant; and that is our commitment to providing 14 15 the water resources to our region and also doing it in a 16 manner that helps with fishery and helps the environment 17 in general.

18 We have been in what has been a combative situation, and we have continued to work closely with the fishery 19 20 agencies and everyone else involved. We continue to make 21 that commitment. And we hope that you will take this into 22 consideration when you look at this. It is a complicated 23 matter, a lot of information to cover. And we just urge 24 that you can look at this with a new, fresh outlook and give it serious consideration and vacate 1644 and let us 25

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1 continue to work proactively and in a cooperative manner 2 and continue. 3 The other constant that has remained throughout this 4 is our fishery is thriving, is doing well, and we want to 5 work, continue to work with the other groups to keep this 6 in same good order. 7 Thank you very much. 8 CHAIRMAN BAGGETT: Thank you. 9 MR. LILLY: Good morning, Chairman Baggett, 10 Member Carlton, members of the staff. As I said before, I 11 am Alan Lilly representing the Yuba County Water Agency. 12 I didn't introduce him before, with me at the table is Yuba County Water Agency's General Manager, Curt Aikens. 13 In the interest of time and as, in fact, encouraged 14 15 by the hearing notice, we are not going to ask for live 16 testimony from the three people whose depositions were 17 taken before, and we accept the Board's process of just 18 submitting those deposition transcripts and associated exhibits into evidence. I just will very briefly 19 20 summarize the three deponents. 21 First of all, as the Board Members may be aware, 22 Mike Meinz had an extensive career with California Fish 23 and Game for 16 years, including significant work on 24 salmon and steelhead habitat studies in the Lower Yuba

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River and American shad in Sac Valley before he went to

25

the State Board. And then over his objection he was required by his management, his supervisors at the State Board to then evaluate all the evidence during the 1992 hearing and prepare the 1994 staff report.

5 And we just don't think that it was possible for him 6 to be in an impartial position after having worked for all 7 those years for Fish and Game on this project.

8 The situation with Alice Low was similar. She also 9 worked for Cal Fish and Game for many years, and then she 10 worked as a consultant to U.S. Fish and Wildlife Service 11 before her work with the State Board. During her prior 12 work she was involved with projects which Department of Fish and Game and U.S. Fish and Wildlife Service 13 developed, recommended, instream flow requirements for the 14 15 Lower Yuba River. And that after that she came to the 16 State Board and was the environmental specialist for the 17 2000 hearing and confidentially advised the Board Members in the process that they used to reach D-1644. 18

Mr. Sawyer, throughout the entire 11-year period that the State Board was involved in the Lower Yuba River proceeding was a member of the Board of Directors and, in fact, the chairman of that Board of Directors for four years and was also chairman of the Legal Affairs Committee for that entire time and chairman of the political committee of the Mother Lode Chapter of Sierra Club, which

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1 at the same time was a party to the Lower Yuba River
2 proceeding asking for higher flows.

3 Mr. Sawyer was the Assistant Chief Counsel for Water 4 Rights, was supervising Mr. Frink, as Mr. Baggett has pointed out, as was confidentially advising the Board. 5 6 We submit that this just sets up a situation where 7 the Yuba County Water Agency could not have a fair hearing 8 when there were parties with these connections -- excuse 9 me, when there were State Board staff members 10 confidentially advising the Board when they had such 11 connections with other parties. 12 Therefore, we will ask at the end of this proceeding for the State Board to vacate D-1644 and start a new 13 process. I don't think the new process will have to take 14 15 as long or be as involved as the prior process because we 16 have learned a lot more and the evidence can be more on 17 point. Frankly, with this Meinz staff report on, the 18 process was infected with bias and the staff report led to 19 the 1996 draft decision which was the basis for the 2000 20 hearing, and many parts of it, in fact, were included in D-1644. 21

22 So it is not a case where a couple Band-Aids can be 23 put on top of the problem. It is more serious than that. 24 The second reason why we are asking the State Board 25 to vacate D-1644 is that there has been significant new

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1 evidence since the decision was adopted in March of 2001. 2 First, the annual populations of the adult chinook salmon in the Lower Yuba, which had risen post project after the 3 4 Yuba River Project was built, through the hearing have continued to rise. And we think that this is particularly 5 6 important when, among other things, D-1644 is somewhat 7 equivocal, and at most says the populations have been 8 stable. And frankly, it really draws into question the 9 whole reason for this proceeding.

10 If there is not a problem, what are we trying to fix 11 here? And that we believe with these -- particularly with 12 the last three years of higher salmon counts, which is the 13 principal indicator of the fishery in the Lower Yuba River 14 demonstrate that the Board really needs to go back and 15 evaluate why it is doing anything here, at least so what 16 is the appropriate thing to do.

17 Regarding the actual requirements in D-1644, 18 probably the most disputed requirements of all were those 19 for the spring period, April 21st through the end of June, 20 spring and early summer. And I will just quote two 21 sentences from D-1644.

22 The first on Page 61. It says:

- 23 The primary fishery consideration in the
- 24 April through June period is to provide
- 25 adequate flows for juvenile chinook salmon

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1 and steelhead migration. (Reading) 2 And then on the next page D-1644 states: 3 However, the record indicates that the 4 emigration of juvenile chinook salmon from 5 the Lower Yuba River begins in late April, 6 peaks in May and normally is completed by 7 the second week in June. (Reading) 8 Now data from the rotary screw traps which were 9 installed just before the 2000 hearing, and there was only 10 limited data available during the 2000 hearing. We now 11 have three years of data from those screw traps, and they 12 just show that those findings were incorrect. This happens. We have much more evidence than he would have 13 had before. And they show, regarding the salmon, 98 to 99 14 15 percent of the salmon leave the Lower Yuba River before 16 April 21. And regarding the steelhead, less than 15 17 percent migrate during that period. The rest migrate 18 either before or after that period. 19 So we submit this new evidence draws into 20 significant question whether those fringe flow requirements really are appropriate since the stated basis 21 22 for them is for fish that are not even in the river at 23 that time. 24 Third and finally, regarding the demands. The 25 D-1644 contains the following statements about the Dry

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1 Creek Mutual Water Company and the Wheatland Water 2 District, which are areas in southern Yuba County that had 3 historically not received Yuba River water, but which the 4 Yuba County Water Agency has been developing facilities so that they can eliminate the problems of groundwater 5 6 overdrafts in those areas. 7 And D-1644 states at Page 107: 8 The record remains unclear as to when and 9 if projected demands for surface water in 10 the Wheatland and Dry Creek areas will be 11 reached. (Reading) 12 And as result of this statement the hydrological 13 analysis that are described in D-1644 in determining the impacts on the water supplies for Yuba County Water Agency 14 water users as a result of the D-1644 instream flow 15 16 requirements do not include any demand for either the 17 Wheatland area or the Dry Creek area. Now Mr. Aikens will 18 testify that Dry Creek already has almost all of the 19 facilities needed to receive its full projected demand of 20 16,000 acre-feet per year, and currently it is already 12,000 and within the next few years it will continue to 21 22 grow to the full amount. 23 And regarding the Wheatland area, that project has 24 received a major boost when it got a grant from the

25 Department of Water Resources for over \$3,000,000, which

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is approximately half of the project costs. And there
 are, in fact, financing mechanisms for the rest.

Again, this decision, based on new evidence since the D-1644 was adopted, has just turned out that this finding is incorrect. And because it is such a critical finding for the decision, it requires the State Board to evaluate the decision.

8 Finally, I will just mention regarding the 9 California Energy Commission evidence and Issue No. 4 in 10 the Board hearing notice, we believe that the evidence 11 will demonstrate that the California electricity situation 12 is not in fact so well resolved now that the interim flow 13 requirements should be replaced with the long-term requirements. In fact, the indications are that the 14 15 electricity problem will continue in California for many 16 years. And frankly that the long-term requirements with 17 the associated reductions in summer power generation from this project should not go into effect. 18

So with that, I appreciate the time, and we look
 forward to the hearing.

21 CHAIRMAN BAGGETT: Thank you.

22 South Yuba River Citizens League.

MR. BONHAM: Good morning, Chairman, Board
Member Carlton and other Board Members, as well as
interested parties today. As I mentioned, my name is

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Chuck Bonham. I represent a collection of conservation
 groups previously identified. Mr. Todd Hutchins will
 assist once the supplement hearing moves to Key Issues 2
 and 3.

5 I would like to take a brief moment and address a 6 preliminary remark that is responsive to the Chairman's 7 opening welcome. We hear the Board's openness as to 8 negotiated settlement as a way to proceed here. We are 9 also open to such a concept so long as there is real 10 progress being made.

11 I would like to turn to the questions presented at 12 this supplement hearing. The questions presented as key 13 issues in this supplement hearing are narrowly tailored and easily answered. The evidence related to the four 14 15 supplemental key hearing issues establish the following 16 main point: There is only one issue and one piece of 17 evidence that warrants reconsidering and revising Decision 18 1644. That one piece of evidence is the California Energy 19 Commission report and accompanying press release to the 20 California Senate Energy Committee on January 28, 2003. 21 That one piece of evidence is distinguishable from all 22 other evidence in this supplement hearing because it goes 23 to the very heart of the Board's interim instream 24 requirements within Decision 1644. No other piece of 25 evidence in this supplement hearing goes as directly or as

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1 dispositively to a key issue so identified.

2 In short the answer is a resounding, yes, Decision 3 1644 should be revised based on the evidence regarding 4 present and future electrical energy supply and demand conditions in the Energy Commission report. That report 5 6 is reliable. That report is -- this states expert 7 commission's conclusion. No other question presented or 8 key issue in this supplement hearing can be identified in 9 the affirmative.

10 I would like to briefly discuss the relationship
11 between these main points and Key Issue 4 before the
12 Energy Commission Report.

13 The Energy Commission has the legislative mandate to forecast statewide energy needs and supply. It is this 14 15 state's principal energy forecasting entity. On January 16 28 of 2003, the then executive director of the Energy 17 Commission, a Mr. Steve Larson, presented Energy 18 Commission analysis and conclusions in the form of a 19 report to the California Senate Energy Committee regarding 20 California's electricity supply going forward. That was an official act. The title of the accompanying press 21 22 release was in the report, and I am quoting, Energy 23 Commission Predicts Promising Electricity Supply and Demand for Next Five Years. 24

25 Most importantly that conclusion goes two years

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1 beyond the expiration date of Decision 1644's interim 2 flows. The Energy Commission subsequently published and 3 posted to its official website this report in secure PDF 4 format. I underscore the logic here is straightforward. During this supplemental hearing, conservation groups will 5 6 call a knowledgeable witness from the Energy Commission to 7 testify regarding the Energy Commission report and to 8 authenticate and summarize the information in that report. 9 This witness will testify under oath. This witness will 10 be available for cross-examination.

11 Then the State Water Resources Control Board should 12 revise Decision 1644 to strike the interim flow 13 requirements and immediately implement the Decision's long-term flow requirements. The reasons for that 14 15 revision are simple and overwhelming. There are three. 16 First, the but for proximate cause of the Decision 17 interim flow requirements was the 2000 energy crisis and the Water Board's concern going forward about that crisis. 18 19

19 In fact, the State Water Board admits this singular causal 20 link. I would refer parties and the Board to the Decision

21 Page 174. I quote from the amending order at Page 8:

22 In the absence of the current power

- 23 shortage situation the State Water
- 24 Resources Control Board would not have
- 25 established interim instream flow

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## 1 requirements. (Reading)

Yet at the same time the State Water Board fully recognized and comprehended that the Decision's long-term flow requirements impact on power production, quote, would be minimal. I refer the interested parties as well as the Board to the amending order Pages 3, Pages 7, Pages 8 and Pages 11 as well as to Appendix IV of the Decision.

8 The second reason for revision. If the possibility 9 of a power shortage is materially less or nonexistent, 10 there is no logical reason, basis or justification for 11 maintaining the interim flow requirements. The question 12 is not whether there was an energy crisis in the year 13 2000. Rather the only question relevant today during this supplement hearing is whether there is a basis for the 14 15 interim flow requirements.

16 The third reason for revision. The California 17 Energy Commission report clearly shows no basis exists for 18 the interim flow requirements through 2006. A plain 19 reading of the report shows no basis exists. 20 Notwithstanding, the Energy Commission staff's own 21 recognition of the inherent uncertainties in any 22 forecasting exercise.

No subsequently published Energy Commission report contradicts this finding. It only makes common sense that events or information indicating the truth or, in fact,

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1 the falsity of agency justification should not be ignored. 2 Our request for revision based on materially new 3 information is not novel. It is nothing to be afraid of. 4 The Board already has and always maintains as a general 5 matter across its entire regulatory domain the ability to reconsider a decision through its reserved authority. 6 7 This option is always open to all interested parties. We 8 do not question at all here today the wisdom of the 9 Board's concern about the energy situation in 2000. None 10 of us have the power to undue the past. Analyzing that 11 would be that futile exercise. However, justice should 12 look forward from today and not turn a blind eye at this 13 stage of these very long proceedings when information and events have matured to the point that the fundamental 14 15 reason for a decision may no longer exist.

16 Unlike information which is merely additive to the 17 existing record, for example fish spawning survey or fish 18 migration monitoring results, the California Energy 19 Commission report is of truly new and revolutionary 20 consequence to this decision.

Turning briefly, very briefly, to Key Issues 1, 2 and 3. First, the depositions of former and present Board Member staff do not present evidence or unfair -- evidence of unfair hearing or denial of due process in any of the proceedings leading up to Decision 1644. Such accusations

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are flatly wrong. Put simply, Yuba County Water Agency
 has had 15-plus years of its day in court regarding
 fishery measures on the Lower Yuba River.

4 Second, the so-called new fishery evidence in the Mitchell and Bratovich declarations and new water 5 6 supply and demand evidence in the Aikens declaration is 7 not new. It does not warrant revising the Decision. It 8 is simply redundant of evidence already in the 9 administrative record. The State Water Board has heard 10 such evidence. It has already heard the arguments related 11 to that evidence. It balanced those issues already. No 12 further action is needed.

By way of conclusion I wish to make a few brief
policy oriented statements.

The United States Ninth Circuit Court of Appeals 15 16 once famously remarked that water litigation is a weed 17 that flowers in the arid west. The sad fact on the Lower Yuba River that proceeding to save salmon and steelhead 18 19 have now run past 15 years in length. The water 20 litigation weed continues to flourish in this basin. 21 Namely, the contested effort to address fishery needs in 22 this basin continues while the salmon and steelhead remain 23 threatened with extension. Once extinct, the game is over 24 for these public trust resources.

25 The State Water Board, frankly, got it right in

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Decision 1644 when it found that it has the 1 2 constitutional, statutory and public trust authority, 3 indeed, obligation to better plan, manage and allocate 4 water in this state for the protection of fish. For over 15 years in the Yuba the salmon and steelhead have 5 6 suffered from the historical imbalance that favored 7 consumptive water use over fishery needs. 8 In sum, the single basis for the Decision's interim 9 instream flow requirements no longer exist. The 10 California Energy Commission report shows that. Striking 11 the interim flows and implementing the long-term flows 12 moves us towards protecting those fish. The only key 13 issue that can be answered with an affirmative yes in this supplement hearing is Key Issue No. 4. 14 15 Thank you. 16 CHAIRMAN BAGGETT: Brophy Water District. 17 MR. BARTON: Jesse Barton for Brophy Water District. We will defer to Paul Minasian. 18 CHAIRMAN BAGGETT: Thank you. 19 20 Browns Valley Irrigation District. 21 MR. BEZERRA: Thank you very much, Chairman Baggett and Board Member Carlton. Again, my name is Ryan 22 23 Bezerra for Browns Valley Irrigation District. And 24 primarily I would just like to join the comments of Alan 25 Lilly for Yuba County Water Agency, but with two simple

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additions to those comments. And that is in relation to the fishery evidence concerning the adult populations of salmon in the Lower Yuba River and the increased demands of Dry Creek Mutual Water Company and Wheatland Water District, the evidence could be put on here that this simply confirms projections that were put for the 2000 hearing that D-1644 did not agree with.

8 This evidence simply confirms those projections and 9 demonstrates that, one, the salmon population in the Lower 10 Yuba River has, in fact, increased since the project came 11 on line. And two, that the Dry Creek and Wheatland will 12 have increased demands. These are points that D-1644 did not agree with and this evidence demonstrates that the 13 findings that did not agree with those projections were, 14 15 in fact, incorrect.

16 This new evidence, therefore, justifies the vacation 17 of the long-term flows. And at that point I would just 18 like, again, to agree with the comments of Mr. Lilly. 19 Thank you very much.

20 CHAIRMAN BAGGETT: Thank you.

21 Now South Yuba Water District.

22 MR. MINASIAN: Mr. Chairman, as an opening 23 statement and as an offer of proof let me suggest to you 24 what South Yuba Water District and Cordua Irrigation 25 District and to the extent Brophy Water District wishes to

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1 incorporate our comments will be first, the dignity of the 2 Board and the respect of the Board in the state of the 3 California is critical to the functioning of the water 4 rights system. So it is in your hands. Neither of the officers who are present today I am sure would be able to 5 6 affirm that they have read and considered all of the 7 evidence and the exhibits in the 1990 hearing and in the 8 2000 hearing.

9 We have a legal position on that. We've expressed 10 that in our brief in Yuba County, and I will express it 11 briefly today, just to preserve it.

12 But the critical point today is you have in your 13 hands the question of whether or not due process, fairness occurred in those hearings. And so at the appropriate 14 15 time, because the three deponents are not present, I will 16 take extracts from the record and try to show you how 17 critical it is that you simply rescind the Decision. To the extent that you are judges you must know the evidence, 18 19 you must know the procedure in order to have an order 20 which meets due process and the concept of fairness.

And the only way you can do that in this particular circumstance is to rescind the whole of the order and take the record and acquaint yourselves with it, and then make a Decision after extracting from that process those possible affects which have infected your decision and

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infected the potential respect of the state of California
 for that decision.

3 Thank you. 4 CHAIRMAN BAGGETT: Thank you. California Department of Fish and Game. 5 6 MR. CUNNINGHAM: Thank you again. Good 7 morning, Chairman Baggett, Member Carlton. Bill 8 Cunningham for the Department of Fish and Game. We have 9 been at this for some time. Apparently we are going to be 10 here for some time more. Hopefully not that much today. 11 I will be aware of Mr. Baggett's clock watching on our 12 participation as well as that of all other parties. We 13 would like to give a brief opening statement. It will incorporate some elements of policy as well, but I will 14 15 try to keep it short as it is.

16 As you recall from our past participation we would 17 again like to remind the Board that the Department of Fish 18 and Game is here as the trustee agency for California's fish and wildlife. It's long been recognized in 19 20 California that fish and wildlife are a unique species of 21 property in which the ownership resides in the public. 22 The Department of Fish and Game serves as an agency that 23 attempts to protect those fish and wildlife. This Board 24 has a unique role in aiding in that same protection of fish and wildlife. 25

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1 It was established long ago that this Board can 2 evaluate water rights and water rights decisions in 3 California to assure that the use of the water will 4 provide protection for those native trustee resources, fish and wildlife. The Board is reminded of this some 5 6 years ago by a Supreme Court ruling in the National 7 Audubon Society case. But the court I think assumes this 8 decision was taken to heart. The Board apparently took it 9 to heart and worked hard since to provide protection for 10 California's fish and wildlife.

11 We suggest that same Board effort continue. We 12 would also like to remind this Board that that Board's 13 separate authority was buttressed by separate Fish and Game Code sections. For example Sections 3927, which 14 15 provides for keeping fish in good condition below any dam, 16 obstructing water resources within the state of 17 California, and that those -- that provision is also again buttressed by other provisions both in federal and state 18 19 law dealing with the protection of threatened and 20 endangered species. Specifically in the Yuba River 21 watershed the listings of both spring-run chinook and 22 Central Valley steelhead bring those endangered species 23 acts to the forefront.

With this in mind, we would again like to ask thisBoard to reaffirm its earlier commitment to the protection

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of Fish and Game resources while at the same time perhaps casting a rather cynical eye to the new testimony being provided by Yuba County Water Agency. We would like to suggest to this Board that the new testimony being provided by both Messers. Mitchell and Bratovich as biologists is both cumulative and perhaps not exactly what it at first blush seems.

8 We are prepared to present rebuttal testimony 9 pointing out that there are significant differences of 10 opinion as to the conclusions actually being reached by 11 testimony by both Mr. Mitchell and Mr. Bratovich 12 suggesting that, while there are, yes, runs of fall-run 13 chinook salmon on the Yuba River, that those runs are not significantly increasing; in fact, increasing at a lesser 14 15 rate than preproject fisheries had increased in the past.

We would also like to suggest that the attempts to analyze subsequent rotary screw trap data to establish that there are juvenile chinook salmon outmigrants routine and leaving the system at an early time in every calendar year and erroneously uses the data available as a conclusion that cannot be supported by the information currently presented for the evidence.

23 Then we would like to also suggest that the 24 testimony of Mr. Aikens goes to nothing more than an 25 affirmation of what he already claimed was going to happen

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three years ago, that there was going to be additional water development, and now he is offering testimony, well, yes, water development is proceeding. I think that this Board took that into consideration and has already acted in response to that.

6 I suggest that this Board need do nothing more. 7 Finally, we would like to have, however, encourage 8 the Board to take a little more aggressive look at 9 information provided by SYRCL and the California Energy 10 Commission. As this Board will recall, the decision to 11 provide an interim flow for the Yuba River Project for an 12 extended period of time, approximately five years, was 13 reached at the very last minute in the prior proceedings, and it was reached based upon a rather summary conclusion 14 15 that an energy crisis had hit California and that the need 16 to ensure constant generation for at least a significant 17 period of time was important. Those were essentially locked in at a lower level than perhaps the fisheries 18 19 required. But the give and take was to assume that 20 California's need for energy would subsequently at least 21 receive some additional boost from these reduced flows. 22 It turns out that while we may have been accepted 23 that in an excess of caution that may not have been 24 necessary and I suggest that at least as of today it is

25 not necessary. Those interim flows were designed to

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perhaps save us from an energy crisis that no longer appears quite so imminent. And I would suggest that information as to that energy crisis should be accepted by this Board, should be used in evaluating those interim flows and should suggest that the interim flows perhaps at this point in time be dismissed.

7 What I would also like to suggest, respectfully at 8 the end of this, is that we remain committed to the 9 protection of fish and wildlife resources in the Yuba 10 River. We hope this Board has the commitment. We would 11 like to suggest that Decision 1644 was a reasonable 12 effort. Although we may not have agreed with all of its substance, we did agree with its intent and we would 13 encourage the adoption or readoption of similar terms of 14 15 Decision 1644 in whatever this Board now proposes.

16 We would like to again suggest that whatever action 17 this Board takes this Board take it as expeditiously as possible. We, among others, are involved in the 18 19 litigation that has recently terminated, and we remain 20 concerned that should there be a break now in the effective terms of Decision 1644 without something else in 21 22 its place, that the possibility for mischief in flow 23 management are high.

24 So we encourage this Board to arrive at some quick 25 decision, that I think this Board can arrive at that

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decision with little additional consideration of what we 1 2 consider cumulative evidence, and that such a decision 3 should be immediately implemented. In alternative, may I 4 respectfully suggest that if this Board finds itself 5 unable to complete a decision making process in the 6 short-term that it consider implementation of some interim 7 flow. Though I use the word "interim" reservedly, not in 8 the context of the interim flows of the past, but in the 9 context of an absence of any flow restraints should the 10 time for adoption of a new decision go beyond an extended 11 period of time.

12 The trial court in this matter provided a certain 13 period of time to respond to its Writ of Mandate. I think for whatever reasons it was an unusual number, 66 days. 14 15 The time for even -- I haven't got a clue of how he got 16 there. I think also that the decision to the extent that 17 this Board could or would wish to appeal it to the Third 18 District Court of Appeal, this Board is also looking at a 19 very narrow time window in which to pursue such an appeal. 20 If that time for appeal passes, if the time for the return to the Superior Court lapses, Decision 1644 will cease to 21 22 exist and the only remaining flow protections in place 23 will revert to those contractual arrangements reached by 24 the Department of Fish and Game and Yuba County Water 25 Agency well over 30 years ago.

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1 Please, whatever you do, make it expeditious. 2 Resolve this matter. If not, consider putting in place an 3 interim flow protection scheme. I would suggest most 4 respectfully and finally that there is a tried and true interim flow scheme already developed. You spent 15 years 5 6 of hearings getting to it. You spent over 25 days 7 arriving at it, and months considering it. The terms of 8 D-1644 would simply also serve as an interim flow regime 9 pending resolution of any final matter here. 10 With that, thank you very much. 11 CHAIRMAN BAGGETT: Mr. Brandt, Department of 12 the Interior. 13 MR. BRANDT: Good morning, Mr. Chairman, Member Carlton. The United States Department of the 14 15 Interior is not involved in the state court litigation as 16 a federal agency, but we do continue to have concerns 17 about the fishery on the Yuba River. For that reason we 18 are participating in the ongoing negotiations, settlement 19 negotiations and discussions in order to avoid any further 20 litigation or delay right now in the current litigation. And if I understand that Yuba County Water Agency 21 22 has proposed a stay, I am not sure after hearing this 23 morning I think that may be in effect what they propose by 24 saying vacation and then start up a whole new hearing 25 process, it is going to take a long time. We spent a

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1 decade, and it's going to take even longer to get one 2 started again and start all over again.

3 Interior considers the settlement negotiations and 4 your proceeding and the state court proceedings as a 5 separate parallel and independent process. We signed a 6 confidentiality agreement to make sure that what goes in 7 the settlement doesn't come in here, doesn't come into the 8 state court litigation. We all agreed to separate those, 9 make that separation. We don't think that it makes sense 10 and we do now tie these proceedings to somehow to the 11 settlement negotiations, if that is that kind of proposal.

We support actually many of the comments that Chairman made this morning in his initial comments about various things in their intention to -- Board's intention to adopt a new order within the time limits. We think that is a good idea.

17 Let me just make a quick comment about the conflict of interest allegations. We think the Board needs to use 18 the best staff that it can. And it is not unusual that 19 20 there are staff that -- the ones that have the best expertise are often involved in these issues in other 21 22 forms or in other ways. So we think it is really up to 23 the Board and ultimately the Board's decision and not the 24 staff decision. When we think about a conflict of 25 interest charge and allegations are ones that we don't

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1 think have a whole bunch of weight.

2 Any further delay in these proceedings really would 3 not be in the best interest of Yuba River fishery. We spent a decade trying to get to D-1644. The fish need 4 5 basically more water. The SWRCB -- we really support 6 going ahead with the order to make sure that there is a 7 continuum. If we go to the 1965 agreement, there is 8 really not enough water there. And past delays to promote 9 settlement have not really gone anywhere, not really 10 support that settlement.

11 We think there are ways actually that State Board 12 could encourage and promote that settlement. Instead of 13 stepping back in those proceedings, we think you can take an active role to support and promote putting -- perhaps 14 15 putting a little pressure on all of us to get there. 16 There are ways to do that. One is set a deadline for 17 negotiations as part of your new order. Encourage 18 participation by all parties that may have an interest. 19 That may include Department of Water Resources. We will 20 see where they go. Encouraging or requiring regular 21 progress reports.

And finally on interim standards, one way to think about this, we are not saying this is the only way, but one way to think about this is reimpose interim standards, but have the long-term standards as perhaps a way to say

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if the negotiations fail, we come back to you and say negotiations are going nowhere, we've walked away. Then at that point look at imposing the long-term standards. That may be one way. It would not be inconsistent for us to say let's impose long-term standards now. But that might be one way you might want to consider to encourage us to all work together.

8 And in your augmentation or reconsideration 9 administrative record as required by the State Court, 10 Interior supports the introduction of all proposed 11 exhibits today. We think these exhibits, however, should 12 be considered in light of the entire record, which is 13 quite substantial. We don't think they add much. We may ask a few questions in cross-examination to clarify a few 14 15 things. Depending on what happens in oral testimony 16 today, we may also want to put on rebuttal testimony, 17 depending on what happens. At this point based on what 18 has been submitted, we don't see that that is a 19 likelihood, but we will see what comes out in oral 20 testimony today, if there is anything. But in any case, let's get moving. Let's proceed. 21 22 Let's meet this deadline. 23 CHAIRMAN BAGGETT: Thank you. 24 Western Water.

25 MR. GEORGE: Good morning. I am Michael

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George. I am president of Western Water Company, 102
 Washington Avenue, Point Richmond, California.

3 I appear today not only on a basis of the water 4 rights that our company owns in the Goldfields on the banks of the Yuba River, but also because we are a 5 6 significant landowner and farmer in the Wheatland Water 7 District. We farm about 1,200 acres in the Wheatland 8 Water District. And the Wheatland Water District of which 9 we are now a member contributed its water rights to the 10 Yuba County Water Agency almost 50 years ago. In fact, I 11 think a little over 50 years ago and the demands for water 12 in that part of the county are, in fact, in part to 13 provide surface water delivery to our farms which have been promised, as I say, for over half a century. So I 14 15 make three points as opening comments.

16 First of all, we concur that there is a great value 17 to resolution of these issues. They have been hanging over the heads of all the landowners and all the water 18 19 users in Yuba County in to some extent in the Sacramento 20 Valley for way too long. In fact, as result of the 21 pendency and the uncertainty associated with the long 22 process that we have all been involved in, the progress 23 toward making the water deliveries, making good on the 24 promises that have been made to the south part of the 25 county about getting surface water and alleviating

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1 groundwater overdraft have been deferred and delayed, and 2 that has real economic consequences, and I think those consequences are pretty clearly indicated in the kind of 3 4 economic differences between the areas of Yuba County that have gotten surface water deliveries and those areas like 5 6 the Wheatland Water District that have been denied in some 7 large part because of the long pendency of these 8 proceedings.

9 Second, with respect to the issues for resolution. 10 We speak primarily to Issues 2 and 3. That is Decision 11 1644 needs to be revised, rescinded, replaced, updated, 12 changed. Number one, because the -- of the issue with 13 respect to the fisheries and, number two, with respect to 14 the issue of demand.

15 There is a value to certainty of outcome and of 16 water rights and that is a value that is protected, if at 17 all, by this Board. By the same token, uncertainty before this Board creates uncertainty with respect to all of 18 19 these water rights. We certainly recognize that the 20 previously granted water rights are subject to continuing 21 jurisdiction of this Board and to the continuing demand 22 for environmental stewardship and certainly enhancement 23 and protection of fisheries is an important part of that. 24 We don't disagree with that.

25 However, we believe that the information that has

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been directed to this Board's attention by the Court
 seriously contradicts specific statements on which this
 Board based its Decision 1644. We think that needs to be
 reevaluated and reconsidered, and we look to the Board to
 do that.

6 Clearly, when you look at this long record and a lot 7 of complication and a lot of differences of opinion and a 8 lot of argument over expert testimony and so forth, the 9 real practical, real world differences appear to come down 10 to those spring-run minimum flows. And the difference, 11 frankly, between what is in D-1644 and what has been 12 proposed by the agency is the significant difference that 13 has divided the parties for so long.

We believe that the evidence that has been submitted 14 15 and fairly evaluated by an impartial arbiter of water 16 rights with public trust and environmental responsibility 17 will conclude that the fishery is in increasingly better shape, that the agency and water users in Yuba County have 18 19 been responsible stewards and have continued to manage 20 these water resources to meet the twin goals that were 21 stated earlier; that is to provide beneficial use to the 22 people who have made financial sacrifices, made 23 investment, developed business, economic and family 24 interest in that area while at the same time protecting 25 the environment.

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1 Therefore, our participation in this rehearing will 2 be aimed primarily at support of the Yuba County Water 3 Agency and its request for reevaluation in light of the new evidence of principally the spring flows in Decision 4 5 1644. 6 Thank you very much. 7 CHAIRMAN BAGGETT: Thank you. 8 Western Aggregates. Anybody? 9 With that, let's take ten minutes. At 10:30 we will 10 come back and begin the first witness from SYRCL. 11 Esther, we can go off the record. 12 (Discussion held off the record.) 13 (Break taken.) CHAIRMAN BAGGETT: Any witness who is going to 14 testify in this proceeding, please stand and repeat the 15 16 oath. 17 (Oath administered by Chairman Baggett) 18 CHAIRMAN BAGGETT: With that, let's proceed. 19 ---000---DIRECT EXAMINATION OF SOUTH YUBA RIVER CITIZENS LEAGUE 20 BY MR. BONHAM 21 22 MR. BONHAM: Good morning. Please state your 23 name and occupation for the record. MR. ASHUCKIAN: Good morning. I am David 24 25 Ashuckian with the California Energy Commission, manager

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of the Electricity Analysis Office, 1816 Ninth Street. 1 2 MR. BONHAM: Mr. Ashuckian, my name is Chuck 3 Bonham. I represent a collection of conservation groups in this supplement hearing. We are going to discuss a 4 5 California Energy Commission report and accompanying press 6 release to the California Senate Energy Committee on 7 January 28. 8 Do you have a copy of that report before you? 9 MR. ASHUCKIAN: No, I don't. 10 MR. BONHAM: May I approach? 11 MR. FRINK: I believe everybody was sent a 12 copy of the report along with the hearing notice. 13 MR. BONHAM: Mr. Ashuckian, thank you for attending today. I know you have modified vacation plans. 14 Thank you to the Board and opposing counsel for the 15 16 convenience of going first. 17 For convenience I will refer to that report as the 18 January 2003 report. 19 Okay? 20 MR. ASHUCKIAN: Okay. MR. BONHAM: Could you again state your title 21 22 at the California Energy Commission. 23 MR. ASHUCKIAN: Manager of the Electricity 24 Analysis Office, assistant assessment and facilities 25 siting division.

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MR. BONHAM: Could you please describe your 1 2 specific responsibilities in that capacity? 3 MR. ASHUCKIAN: The office -- it is my 4 responsibility to include analyzing the state's 5 electricity system, monitoring supply and demand, 6 determining system capacity and flows and reporting to the 7 Governor, Legislature and other agencies on critical 8 issues, regulatory situations, et cetera. 9 MR. BONHAM: In brief what are the 10 responsibilities generally of the California Energy 11 Commission in the context of energy planning and 12 forecasting? 13 MR. ASHUCKIAN: We are responsible for -- the Energy Commission is primarily responsible for ensuring a 14 15 safe and reliable energy system. We also are responsible 16 for permitting energy facilities. And in that vein we 17 monitor what the addition of existing or new powerplants 18 and capacity will be on the system. 19 So the planning activity is to monitor and analyze 20 additions and subtractions to the system. MR. BONHAM: Mr. Ashuckian, thank you. 21 22 Were you subpoenaed to appear today? 23 MR. ASHUCKIAN: Yes. 24 MR. BONHAM: As you understand it, what is the 25 purpose of your testimony today?

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MR. ASHUCKIAN: My understanding is that my 1 2 purpose is to authenticate the supply and demand balance 3 that we have publicly published and answer any questions regarding specifics to this analysis. 4 5 MR. BONHAM: Do you have a copy of the January 6 2003 report handy? 7 MR. ASHUCKIAN: Yes. 8 MR. BONHAM: Did the department you manage 9 prepare this January 2003 report? MR. ASHUCKIAN: Yes. 10 11 MR. BONHAM: Were you personally involved in 12 the preparation? 13 MR. ASHUCKIAN: Yes. 14 MR. BONHAM: Could you describe how? MR. ASHUCKIAN: Well, I basically ensured that 15 16 the various numbers are copacetic with other information 17 through the Commission. 18 MR. BONHAM: Thank you. 19 Did your department prepare this January 2003 report 20 pursuant to the Energy Commission's responsibilities as this state's energy planning and forecasting entity? 21 22 MR. ASHUCKIAN: Yes. 23 MR. BONHAM: Are you familiar with the substance of this January 2003 report? 24 25 MR. ASHUCKIAN: Yes.

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MR. BONHAM: What is your knowledge of the 1 2 preparation of this report? 3 MR. ASHUCKIAN: Well, we collect data and information from various sources, including our own demand 4 5 office. We also collect information from our siting 6 office, other agencies, the CPA, the utilities that 7 provide us information about the various resources 8 available to the state and various programs that have 9 input to what our supply and demand needs are. 10 MR. BONHAM: Is preparation of such a report 11 typical official duty at the Energy Commission? 12 MR. ASHUCKIAN: Yes. 13 MR. BONHAM: Was the January 2003 report produced in the ordinary course of the Energy Commission's 14 15 business? 16 MR. ASHUCKIAN: Yes. 17 MR. BONHAM: Was the January 2003 report 18 presented to the State Senate Energy Committee in the 19 ordinary course of the Energy's Commission business? 20 MR. ASHUCKIAN: Yes. MR. BONHAM: Was the January 2003 report 21 published on the Energy Commission's website in the order 22 23 course of the Commission's business? 24 MR. ASHUCKIAN: Yes. 25 MR. BONHAM: I would like to turn briefly to

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the substance and conclusions of the report. By way of 1 2 summarizing the contents of the report I would like to ask 3 you a few questions. 4 MR. ASHUCKIAN: Yes. 5 MR. BONHAM: In your expert opinion what is 6 the purpose of the January 2003 report? 7 MR. ASHUCKIAN: The purpose is to provide an 8 outlook on what the supply and demand is from electricity 9 to what we would call determined an early warning 10 indicator of any significant issues that may arise in the 11 near term and/or long term. 12 MR. BONHAM: In your expert opinion what overall conclusions does the energy -- January 2003 Energy 13 Commission report reach? 14 MR. ASHUCKIAN: The conclusions are that we 15 16 have sufficient supply in the near term, that our reserve 17 margins are adequate for the next few years. However, 18 they continue to decline as time goes on, as the years 19 progress. Basically because of uncertainty in the number 20 of new plants that will be constructed in future years. 21 MR. BONHAM: Thank you. 22 Could you please turn to Page 2, Paragraph 3 of the 23 report? And the sentence beginning "Because this table," 24 and could you read that first sentence of Paragraph 3. 25 MR. ASHUCKIAN: Because this table

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looks further into the future, there is 1 2 more uncertainty built into the estimated 3 values. The 2004 through -8 table also employs a reserve margin known as a 4 5 planning reserve margin (Reading) 6 MR. BONHAM: Thank you, Mr. Ashuckian. 7 Just the first sentence. Please describe whether that first sentence is 8 9 inconsistent with the report's conclusion that supplies 10 should continue to remain positive through the year 2005? 11 MR. ASHUCKIAN: Repeat the question. 12 MR. BONHAM: I read that first sentence to suggest, as the agency is planning forward. There is some 13 uncertainty in forecasting? 14 MR. ASHUCKIAN: That's true. 15 16 MR. BONHAM: My question is: Does that uncertainty undercut the overall conclusion of the report 17 18 that you provided, based on your expert opinion? MR. ASHUCKIAN: No. 19 20 MR. BONHAM: Thank you. Please turn to Page 7 of the report, which there are 21 22 -- actually you have to count the pages; they are lacking 23 in page numbers. 24 Are you there? 25 MR. ASHUCKIAN: I get to the second page of

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1 the --2 MR. BONHAM: The press release. Actually the 3 first page of -- what is this page? 4 MR. ASHUCKIAN: This is a press release that 5 our media and public communications office publishes. 6 That is an attempt to summarize the conclusion of our 7 work. 8 MR. BONHAM: Could you please read the title 9 of this page? 10 MR. ASHUCKIAN: The title is Energy Commission 11 predicts promising energy supply and demand for the next 12 five years. 13 MR. BONHAM: Today, in your opinion, is that still an accurate statement? 14 MR. ASHUCKIAN: I would say that I would 15 16 shorten the outlook to a little less than five years. 17 Based on some new information, I would say that we predict 18 promising energy supply and demand for the next three to 19 four years. 20 MR. BONHAM: Thank you. Mr. Ashuckian, what has the weather been like this 21 22 week in Sacramento? 23 MR. ASHUCKIAN: This week has been -- I'd say it started off hot and then kind of cooled off to 24 25 normal.

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1 MR. BONHAM: When the weather was hot, how, if 2 at all, did that weather affect the accuracy of this 3 California Energy Commission January 2003 report's 4 findings? 5 MR. ASHUCKIAN: It doesn't affect it at all. 6 Actually, we do forecast both normal and what we call hot 7 or one-in-ten weather. One-in-ten being an event that 8 would happen once in ten years. So we incorporate that 9 type of event in our normal forecast. 10 MR. BONHAM: Is it possible to describe any 11 energy consequences of this week's earlier hot weather? 12 MR. ASHUCKIAN: Well, hot weather produces 13 more demand. 14 MR. BONHAM: How would, if at all, that 15 consequence of more demand change the accuracy of the 2000 16 California Energy Commission report's findings? 17 MR. ASHUCKIAN: Well, if the weather was 18 consistently higher than one-in-ten, our forecast would be 19 rather low. 20 MR. BONHAM: Thank you. Could you turn to Page 5, please, of the 2003 21 22 report, which by my count is a 2004-2008 statewide 23 supply/demand balance spreadsheet? 24 MR. ASHUCKIAN: Yes. 25 MR. BONHAM: What does a 9.3 planning --

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1 percent planning reserve in a one-in-ten hot summer for 2 August of 2004 mean? 3 MR. ASHUCKIAN: For August of 2004? 4 MR. BONHAM: 2004. 5 MR. ASHUCKIAN: That means that our reserve is 6 expected to be 9 percent above demand, that we're going to 7 have 9 percent more energy -- 9 percent more energy 8 available than demand will require, given a hot event, a hot summer day. These are August. 9 MR. BONHAM: Mr. Ashuckian, if you read across 10 11 on the planning reserve margin one-in-ten, can you tell me 12 the planning reserve percentages for August 2005. 13 MR. ASHUCKIAN: I read August 2005 is 9 percent. 14 MR. BONHAM: August 2006? 15 16 MR. ASHUCKIAN: 6.9 percent. 17 MR. BONHAM: Which is in a one-in-ten hot 18 summer scenario? 19 MR. ASHUCKIAN: Correct. 20 MR. BONHAM: Thank you. What happens in a normal summer, a one-in-two summer 21 to these planning reserves? 22 23 MR. ASHUCKIAN: Basically the reserves 24 increase, as you can see on this table, by about 4 to 5 25 percent on average. Normal planning reserves are actually

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not done for what we consider hot weather. It is normally 1 2 used as normal weather. 3 MR. BONHAM: Can you tell me, based on the balance spreadsheet, the planning reserve for August 2004 4 5 in a one-in-two or normal summer? 6 MR. ASHUCKIAN: A normal summer one-in-two 7 planning reserve is 15 percent for August 2004. 8 MR. BONHAM: For August 2005? 9 MR. ASHUCKIAN: 14.8 percent. 10 MR. BONHAM: For August of 2006? 11 MR. ASHUCKIAN: 12.7 percent. 12 MR. BONHAM: Are you familiar with the fact that the interim instream flows expire in April of 2006? 13 MR. ASHUCKIAN: Yes. 14 MR. BONHAM: Are you aware of any subsequently 15 16 published California Energy Commission reports that 17 contradict this report's findings? 18 MR. ASHUCKIAN: We have updated this report. 19 I would not say that it contradicts it, although it does 20 have new numbers on it that aren't exactly the same 21 numbers. 22 MR. BONHAM: So your department has updated 23 this January 28, 2003 report? 24 MR. ASHUCKIAN: Correct. 25 MR. BONHAM: Chairman and Board Members, I'd

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move to admit that update and I would refer parties to the 1 2 hearing notice on Page 8 which states in the first 3 paragraph on that page that the Hearing Officer will decide whether to accept based upon motion. 4 5 CHAIRMAN BAGGETT: Mr. Lilly. 6 MR. LILLY: Mr. Baggett, I don't know what 7 document he is talking about. I don't think it is 8 appropriate to admit a document that we don't even have it 9 and can see it. We have staff Exhibit 7. We do not have 10 any other papers. I don't know what other update he's 11 talking about and, therefore, I object to the offer to 12 admit something that we don't know what it is. 13 CHAIRMAN BAGGETT: Do you have --MR. BONHAM: I do have a reply. If we can 14 15 turn to January 2003 report, Page 2, last full sentence, 16 which reads: 17 The Energy Commission staff will continue 18 to reassess our supply and demand outlook so that we will have a better assessment 19 20 of California's electricity system. 21 (Reading) Mr. Ashuckian, is this reassessment the update you 22 23 are referring to? 24 MR. ASHUCKIAN: Yes. 25 MR. BONHAM: I have made copies of that

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1 update. It was published and posted on the Energy 2 Commission's website on May 12th -- May 20th by my 3 understanding. 4 MR. LILLY: That does not in any way address 5 my objection. The Board -- this Board, even though it 6 doesn't follow all the formal rules of evidence, it 7 requires parties to submit copies of documents that they 8 want to offer into evidence. We have not seen the 9 document Mr. Bonham is referring to. 10 CHAIRMAN BAGGETT: Has a copy been served on 11 any parties. We are trying to do this hearing in an 12 expeditious manner. 13 MR. FRINK: If I could make a suggestion. Staff Exhibit 7 recognized that there would be some 14 15 updates in the information in that document, and you could 16 ask the witness to describe those updates. But this 17 report hasn't been previously submitted. It is not really 18 offered in rebuttal to Staff Exhibit 7. You could certainly ask the witness to describe the updated 19 20 information. 21 MR. BONHAM: Thank you. 22 Mr. Ashuckian, I believe I asked whether this update 23 contradicts the January 28, 2003 report. 24 MR. ASHUCKIAN: The answer to that is no. 25 MR. BONHAM: I have no further questions.

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1 CHAIRMAN BAGGETT: Thank you. 2 So it will not come in as evidence. 3 No further questions. Cross-examination. I think it would probably be best if you want to sit and we will 4 5 let the cross-examiner sit opposite. 6 Mr. Lilly. 7 ---000---8 CROSS-EXAMINATION OF SOUTH YUBA RIVER CITIZENS LEAGUE BY YUBA COUNTY WATER AGENCY 9 BY MR. LILLY 10 11 MR. LILLY: Good morning, Mr. Ashuckian. I 12 will try to look both at you and the Court Reporter. So 13 if I am looking away from you, I am not trying to be rude. My name is Alan Lilly. I represent the Yuba County Water 14 15 Agency, and I have some questions this morning. 16 First of all, Mr. Ashuckian, when did you first 17 begin working in the Energy Commission's Electricity 18 Analysis Office? 19 MR. ASHUCKIAN: Actually I started in November of 2002. 20 21 MR. LILLY: Less than a year ago? 22 MR. ASHUCKIAN: Correct. 23 MR. LILLY: Did any of your previous jobs 24 involve making analyses of California's electricity supply 25 and demand situations?

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1 MR. ASHUCKIAN: No. 2 MR. LILLY: Could you please -- do you still 3 have Staff Exhibit 7 in front of you? MR. ASHUCKIAN: Yes. 4 5 MR. LILLY: Could you please go to the press 6 release which is the last two pages of that? 7 And on the first page of the press release, the 8 fourth paragraph down, do you see where it says: 9 Analysis by the Energy Commission staff 10 finds that California power situation has 11 improved since the electricity crisis of 12 2000. (Reading) 13 MR. ASHUCKIAN: Correct. 14 MR. LILLY: Please describe what is meant here 15 by "the electricity crisis of 2000." 16 17 MR. ASHUCKIAN: Well, in 2000 we had Stage One 18 and Stage Two and Three alerts. Basically, our reserve 19 margin dropped below minimums. The state requires --20 actually the federal requires 7 percent of a reserve 21 margin on a daily basis. And when that reserve margin 22 drops below that, it becomes what we call an alert. 23 Basically, if there is not enough supply to meet demand, 24 the grid has a potential problem of going down, what we call blackouts. 25

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MR. LILLY: Did, in fact, rolling blackouts 1 2 occur during the electricity crisis of 2000? 3 MR. ASHUCKIAN: Yes. 4 MR. LILLY: About how many days were there 5 such blackouts? 6 MR. ASHUCKIAN: I don't know off the top of my 7 head how many actual days there were. 8 MR. LILLY: Before the electricity crisis of 9 2000 occurred, did any California Energy Commission report 10 predict the crisis? 11 MR. ASHUCKIAN: No, I don't believe so. 12 MR. LILLY: Now going back to the tables in this staff Exhibit 7, there is a table on the third page 13 and a table on the fourth page. The one on the third page 14 15 begins 2003 California electricity and the one on the 16 fourth page begins 2003 California ISO control area. 17 Do you have those two tables handy? 18 MR. ASHUCKIAN: Yes. MR. LILLY: What is the difference between 19 20 those two tables? MR. ASHUCKIAN: The first page, the 2003 21 California electricity, covers the supply and demand 22 23 throughout the state, essentially the borders of 24 California. The second page is California Independent 25 System Operator control area; that is primarily industrial

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1 owned utilities.

2 MR. LILLY: Mr. Baggett, I have a few exhibits 3 that I want to ask this witness to look at. One thing the hearing notice has not clarified is how we should number 4 5 those. So I would just like some direction on how we 6 should number exhibits for this hearing. 7 MR. FRINK: The staff exhibits ended at 7. 8 These would be the exhibits of Yuba County Water Agency, 9 so for now you can just introduce them in order beginning 10 with 1. I think eventually during the administrative 11 record we will include a preface there so that it 12 distinguishes these exhibits from earlier exhibits 13 introduced in the prior hearings. MR. LILLY: We will just call these -- I only 14 15 have about five or six of them. I will start with YCWA-1 16 and I do have copies for the Board and for the parties. 17 MR. BONHAM: Are these new exhibits or exhibits 18 existing in the administrative record? 19 MR. LILLY: Mr. Bagget, I don't want to be 20 rude to Mr. Bonham, but Hearing Officers in the past have told me I should only answer questions from you. So I 21 22 don't want to be rude, but --23 CHAIRMAN BAGGETT: You have a response. 24 MR. LILLY: Okay. The answer is these are new exhibits. They are not in the administrative record. I 25

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1 am using them for cross-examination purposes. 2 MR. BONHAM: Thank you. 3 CHAIRMAN BAGGETT: Entitled. 4 MR. LILLY: Mr. Ashuckian, does this map show, in fact, the area of California that is subject to the 5 6 Independent System Operator control? 7 MR. ASHUCKIAN: Yes. 8 MR. LILLY: Now referring to the table on the 9 fourth page of Staff Exhibit 7, please explain what the 10 terms -- what the term "estimated operating reserve 11 margin" means? 12 MR. ASHUCKIAN: Estimated operating reserve 13 margin is the excess capacity that we estimate the state will have given a one-in-two or normal weather situation. 14 15 MR. LILLY: The next line, what does "high 16 temperature reserve margin" mean? 17 MR. ASHUCKIAN: High temperature reserve 18 margin is essentially the same, what a demand that is at 19 the level expected in a hot day of one-in-ten event. 20 MR. LILLY: What does "high temperature reserve margin with spot market imports" mean? 21 22 MR. ASHUCKIAN: The one-in-ten -- the hot 23 market reserve margin is that same reserve with the 24 addition of expected import available outside of California. Now the first two that I mentioned are not 25

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1 including the market imports. 2 MR. LILLY: In the second page of this 3 exhibit, if you can turn back to where the text is, the 4 last paragraph starts out, says: 5 California appears to be in good shape in 6 the near term. (Reading) 7 Do you see that? 8 MR. ASHUCKIAN: What page? MR. LILLY: The second page of the exhibit 9 10 where the text is. The very last paragraph, first 11 sentence: 12 California appears to be in good shape in 13 the near term. See that? 14 MR. ASHUCKIAN: Yes. 15 16 MR. LILLY: Is that statement, in fact, based 17 on the fact that these -- all of these reserve margins 18 exceed the 7 percent that you referred to for Stage One? MR. ASHUCKIAN: Correct. 19 MR. LILLY: How reliable are these reserve 20 margin estimates? 21 22 MR. ASHUCKIAN: Well, the reserve margins are, 23 we believe, very accurate based on what the capacity is of California. One of the items on this chart is an 24 estimated force and schedule outage. One of the reasons 25

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we believe that crisis occurred in 2000 was because of the 1 2 lack of control we have on individual powerplants, and 3 thus we have the capacity to supply energy. Doesn't mean that that capacity has to be available. This is, we 4 believe, accurate to what is available to California. 5 6 MR. LILLY: Now for May of 2003, if we go back 7 to the fourth page of that exhibit where we have the 2003 8 California ISO control area and we have the reserve 9 margins. The reserve margins for May are 22 percent, 17 10 percent and 29 percent; is that correct? 11 MR. ASHUCKIAN: Correct. 12 MR. LILLY: Those are all significantly above 13 on the 7 percent margin that would trigger a Stage One? MR. ASHUCKIAN: Correct. 14 15 MR. LILLY: Just so we are clear, I think you 16 said a Stage One electrical emergency is declared when the 17 reserve margins drop below 7 percent; is that correct? 18 MR. ASHUCKIAN: Correct. MR. LILLY: And based on these reserve margins 19 20 estimates that range from 17 to 29 percent, did the California Energy Commission predict that there would be 21 any Stage One electrical emergencies during May of 2003? 22 MR. ASHUCKIAN: No. 23 24 MR. LILLY: Did California, in fact, have any 25 Stage One electrical emergencies during May of 2003?

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1 MR. ASHUCKIAN: Yes. 2 MR. LILLY: When did that occur? When did 3 they occur? MR. ASHUCKIAN: It happened once. I don't 4 5 remember the exact date. It was last week and a half ago 6 or so. 7 MR. LILLY: I will hand you what we will mark as YCWA Exhibit 2. If you can just briefly review this 8 9 and tell me when you are done. 10 MR. ASHUCKIAN: Sure. 11 Okav. 12 MR. LILLY: Does this press release from the 13 California ISO accurately describe the Stage One electrical emergency that occurred on May 28th, 2003? 14 MR. ASHUCKIAN: I believe so. 15 16 MR. LILLY: Now, the second -- let me see 17 here. In the first paragraph of this Exhibit 2, the 18 second to last sentence says: 19 Temperatures in California are estimated 20 five to seven degrees above forecast, causing consumer demand on the ISO power 21 22 grid to run 4,000 megawatts over the 23 projected peak demand of 38,633 megawatts. 24 (Reading) 25 Do you see that?

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1 MR. ASHUCKIAN: Yes, I do. 2 MR. LILLY: Could you just explain -- I 3 couldn't figure it out because the Energy Commission's 4 table for May of 2003, which was Page 4 of Staff Exhibit 7, it looks like the corresponding number is where it says 5 6 California ISO control area demand plus operating reserves 7 which is 38,097. I just wonder if you could explain how 8 to reconcile these two numbers? MR. ASHUCKIAN: Yes. The 38,097 was our 9 10 projected operating demand plus operating reserve for the 11 one-in-ten event. There is a difference there of about 12 600, which is one-half of 1 percent. This particular day 13 had a one-in-40 weather event, where we were predicting a one-in-ten would require 38,067. 14 MR. LILLY: Basically, the ISO's projection 15 16 was 600 megawatts higher than the Energy Commission's? 17 MR. ASHUCKIAN: Correct. 18 MR. LILLY: And the actual demand was another 19 4,000 megawatts on top of that? 20 MR. ASHUCKIAN: That's right. And actually if 21 you look at our expected capacity, we had the capacity to 22 handle the full 4,000 extra load. It happened to be not 23 available based on what we call planned outages. They 24 didn't predict that there would be such a demand, and so 25 essentially the powerplants were off.

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MR. LILLY: There was basically less supply 1 2 than Energy Commission had predicted? 3 MR. ASHUCKIAN: Less supply on line. The capacity was available. They didn't make it available 4 5 because they didn't expect it to be needed. 6 MR. LILLY: Now did the ISO declare any Stage 7 One electrical emergencies during 2002? 8 MR. ASHUCKIAN: Yes, I believe so. 9 MR. LILLY: How many? 10 MR. ASHUCKIAN: Again, I don't know off the 11 top of my head. 12 MR. LILLY: I will ask you to exam the next 13 exhibit which we will mark as YCWA-3. Have you had a chance to look at Exhibit YCWA-3? 14 MR. ASHUCKIAN: Uh-huh. 15 16 MR. LILLY: Is that yes? 17 MR. ASHUCKIAN: Yes. 18 MR. LILLY: The Court Reporter can't take -you have to say yes or no or the Court Reporter can't 19 20 follow you. Based on this, how many Stage One electrical 21 22 emergencies did the ISO declare in 2002? 23 MR. ASHUCKIAN: Two, as I see. 24 MR. LILLY: And what is the Stage Two 25 electrical emergency?

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1 MR. ASHUCKIAN: A Stage Two is where the 2 operating reserves drop below 5 percent. 3 MR. LILLY: Did the ISO declare any Stage Two 4 electrical emergencies during 2002? 5 MR. ASHUCKIAN: Yes, one. 6 MR. LILLY: That was on, looks like, July 7 10th, 2002? 8 MR. ASHUCKIAN: Yes. 9 MR. LILLY: Are you familiar with the ISO term 10 declared restricted maintenance operations? 11 MR. ASHUCKIAN: Yes, somewhat. 12 MR. LILLY: Please tell us your understanding 1.3 of that term. 14 MR. ASHUCKIAN: Basically, when there is a --15 there was concern about an imminent emergency. They put 16 out notice such that no voluntary powerplant shut down 17 could occur. Essentially to make sure that everything 18 that can be available is available because we are running 19 on low reserves. 20 MR. LILLY: Were those normally called no 21 touch days? 22 MR. ASHUCKIAN: I don't know. 23 MR. LILLY: I will ask you to examine Exhibit YCWA-4. 24 25 Does Exhibit YCWA-4, in fact, contain an accurate

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list of the 18 days for which the ISO had declared 1 2 restricted maintenance operations during 2002? 3 MR. ASHUCKIAN: It appears, yes. 4 MR. LILLY: What are the entries in the 5 subsequent columns where it says alert, warning and power 6 watch? 7 MR. ASHUCKIAN: I really don't know. I am not 8 familiar with these terms that the ISO uses. 9 MR. LILLY: I am going to hand you a similar 10 table for 2003 and ask you to look at that. 11 MR. ASHUCKIAN: Thank you. 12 MR. LILLY: Does YCWA-5 contain a list of the ten declared restricted maintenance operation days that 13 have already occurred during 2003? 14 MR. ASHUCKIAN: Yes. 15 16 MR. LILLY: Moving forward to the -- going back 17 to Staff Exhibit 7, which is the Energy Commission's 18 January 2003 report, if you can go forward to the table 19 that is on the fifth page of that exhibit, the one headed 20 at the top 2004 to 2008 Statewide Supply. 21 MR. ASHUCKIAN: Uh-huh. 22 MR. LILLY: This exhibit has some entries for 23 planning reserve margin one and two and planning reserve 24 margin one and ten. Please tell us what the difference is 25 between the reserve margins that are listed on the table

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on the previous page and these planning reserve margins.
 MR. ASHUCKIAN: The previous page being the
 2003 ISO control area table?

4 MR. LILLY: Yes, that is correct. Where they 5 have the estimated operating reserve margin and the high 6 temperature reserve margin.

7 MR. ASHUCKIAN: The table, the 2003 table, 8 provides a monthly breakdown of supply and demand based on 9 the various critical months throughout the year. This 10 next page, the 2004 page, supply and demand balance is 11 what we call more of a planning reserve and it's only for 12 the peak months considered to be August of each subsequent 13 year. The difference being that we have much more accurate information about what is happening this year 14 15 than we do future years. And, thus, the first table would 16 be considered more of an estimated operating reserve as 17 opposed to the second page which is more of a planning 18 reserve. 19 MR. LILLY: Basically it's less certain 20 because it is farther into the future? 21 MR. ASHUCKIAN: That's correct. 22 MR. LILLY: I notice that for August 2008 the

23 planning reserve margin or one-in-ten is 3 percent; is 24 that correct?

25 MR. ASHUCKIAN: That's correct.

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MR. LILLY: How accurate of an estimate is 1 2 this of the actual operating reserves of how low they will 3 actually get during August of 2008? 4 MR. ASHUCKIAN: Repeat the question. 5 MR. LILLY: Basically, how good do you think 6 this prediction is for how the operating reserve margins 7 actually will be in August of 2008? 8 MR. ASHUCKIAN: Historically we have been 9 pretty good in our forecasting. Again, we cannot control 10 for instance what happened last week where there was 11 sufficient capacity but it was turned off. So in effect 12 we can't predict that there is going to be a Stage One or 13 Stage Two or Stage Three because of the actual operating characteristics that may occur at that time. 14 15 MR. LILLY: Assuming you don't have those 16 operating problems, is the 3 percent an accurate 17 prediction? 18 MR. ASHUCKIAN: Actually based on our more recent data that has improved slightly. 19 20 MR. LILLY: To what? MR. ASHUCKIAN: I think it's gone from about 2 21 percent to about 5 percent. Secondly, we don't actually 22 23 use the one-in-ten in our normal planning reserve. We put 24 it here for illustrative purposes, but normally our 25 planning reserve is only along the normal weather one and

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1 two.

2 MR. LILLY: But you said -- I think you said 3 actually sometimes the weather gets even hotter than the one-in-ten; is that correct? 4 5 MR. ASHUCKIAN: That's correct. 6 MR. LILLY: Now I am going to get one more 7 exhibit here. I will mark this YCWA-6, and it is a long 8 report, but it's prepared by the California Energy 9 Commission and you're listed as one of the supervisors at 10 that time. I am not going to ask you to read the whole 11 thing. I am going to ask you to look at it and tell us if 12 you are familiar with it. 13 MR. ASHUCKIAN: Okay. Yes, I am familiar with this. 14 MR. LILLY: What is this document? 15 16 MR. ASHUCKIAN: This document was a 17 preliminary draft report on the issues that could affect 18 electricity and natural gas infrastructure in the coming 19 years. 20 MR. LILLY: I notice on the third page you are listed as one of the project managers for this; is that 21 22 correct? 23 MR. ASHUCKIAN: That's correct. 24 MR. LILLY: What was your role in preparation 25 of this report?

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1 MR. ASHUCKIAN: Again, my role was on the 2 supply and demand balance, to ensure that the information 3 is accurate, that it is understandable and that it is 4 consistent with other information that we have throughout 5 the agency and other agencies. 6 MR. LILLY: Please turn forward to the page 7 that is marked i, which at the top says Executive Summary. 8 MR. ASHUCKIAN: Uh-huh. I am there. 9 MR. LILLY: In the very last paragraph on this 10 page in the second sentence do you see the statement: 11 Regulatory and economic uncertainties, 12 however, will likely delay the 13 construction some generation capacity previously anticipated in the 2004 to 2006 14 15 time frame. While the Energy Commission 16 staff believes that there will be a net 17 increase in capacity during this period, the increase may not keep up with the 18 increase in electricity demand causing 19 20 reserve margins to fall. (Reading) MR. ASHUCKIAN: Yes. 21 22 MR. LILLY: Just a minute here. 23 First of all, in the second sentence I read it looks 24 like a word is missing. It says: 25 The increase may not be keep up with the

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1 increase in electricity. (Reading) 2 Do you know what word is supposed to be there? 3 MR. ASHUCKIAN: Say that again. MR. LILLY: Read the second sentence, the one 4 starts "while the energy staff." Read it out loud. 5 6 MR. ASHUCKIAN: That is the third sentence? 7 MR. LILLY: Yes. 8 MR. ASHUCKIAN: While the Energy 9 Commission staff believes there will be a 10 net increase in capacity during this 11 period, the increase may not be -- may not 12 be kept up -- may not be kept up -- keep up with the increase in electricity 13 demand. 14 (Reading) MR. LILLY: So we should cross out the "be"? 15 16 MR. ASHUCKIAN: Yeah. Actually, this is 17 consistent with our table that you've just seen in Exhibit 18 7 which shows the reserve margin decreasing over time. 19 MR. LILLY: So if we cross out the "be," 20 you agree with the statements in these two sentences? 21 MR. ASHUCKIAN: Yes. 22 MR. LILLY: Moving forward to Page 8 of this 23 report which is Exhibit YCWA-6, under the heading that 24 says "construction, delays, cancellation and debt," the first sentence reads: 25

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1 The past 18 months have seen the delay or 2 cancellation of dozens of proposed 3 powerplants in California and the Western United States. See Table 2-5. 4 (Reading) Do you see that sentence? 5 6 MR. ASHUCKIAN: Yes. 7 MR. LILLY: Do you agree with that sentence? 8 MR. ASHUCKIAN: Yes. 9 MR. LILLY: Why are these delays and 10 cancellations of dozens of proposed powerplants occurring? 11 MR. ASHUCKIAN: Well, we believe there is a 12 number of reasons. One of which is the financial 13 situation has been unfavorable for capital investment and, two, because of our significant reserve margins in the 14 15 near term these plants aren't necessary in the near term. 16 MR. LILLY: Could you please just describe the 17 financial uncertainties or the financial problems that 18 cause these delays? 19 MR. BONHAM: Objection. Beyond the scope of 20 the key issue within the supplement hearing. MR. LILLY: I don't think it is at all. The 21 22 whole question is whether or not there is going to be a 23 long-term electricity problem in California and if there 24 is going to be problems where projected powerplants are 25 not actually going to be built, that is directly bearing

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1 on the supply for California in the future.

CHAIRMAN BAGGETT: Restate. Overruled.
MR. LILLY: Mr. Ashuckian, please just explain
-- you mentioned that there were some financial problems
regarding construction of new powerplants. Please just
explain what those are.

7 MR. ASHUCKIAN: Well, we are actually not -- I 8 wouldn't say we are expert in this area. We understand 9 based on what we have been told by various just powerplant 10 owners that they are having difficult times getting 11 capital investment to produce plants. We will also know 12 that because of the sufficient availability, that there is 13 -- they're having a difficult time securing contracts to secure that power that would be procured from those 14 15 plants, and thus you can't -- we believe it is difficult 16 to get funding for a plant without guarantee that the 17 energy will be necessary to be used. 18 MR. LILLY: Going on to Page 9 of this same exhibit, where there is the heading projections 2004 to 19 20 2006.

21 Do you see that heading?

22 MR. ASHUCKIAN: Yes.

23 MR. LILLY: I'm going to read the first two
24 sentences after that:

25 While Energy Commission staff have

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1 carefully monitored the progress of 2 development projects in California and 3 remainder of the west, projections of infrastructure development during 4 2004/2006 must acknowledge a great deal of 5 6 uncertainty. Decisions regarding capacity 7 additions, retirements and transmission 8 upgrades are more often than not being 9 delayed pending developments in both 10 electricity and natural gas markets and 11 various regulatory arenas. (Reading) 12 Do you see those sentences? 13 MR. ASHUCKIAN: Yes. MR. LILLY: Do you agree? 14 MR. ASHUCKIAN: Yes. 15 16 MR. LILLY: Finally, if you can turn forward to 17 Page 15 of this report. Do you see the heading 18 projections 2007 to 2013? 19 MR. ASHUCKIAN: Yes. 20 MR. LILLY: The first sentence reads: Whatever uncertainty exists surrounding 21 22 changes in the energy infrastructure 23 during 2004 to 2006 are multiplied tenfold 24 for the years that follow. (Reading) 25 Do you see that sentence?

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1 MR. ASHUCKIAN: Yes. 2 MR. LILLY: Do you agree with that sentence? 3 MR. ASHUCKIAN: No. MR. LILLY: You don't? But this is a report 4 5 that was pre- -- that you were one of the supervisors for? 6 MR. ASHUCKIAN: This is a draft report. 7 Again, this is dated February 11, 2003. And again, we 8 have actually a more updated report that was just 9 published May 27th. And, in fact, I would say I don't 10 agree with the multiplying tenfold, I don't think we have 11 an accurate assessment of how the magnitude of that should 12 be assessed. I would agree in principle that further out 13 our projections go, the more uncertainty there is. 14 MR. LILLY: You agree that for post 2006 the uncertainty is greater than for pre-2006, but may not be 15 a tenfold uncertainty? 16 17 MR. ASHUCKIAN: That is correct. 18 MR. LILLY: I guess it is kind of hard to quantify an uncertainty, anyways; is that correct? 19 20 MR. ASHUCKIAN: Yes. MR. LILLY: Are you familiar with the Federal 21 22 Energy Regulatory Commission? MR. ASHUCKIAN: Yes. 23 24 MR. BONHAM: Objection. Beyond the scope of 25 supplemental hearing Key Issue No. 4.

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MR. LILLY: I don't think so. Certainly --1 2 what I was going to ask him was how the Federal Energy 3 Regulatory Commission's actions may affect the energy supply and demand situation in California over the next 4 5 five years. I think that is appropriate. 6 CHAIRMAN BAGGETT: Continue. Overruled. 7 Foundation. 8 MR. LILLY: First of all, what is the Federal 9 Energy Regulatory Commission? 10 MR. ASHUCKIAN: It's the agency that oversees 11 market regulatory activities throughout the country and 12 has overriding jurisdiction over states. 13 MR. LILLY: Are you familiar that Federal Energy Regulatory Commission also regulates hydroelectric 14 15 power projects? 16 MR. ASHUCKIAN: Yes. 17 MR. LILLY: Would any actions by the Federal 18 Energy Regulatory Commission over the next several years 19 affect electricity supplies in California? 20 MR. BONHAM: Objection. Calls for speculation, any actions over the upcoming years. 21 22 MR. LILLY: May I respond? 23 CHAIRMAN BAGGETT: Please. 24 MR. LILLY: He is an expert in this field. I think this is certainly within his qualifications. 25

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CHAIRMAN BAGGETT: I would agree. Overruled. 1 2 MR. ASHUCKIAN: Repeat the question. 3 MR. LILLY: Will any actions by the Federal Energy Regulatory Commission over the next several years 4 5 affect electricity supplies in California? 6 MR. ASHUCKIAN: I don't know. They have the 7 authority to affect California supplies, but I don't know 8 that they will. 9 MR. LILLY: What types of authorities do they have that could affect California's electricity supplies? 10 11 MR. ASHUCKIAN: They control the relicensing 12 of hydropower plants and the -- a significant portion of 13 energy that comes to California, if they choose to curtail that energy that would have an affect on California's 14 15 supplies. 16 MR. LILLY: Are you familiar with the Yuba 17 River Development Project? 18 MR. ASHUCKIAN: Somewhat. 19 MR. LILLY: What is the total generation 20 capacity of the Yuba River Project? 21 MR. ASHUCKIAN: I believe it's around 375 22 megawatts. 23 MR. LILLY: Are you familiar with the term 24 "peaking capacity"? 25 MR. ASHUCKIAN: Yes.

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1 MR. LILLY: What is peaking capacity? 2 MR. ASHUCKIAN: That is the energy that is 3 available during the peak hours of demand. MR. LILLY: When are the peak hours of demand 4 5 in California? 6 MR. ASHUCKIAN: In California it is what we 7 display on our table, the expected demand during the hot 8 days of August -- July through August, September. 9 MR. LILLY: What time of day? 10 MR. ASHUCKIAN: Again, we don't predict the 11 weather. In general it happens later in the afternoon. 12 As you can see in the ISO information, it's usually three 13 to 4:00 in the afternoon. MR. LILLY: Is that because the air 14 15 conditioners are running at the highest during that time? 16 MR. ASHUCKIAN: Probably. 17 MR. LILLY: Why is peaking capacity important 18 for electricity supply in California? 19 MR. ASHUCKIAN: To maintain an adequate 20 reserve margin. We want to make sure that when everybody turns their air conditioners on that there is enough 21 energy to handle that demand. 22 23 MR. LILLY: What is the peaking capacity of 24 the Yuba River Project? 25 MR. ASHUCKIAN: I don't know that off the top

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1 of my head.

2 MR. LILLY: Going back to your report which is 3 Staff Exhibit 7, could you please look at that table on the fourth page that says 2003 California ISO Control 4 5 Area. 6 MR. ASHUCKIAN: Okay. I am there. 7 MR. LILLY: What peaking capacity is assumed 8 for the Yuba River Project in this table? 9 MR. ASHUCKIAN: Again, this is an aggregate of 10 all capacity available in California. So we don't have 11 breakdowns of every individual project. 12 MR. LILLY: I am just asking which one of 13 these entries would include peaking capacity from the Yuba River Project? 14 MR. ASHUCKIAN: Well, Line 8, ISO control area 15 16 hydro. 17 MR. LILLY: Some element of those numbers is 18 for the Yuba Project? 19 MR. ASHUCKIAN: That would be included there, 20 yes. MR. LILLY: You don't know what the numbers 21 22 are? MR. ASHUCKIAN: Yes. 23 24 CHAIRMAN BAGGETT: Mr. Lilly, you are already 25 over.

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MR. LILLY: I am down to the last half of my 1 2 last page. I have less than five minutes left. I am just 3 following up on what his understanding of the Yuba River 4 Project and how it relates to what he's talked about so 5 far. 6 Thank you. 7 CHAIRMAN BAGGETT: Continue. 8 MR. ASHUCKIAN: Yes. 9 MR. LILLY: Mr. Ashuckian, please go forward 10 to the next page of your exhibit which is the table 11 entitled 2004/2008 Statewide Supply Demand Balance. 12 MR. ASHUCKIAN: Okay. 13 MR. LILLY: What peaking capacity is assumed for the Yuba River Project in this table? 14 MR. ASHUCKIAN: Again, it's been wrapped up 15 16 into the total expected supply. 17 MR. LILLY: You don't know what the number is? 18 MR. ASHUCKIAN: There is no way I can tell. 19 MR. LILLY: What is the concept of load 20 following? 21 MR. ASHUCKIAN: Load following is essentially 22 where you want to make sure that as demand increases 23 supply increases as well. 24 MR. LILLY: Are generation facilities needed 25 for load following during both peak and off-peak demand

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1 periods?

2 MR. ASHUCKIAN: I believe so. 3 MR. LILLY: Are you familiar with how the Yuba 4 River Project is used for load following? 5 MR. ASHUCKIAN: No, I am not. 6 MR. LILLY: Are you familiar with the State 7 Water Resources Control Board's Water Right Decision 1644? 8 MS. ASHUCKIAN: Not really. I saw pieces of it 9 for this hearing, but that's it. 10 MR. LILLY: Have you reviewed the estimates 11 that are stated in that Decision regarding the amounts of 12 energy that the Yuba River Project will be able to 13 generate after April of 2006? 14 MR. ASHUCKIAN: No. MR. LILLY: So do you know how Decision 1644 15 16 would affect the amounts of energy that the Yuba River 17 Project will be able to generate after April 2006? 18 MR. ASHUCKIAN: No. 19 MR. LILLY: Do you know Decision 1644 would 20 affect the Yuba River Project's ability to contribute to peak demands -- to contribute supplies during peak demand 21 22 periods? MR. ASHUCKIAN: No. 23 24 MR. LILLY: Do you know how Decision 1644 would affect the Yuba River Project's ability to 25

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contribute to load following when needed in California? 1 2 MR. ASHUCKIAN: No. 3 MR. LILLY: Has the Energy Commission considered any of the affects of D-1644 while preparing 4 5 any of its estimates of future electricity supplies? 6 MR. ASHUCKIAN: No. 7 MR. LILLY: One moment. I am almost done. 8 Thank you, Mr. Ashuckian. I have no further 9 questions. 10 Mr. Baggett, at some point I would like to offer the 11 exhibits, YCWA-1 through 6. I don't know whether it is 12 now or later, but I do want to make sure they are offered 13 into evidence. MR. FRINK: Now would be okay. I consulted 14 15 with Mr. Mona who played a major roll in preparing the 16 record earlier in the proceedings. What we decided was 17 for purposes of clarification to keep these exhibits 18 separately identified and distinct from earlier exhibits, 19 that all of the exhibits introduced at this hearing have 20 2003 in front of them. So your new exhibits would be 2003 followed by YCWA and then the number of the exhibit. And 21 22 similarly, the staff exhibits for this hearing will have 2003 in front of them. 23 24 MR. LILLY: With that, I will offer Exhibits 2003 YCWA-1 through 6. 25

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| 1  | CHAIRMAN BAGGETT: Objections?                 |
|----|---|
| 2  | If not, they are so admitted.                 |
| 3  | Continue on here.                             |
| 4  | Brophy Water District, do you have any cross? |
| 5  | MR. BARTON: No.                               |
| 6  | CHAIRMAN BAGGETT: Browns Valley?              |
| 7  | MR. BEZERRA: No, Mr. Baggett.                 |
| 8  | CHAIRMAN BAGGETT: South Yuba Water District?  |
| 9  | MR. MINASIAN: On behalf of South Yuba and     |
| 10 | Cordua, no questions.                         |
| 11 | CHAIRMAN BAGGETT: Department of Fish and      |
| 12 | Game.   |
| 13 | MR. CUNNINGHAM: No objections.                |
| 14 | CHAIRMAN BAGGETT: No questions.               |
| 15 | Mr. Brandt, Interior?                         |
| 16 | MR. BRANDT: No questions.                     |
| 17 | CHAIRMAN BAGGETT: Western Water?              |
| 18 | MR. MORRIS: No questions.                     |
| 19 | CHAIRMAN BAGGETT: Any redirect?               |
| 20 | MR. BONHAM: Five minutes or less, please.     |
| 21 | CHAIRMAN BAGGETT: Please continue.            |
| 22 | MR. FRINK: Mr. Baggett, staff may have a few  |
| 23 | questions.                                    |
| 24 | Excuse me, Mr. Bonham. I have a few questions |
| 25 | before you do your redirect.                  |
|    |   |

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CROSS-EXAMINATION OF SOUTH YUBA RIVER CITIZENS LEAGUE 1 2 BY STAFF 3 MR. FRINK: Mr. Ashuckian, you mentioned that 4 peak electricity demand ordinarily occurs around three or 5 four in the afternoon. 6 Do you know about how many hours the Energy 7 Commission considers the peak demand period to last 8 ordinarily? 9 MR. ASHUCKIAN: I don't think we have a 10 specific rule of thumb, but generally it is a couple of 11 hours, usually things are curtailed by about seven, six or 12 7:00 at night. 13 MR. FRINK: Is the Energy Commission involved at all or do you understand if the different 14 15 hydroelectrical projects in the state coordinate their 16 operations to meet the demand for electrical power that 17 occurs at a particular time on a particular day? 18 MR. ASHUCKIAN: There is a number of owners that control different plants. We don't believe there is 19 20 coordination although the ISO basically has their -- they monitor what -- they ask for demand. I would say we are 21 22 not aware of any coordinating activities, although people 23 are -- in general the operators know what the demand 24 curves are and anticipate that. MR. FRINK: I wonder if you know if the 25

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release required from Lake Shasta or Lake Oroville are 1 2 ever affected by the requirements to provide certain flows 3 into the Sacramento-San Joaquin Delta as required by the State Water Resources Control Board. Are you familiar 4 5 with that situation at all? 6 MR. ASHUCKIAN: No. 7 MR. FRINK: I believe that is all the 8 questions I have. 9 Thank you. 10 CHAIRMAN BAGGETT: Redirect. 11 MR. BONHAM: Thank you. 12 ---000---13 REDIRECT EXAMINATION OF SOUTH YUBA RIVER CITIZENS LEAGUE BY MR. BONHAM 14 MR. BONHAM: Thank you for your patience, Mr. 15 16 Ashuckian. 17 You manage the Electricity Analysis Office I 18 believe, correct? 19 MR. ASHUCKIAN: Correct. 20 MR. BONHAM: Does that office provide independent objective analysis of the electricity market? 21 22 MR. ASHUCKIAN: We believe so. 23 MR. BONHAM: Could you describe what you mean 24 when you say independent and objective? MR. ASHUCKIAN: We are not -- we are not 25

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1 provided direction as to what assumptions, what numbers 2 should be incorporated in our analyses. We determine that 3 on our own. MR. BONHAM: Could you turn to the YCWA new 4 exhibit. I apologize for forgetting the numbers. The 5 6 largest and I think the last document. 7 MR. ASHUCKIAN: The report from February 11th? 8 MR. BONHAM: Yes. 9 CHAIRMAN BAGGETT: Exhibit 6. MR. BONHAM: Yes. YCWA Exhibit 6. 10 11 Could you just look at the cover page for me, and on 12 the right-hand margin, what is the title of this? 13 MR. ASHUCKIAN: Staff Draft Report. MR. BONHAM: What does draft mean to you? 14 MR. ASHUCKIAN: Draft means that it is a work 15 16 in progress, that it is subject to change, that we haven't 17 received input from various parties that may have an 18 interest in what we are saying. 19 MR. BONHAM: Are drafts subject to update? 20 MR. ASHUCKIAN: Yes. MR. BONHAM: Have you referred to today an 21 update by the California Energy Commission? 22 23 MR. ASHUCKIAN: Yes. 24 MR. BONHAM: Thank you. 25 Mr. Ashuckian, is weather sometimes cooler than a

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1 one-in-ten scenario? 2 MR. ASHUCKIAN: Most of the time by 3 definition. MR. BONHAM: Is it sometimes cooler than a 4 5 one-in-two normal summer? 6 MR. ASHUCKIAN: Yes. 7 MR. BONHAM: Weather is always in flux? 8 MR. ASHUCKIAN: Correct. 9 MR. BONHAM: When you forecast, you attempt to 10 forecast around certain uncertainties, including weather? 11 MR. ASHUCKIAN: Yes. 12 MR. BONHAM: Thank you. 13 Would the possibility of a less than 7 percent reserve Stage One emergency arise in any given year? 14 15 MR. ASHUCKIAN: Repeat the question. 16 MR. BONHAM: Would the possibility, simply the 17 possibility, of a less than 7 percent reserve, Stage One 18 emergency be a possibility for any given year in the 19 future? 20 MR. ASHUCKIAN: Yes. 21 MR. BONHAM: Including any year past the year 22 2006? MR. ASHUCKIAN: Yes. 23 24 MR. BONHAM: Do you know whether the Decision 25 1644 interim instream flows continue past April of 2006?

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1 MR. ASHUCKIAN: My understanding is that they 2 do not. MR. BONHAM: What is ISO? 3 MR. ASHUCKIAN: The ISO is an independent 4 systems operator that has been created to essentially 5 6 establish the appropriate supply and demand or supply for 7 the investor owned utility territory. 8 MR. BONHAM: What is the relationship between 9 the ISO and the California Energy Commission? 10 MR. ASHUCKIAN: We coordinate our assumption 11 and numbers and basically communicate, but there is no 12 formal relationship. 13 MR. BONHAM: Is the California Energy Commission this state's expert energy forecasting 14 15 commission? 16 MR. ASHUCKIAN: Yes. 17 MR. BONHAM: Please correct me if I misheard 18 you. 19 Do you believe that a reason for possibly 20 nonconstruction of new plants is that the market is not interested in funding new plants when the likelihood of 21 22 sufficient supply is high? 23 MR. ASHUCKIAN: Yes. 24 MR. BONHAM: Thank you. Why were you called to testify today? 25

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MR. ASHUCKIAN: To authenticate the 1 2 projections in our supply and demand balance. 3 MR. BONHAM: Do those projections apply to the 4 entire state? 5 MR. ASHUCKIAN: Yes. 6 MR. BONHAM: They are not project-specific to 7 the Yuba River? 8 MR. ASHUCKIAN: No. 9 MR. BONHAM: And are those conclusions in that 10 report, January 28, 2003, accurate today? 11 MR. ASHUCKIAN: Yes, the trends and its 12 overall conclusions are still accurate. 13 MR. BONHAM: I have no further questions. Thank you. 14 CHAIRMAN BAGGETT: Is there recross by any of 15 the parties? Mr. Lilly? 16 17 MR. LILLY: One question. I can't say that --18 two. It is better if I split it into two. 19 ---000---RECROSS-EXAMINATION OF SOUTH YUBA RIVER CITIZENS LEAGUE 20 21 BY YUBA COUNTY WATER AGENCY 22 BY MR. LILLY 23 MR. LILLY: Mr. Ashuckian, you referred to a 24 recent update by the California Energy Commission to its prior report; is that correct? 25

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1 MR. ASHUCKIAN: Correct. 2 MR. LILLY: Do any of these updates change the 3 overall conclusion of the prior reports that reserve 4 margins will continue to decline over the next several 5 years? 6 MR. ASHUCKIAN: No. 7 MR. LILLY: No further questions. 8 CHAIRMAN BAGGETT: Is there any other recross? 9 If there is not --10 MR. CUNNINGHAM: Mr. Baggett, if I might, 11 sir. 12 ---000----13 RECROSS-EXAMINATION OF SOUTH YUBA RIVER CITIZENS LEAGUE BY DEPARTMENT OF FISH AND GAME 14 BY MR. CUNNINGHAM 15 16 MR. CUNNINGHAM: Mr. Ashuckian, Bill 17 Cunningham with the Attorney General, representing the 18 Department of Fish and Game. 19 In response to actually the last question asked to 20 you. Question was a prediction of declining reserves. But Mr. Ashuckian, isn't it my understanding that your 21 22 report is not to predict declining reserve, it predicts an 23 uncertainty in knowing what future reserves will be 24 because you cannot predict whether or not somebody will 25 build in the future, not necessarily that there are plants

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1 that are going to go off line or reserves that will be 2 lost, you just cannot predict new reverses at the same 3 time you are predicting new demands; is that correct? 4 MR. LILLY: Mr. Baggett, I am going to 5 object to that question on the basis that it is compound 6 and leading. I think it would be more appropriate if 7 counsel could just ask the witness a straightforward 8 question rather than trying to get him to verify a long 9 statement. 10 CHAIRMAN BAGGETT: I would sustain. Can you 11 break it down? 12 MR. CUNNINGHAM: Thank you, Mr. Baggett. 13 Mr. Ashuckian, my understanding of the questions you were asked dealt with whether or not your reports 14 15 predicted a long-term decline in capacity or reserve; is 16 that correct? 17 MR. ASHUCKIAN: Yes. Based on the information 18 that we have in front of us on expected powerplant construction, the reserve margin will decline if no new 19 20 powerplants are built. MR. CUNNINGHAM: But the operative if or but 21 is if no new powerplants are built? 22 23 MR. ASHUCKIAN: Correct. 24 MR. CUNNINGHAM: So when you state that there is a prediction of decline in reserve, there is no loss of 25

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1 reserve, just a lack of ability to understand new reserve? 2 Is that an accurate statement of what is happening? 3 You are not saying that we are losing reserves; you 4 are saying we cannot predict how much new reserve will be 5 built? 6 MR. ASHUCKIAN: Correct. 7 MR. CUNNINGHAM: At the same time, however, 8 you are saying there will be new demand; is that correct? 9 MR. ASHUCKIAN: Yes. 10 MR. CUNNINGHAM: Are you saying there will be 11 new demand with the same certainty or with any certainty? 12 Again, excuse me, but I was a little confused by this. It 13 is my understanding that what happens here is you are saying you can predict new demand with sufficient 14 15 certainty that you can project it into the future, but you 16 cannot predict developed new capability to respond to that 17 demand? 18 MR. ASHUCKIAN: Historically California has 19 continued to grow at a pretty constant rate. So we have a 20 higher -- we have a higher level of confidence that the growth in California will continue. We cannot control our 21 22 plant construction by private entities at this -- right 23 now. The government -- the governor has established a new 24 agency, called the Power Authority, to help finance new 25 powerplants. So there is efforts going on to encourage

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1 new powerplant construction, but what our outlooks are 2 attempting to portray is what is today's construction 3 activity based on or compared to today's projected demand. 4 MR. CUNNINGHAM: The possible gap in reserve 5 that will develop in the future is a hypothetical gap 6 because you have a relatively certain population growth 7 and a relatively uncertain growth of capacity to generate 8 electricity? 9 MR. ASHUCKIAN: Absolutely. 10 MR. CUNNINGHAM: Just that? 11 MR. ASHUCKIAN: Absolutely. 12 MR. CUNNINGHAM: Thank you. 13 That is all the questions I have. CHAIRMAN BAGGETT: Any other questions on 14 15 recross, recross-recross? 16 I will give you an opportunity for rebuttal for one 17 minute. 18 MR. LILLY: I apologize for belaboring this, 19 but I think there was something that was not clear in the 20 last line of questions that we need clarification on. ---000----21 22 11 23 11 24 11 11 25

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1 FURTHER RECROSS-EXAMINATION OF 2 SOUTH YUBA RIVER CITIZENS LEAGUE BY YUBA COUNTY WATER AGENCY 3 BY MR. LILLY 4 5 MR. LILLY: Please turn to Staff Exhibit 7, 6 the table that is on the fifth page which says 2004/2008 7 Statewide Supply/Demand Balance. 8 Do you have that? 9 MR. ASHUCKIAN: What page? 10 MR. LILLY: The fifth page with the table for 11 the 2004/2008 period. 12 MR. ASHUCKIAN: Okay. 13 MR. LILLY: I think there may have been something that didn't come across quite clearly. But does 14 this table assume that there will be new capacity 15 16 constructed in California? 17 MR. ASHUCKIAN: Yes. 18 MR. LILLY: Is that, in fact, the line where 19 it says "high probability CA additions"? 20 MR. ASHUCKIAN: That's correct. 21 MR. LILLY: Thank you. 22 CHAIRMAN BAGGETT: If there is no further 23 questions for this witness, the witness is excused. 24 I would propose procedurally we have a little time before lunch that -- are any parties ready to offer 25

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1 rebuttal on just this issue, on the energy issue? 2 It may be nice to get the energy issue done with so 3 tomorrow afternoon we don't end up with rebuttal on this 4 after we talked about fish flows. MR. LILLY: Mr. Baggett, we will be offering 5 6 rebuttal, but we are not prepared to do that right now. 7 We just got this information now, and it will take us some 8 time. I am sorry, we can't do that. We are ready to put 9 on the fishery witnesses. 10 CHAIRMAN BAGGETT: Just to get a sense, how 11 much rebuttal are we expecting? Yuba is going to have 12 rebuttal on the energy issue. 13 Is anybody else? No other parties have rebuttal witnesses? 14 15 Thank you. 16 MR. BONHAM: Thank you. 17 CHAIRMAN BAGGETT: Let's at least we might be able to get the case in, your witnesses. Can we do it 18 before lunch, Mr. Lilly? 19 MR. LILLY: We certainly will be glad to try. 20 CHAIRMAN BAGGETT: Let's see how far we can 21 get. Yuba County Water Agency witnesses. 22 23 MR. LILLY: We will start with Bill Mitchell. 24 CHAIRMAN BAGGETT: Want to put them on in a 25 panel?

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1 MR. LILLY: What we propose is we put 2 Mr. Mitchell and Mr. Bratovich on as a panel. They are 3 dealing with the fishery issues. It's up to you, of 4 course, but Mr. Aikens is totally separate. So we can 5 either have all three as one panel or we can do Bratovich 6 and Mitchell as one panel and Aikens as the other. 7 CHAIRMAN BAGGETT: I would just as soon do all 8 three so it will save a lot of time. 9 ---000---DIRECT EXAMINATION OF YUBA COUNTY WATER AGENCY 10 11 BY MR. LILLY 12 MR. LILLY: Mr. Mitchell, state your name and spell your last name for the record. 13 14 MR. MITCHELL: William Mitchell, M-i-t-c-h-e-l-l. 15 16 MR. LILLY: Have you taken the oath for 17 today's hearing? 18 MR. MITCHELL: Yes. 19 MR. LILLY: Did you previously testify during the State Board's 1992 and 2000 Lower Yuba River hearings? 20 21 MR. MITCHELL: Yes. 22 MR. LILLY: I am going to hand you YCWA-8 from 23 the 2000 hearing. Does this exhibit still contain an accurate 24 25 description of your education and work experience with the

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1 obvious understanding that there may be some updates from 2 the last couple of years? 3 MR. MITCHELL: Yes. 4 MR. LILLY: Do you have a copy of State Board 5 Staff Exhibit 4? 6 MR. MITCHELL: Yes. 7 MR. LILLY: Are the statements in this exhibit 8 accurate? MR. MITCHELL: Yes, they are. 9 10 MR. LILLY: Please very briefly describe the 11 chinook salmon spawning escapement surveys that the 12 California Department of Fish and Game conducted on the 13 Lower Yuba River between 1953 and 1989. MR. MITCHELL: Starting in 1953 the Department 14 15 of Fish and Game began conducting surveys on the Lower 16 Yuba River to estimate the number of fall-run chinook 17 salmon spawning each year. Those surveys were conducted 18 weekly during the fall-run chinook salmon spawning period 19 and primarily covered the segment of the river where the 20 spawning reach is downstream of Highway 20 to Marysville. The estimate was of total number of fish spawning 21 22 in the river each year was based on the use of a -- or 23 required the use of a mark/recapture method which involves 24 tagging and counting the number of dead salmon each week 25 of the surveys, and then counting the number of tagged

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1 carcasses that are recovered in subsequent weeks. 2 MR. LILLY: Is this a statistical method to 3 estimate the overall spawning, adult spawning population? MR. MITCHELL: Yes, it is a standard 4 5 statistical method. 6 MR. LILLY: Please just very briefly describe 7 the chinook salmon spawning escapement surveys that Jones 8 & Stokes has conducted on the Lower Yuba River since 1990? 9 MR. MITCHELL: Starting in 1991 Jones & Stokes 10 was hired by Yuba County Water Agency to continue the 11 spawning escapement surveys that DFG had since -- had 12 terminated the previous year. We have done so through the 13 present. Those surveys essentially involved conducting surveys in the same manner that the Department of Fish and 14 15 Game did. Although starting in 1994, we expanded the 16 survey to include the reach above Highway 20 which we call 17 at Rose Bar Reach. And that extends from the narrows 18 downstream to Highway 20. It basically captures the 19 remainder of the spawning habitat in the river. 20 MR LILLY: That would be the spawning habitat upstream of Highway 20? 21 22 MR. MITCHELL: Yes. 23 MR. LILLY: Please refer to Exhibit C of Staff 24 Exhibit 4, and I notice that it is up on the overhead 25 projector as well.

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What is Exhibit C?

2 MR. MITCHELL: Exhibit C is a table with the 3 estimates of total spawning escapement in each year the survey was conducted. This again is the estimate of the 4 fall-run chinook salmon population in each year from 1953 5 6 through 2002, and it is broken into two periods, the 7 pre-New Bullards Bar Reservoir period and post New 8 Bullards Bar Reservoir period. 9 MR. LILLY: Why does the pre-reservoir period 10 go through 1971? 11 MR. MITCHELL: That represents the years when 12 the Yuba River Development Project did not have an effect or basically was not operating, so, therefore, was not a 13 condition for escapement. 14 MR. LILLY: Why is there a lag -- the project 15 16 was basically finished in 1969, yet you go to 1971. 17 MR. MITCHELL: Correct. 18 MR. LILLY: Why is that? MR. MITCHELL: Because when the reservoir was 19 20 completed, the numbers of fish that would not have -basically since -- I believe -- trying to remember when 21 22 the reservoir was completed or the dam was completed. I 23 believe that was 1969. And, therefore, because it takes 24 three years for salmon to return to the river, you would 25 not expect an affect until three years later.

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1 MR. LILLY: Please go forward to Exhibit D to 2 your declaration and tell us what this is. 3 MR. MITCHELL: These are the same numbers 4 shown in Exhibit C, but displayed in a graphical form, in 5 a bar graph form. MR. LILLY: For 1994 and 1996 on to the 6 7 present there is both outlined bars and shaded bars. 8 Please just tell us what the differences are between those 9 two. 10 MR. MITCHELL: The outlined bars are estimates 11 of total spawning escapement of fall-run if you assume or 12 make the assumption that the numbers of fish above Highway 13 20 were 15 and a half percent of the total run, which the Department of Fish and Game had done previously. 14 15 The dark bars are the years in which we did actual 16 surveys at Rose Bar Reach. And those dark bars represent 17 estimated total spawning escapement with those actual 18 estimates included. 19 MR. LILLY: Thank you. 20 I have no further questions for you, Mr. Mitchell. I will shift over to Mr. Bratovich. 21 22 Mr. Bratovich, please make sure your microphone is 23 on. 24 MR. BRATOVICH: I believe it is. 25 MR. LILLY: Please state your name and spell

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your last name for the record. 1 2 MR. BRATOVICH: Paul Bratovich, 3 B-r-a-t-o-v-i-c-h. MR. LILLY: Have you taken the oath for 4 5 today's hearing? 6 MR. BRATOVICH: Yes, I have. 7 MR. LILLY: Did you previously testify during the State Board's 2000 Lower Yuba River hearing? 8 9 MR. BRATOVICH: Yes. 10 MR. LILLY: I am going to hand you a copy of 11 Exhibit SYCWA-6 and ask you if this is still an accurate 12 description of your education and work experience? 13 MR. BRATOVICH: Yes. It is accurate up until the year 2000. 14 MR. LILLY: What has happened since then, very 15 16 briefly? 17 MR. BRATOVICH: I have continued similar types 18 of investigations since then. 19 MR. LILLY: Do you have a copy of State Board 20 Staff Exhibit 5, which is your declaration, in front of you? 21 22 MR. BRATOVICH: Yes. 23 MR. LILLY: Are the statements -- I will wait 24 till you get it out. 25 MR. BRATOVICH: All right.

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1 MR. LILLY: Are the statements in this exhibit 2 accurate? 3 MR. BRATOVICH: Yes, with one exception. On Page 1 of my declaration there is a typographical error. 4 MR. LILLY: Where is that? 5 6 MR. BRATOVICH: On Line 22 it states that the 7 2001-2002 season from October 28th, 2001, to October 1, 8 2002. It actually should read October 29th, not October 9 28th. 10 MR. LILLY: Is that the only correction you 11 have to this exhibit? 12 MR. BRATOVICH: Yes. 13 MR. LILLY: Please very briefly describe what a rotary screw trap is. 14 MR. BRATOVICH: A rotary screw trap is a fish 15 16 sampling device. It is an eight-foot diameter, conical 17 device supported by a floating platform whereby the cone 18 captures juvenile fish, transfers the fish to a live box 19 where the fish tend to be subsequently identified, 20 examined, enumerated and released back to the river. 21 MR. LILLY: Are rotary screw traps often 22 referred to as RSTs? 23 MR. BRATOVICH: Yes. 24 MR. LILLY: Have RSTs operated in the Lower 25 Yuba River?

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1 MR. BRATOVICH: Yes. 2 MR. LILLY: Does Table 1 of your declaration 3 accurately describe the operations of these RSTs? MR. BRATOVICH: Yes. 4 5 MR. LILLY: Now moving forward to Figure 1 of 6 your declaration, does this figure accurately describe the 7 flows and water velocities that are occurring in the Lower 8 Yuba River during the periods of RST operations? 9 MR. BRATOVICH: For each of the three 10 monitoring seasons during which the RST was in operation, 11 it does present the average flows measured, average daily 12 flows measured at the USGS gauge located near Marysville, 13 and it does present the average water velocities measured at the Hallwood RST. 14 MR. LILLY: Going forward to Figure 2 of your 15 16 declaration, does Figure 2 accurately describe the numbers 17 of juvenile chinook salmon that were caught by the RSTs on 18 the various days during the sampling periods? 19 MR. BRATOVICH: Yes, it does. It includes 20 counts as well as a few data points which were approximated during periods when large number of juvenile 21 22 chinook salmon were captured and full counts were not 23 completed. 24 MR. LILLY: Who made those approximations? 25 MR. BRATOVICH: The data records that we have

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1 indicate that that was during some of the periods in the 2 first monitoring season when California Department of Fish 3 and Game was operating RST. 4 MR. LILLY: Moving forward to Figure 3 of your declaration, does Figure 3 accurately describe the numbers 5 6 of juvenile steelhead that were caught by the RSTs on the 7 various days during the sampling periods? MR. BRATOVICH: Yes. 8 9 MR. LILLY: Moving forward to Figure 4, Figure 10 4 refers to an abundance index for juvenile chinook 11 salmon. Please describe what the abundance index is. 12 MR. BRATOVICH: The RSTs or this RST in 13 particular samples only a portion of the total river flow going past the RST location on any given day. So the 14 15 abundance index was calculated by determining the portion 16 of the river flow sampled by the RST on a given day and 17 multiplying the fish count for that day by the inverse of 18 the proportion of the total river flow. In other words, if the RST is sampling one-tenth of the river flow, the 19 20 count was simply multiplied by ten. MR. LILLY: Is that an appropriate thing to do 21 as part of your analysis? 22 23 MR. BRATOVICH: It is in this instance. 24 MR. LILLY: Now Figure 4 also refers to 25 cumulative distributions of chinook salmon juveniles. Can

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you please describe what the cumulative distributions are? 1 2 MR. BRATOVICH: The cumulative distribution is 3 expressed as a percentage of the total abundance estimated -- the total estimated abundance index for the entire 4 5 season passing this RST on or before a particular day. 6 MR. LILLY: What does Figure 4 show regarding 7 April 21st? 8 MR. BRATOVICH: Well, for each of the three monitoring seasons, '99-2000, 2000 to 2001, 2001-2002 9 10 monitoring seasons, it shows that an estimated 98, 99 and 11 98 percent of the season's total abundance index of 12 juvenile chinook salmon passed the Hallwood RST before 13 April 21st each of those years respectively. MR. LILLY: Moving forward to Figure 5, in 14 15 very general terms what is the difference between Figure 4 16 and Figure 5? 17 MR. BRATOVICH: Figure 5 illustrates juvenile chinook steelhead rather than Figure 4 which illustrated 18 19 juvenile chinook salmon. 20 MR. LILLY: I assume you did not mean chinook 21 steelhead? 22 MR. BRATOVICH: Excuse me, I did not. I meant 23 juvenile steelhead. Pardon me. MR. LILLY: Other than that difference of the 24 25 species, are the parameters in Figure 4 and Figure 5

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1 generally the same?

2 MR. BRATOVICH: Yes, with one obvious 3 exception. There is no cumulative distribution presented for the first monitoring season. That was not presented 4 because sampling was terminated on July 1st, 2000. And 5 6 looking at the subsequent two seasons, clearly large 7 numbers of juveniles steelhead were moving past the 8 Hallwood RST subsequent to that date, so it is not 9 appropriate to calculate a cumulative distribution for 10 such a truncated sampling period. 11 MR. LILLY: Just to clarify, during that first 12 season this RST was operated by California Department of 13 Fish and Game? MR. BRATOVICH: Yes. 14 MR. LILLY: What does Figure 5 illustrate 15 16 regarding April 21st? 17 MR. BRATOVICH: Figure 5 illustrates that --18 actually it illustrates that for the period extending from 19 April 21 through June a relatively small percentage of the 20 cumulative abundance index passed the Hallwood RST. In fact, it illustrates for these two seasons that only 3.3 21 22 and approximately 13.6 of the entire season's total 23 abundance index estimate moved past the RST during this 24 period extending from April 21 through June 30th. 25 MR. LILLY: Are you familiar with the State

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Water Resources Control Board Water Right Decision 1644? 1 2 MR. BRATOVICH: Yes. 3 MR. LILLY: Are you familiar with the minimum 4 instream flow requirements that are specified in Decision 5 1644 for the period of April 21 through June 30th? 6 MR. BRATOVICH: Yes. 7 MR. LILLY: Based on your review of the RST 8 data, do you have an opinion regarding the appropriateness 9 of the instream flow requirements in Decision 1644? And I 10 am referring to the long-term instream flow requirements 11 for the period April 21 through June 30th. 12 MR. BRATOVICH: Yes, I do. 13 MR. LILLY: What is that opinion? MR. BRATOVICH: You mentioned the two critical 14 15 statements previously in your statement. The two critical 16 statements in D-1644 related to April 21 through June 30th 17 served as the basis for the flow requirements in D-1644. 18 On Page 61, Paragraph 2, the sentence, quote, is: The primary fishery consideration in the 19 20 April through June period is to provide adequate flows for juvenile chinook salmon 21 22 and steelhead emigration. (Reading) 23 That apparently is supported by the statement on 24 Page 62, the third full paragraph, second sentence which 25 states, quote:

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1 However, the record indicates that 2 emigration of juvenile chinook salmon from 3 the Lower Yuba River begins in late April. It peaks in May and is normally complete 4 by the second week in June. 5 (Reading) 6 Therefore, examination of the data which was not 7 available to the State Board at the time of the drafting 8 of Decision 1644 clearly does not support those 9 assumptions or conclusions in D-1644 based upon this RST 10 information. 11 MR. LILLY: Why do the data not support those 12 conclusions in D-1644? 13 MR. BRATOVICH: Well, because as I just stated for the three monitoring seasons 98 and 99 percent of the 14 15 juvenile chinook salmon were estimated to pass the 16 Hallwood RST prior to April 21, and only 3.3 and 17 approximately 13.6 percent of the juvenile steelhead 18 passed the Hallwood RST during this time period as well. 19 MR. LILLY: Thank you. 20 I have no further questions for you, Mr. Bratovich. Mr. Baggett, it is up to you. We can proceed with 21 22 Mr. Aikens now or after lunch. CHAIRMAN BAGGETT: Five minutes or so? 23 24 MR. LILLY: Approximately. 25 CHAIRMAN BAGGETT: Let's just finish. We will

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1 come back and cross. 2 MR. LILLY: Mr. Aikens, please turn on your 3 microphone. MR. AIKENS: It is on. 4 5 MR. LILLY: Mr. Aikens, please state your name 6 and spell your last name for the record. 7 MR. AIKENS: My name is Curt Aikens. Last 8 name is spelled A-i-k-e-n-s. 9 MR. LILLY: Have you taken the oath for 10 today's hearing? 11 MR. AIKENS: Yes, I have. 12 MR. LILLY: We have not marked this as an exhibit, but I think we are up to 7 now? 13 14 MR. MONA: Yes. MR. LILLY: We ask that Mr. Aikens' resume 15 16 which Mr. Mona kindly posted on the website earlier this 17 week be marked as Exhibit 2003-YCWA-7. 18 And, Mr. Aikens, isn't this, in fact, an accurate 19 description of your education and work experience? 20 MR. AIKENS: Yes, it is. MR. LILLY: Do you have State Board Staff 21 Exhibit 6, which is your declaration in front of you? 22 23 MR. AIKENS: Yes, I do. 24 MR. LILLY: Are the statements in this exhibit 25 accurate?

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MR. AIKENS: Most of them. I would like to 1 2 make a couple updates. 3 MR. LILLY: Please do. MR. AIKENS: On Item No. 8, Page 2, Line 4, 4 5 instead of 9,160, change that to 9,140. On Line 6, change 6 3,134 to 2,898. And on Line 9, change 12,294 to 12,038. 7 MR. LILLY: Why do you need to make these 8 changes? 9 MR. AIKENS: They are basically a clerical 10 input error during the processing of the data. 11 MR. LILLY: The new numbers are the correct 12 numbers? 13 MR. AIKENS: That's correct. MR. LILLY: Just to very briefly summarize 14 your testimony. In general, where is the Dry Creek Mutual 15 16 Water Company located? 17 MR. AIKENS: Southern Yuba County, south of 18 Highway 65. 19 MR. LILLY: Is Yuba River water presently 20 delivered to the Dry Creek Mutual Water Company? 21 MR. AIKENS: Yes, it is. 22 MR. LILLY: When did those deliveries start? MR. AIKENS: 1998. 23 24 MR. LILLY: What is the annual delivery amount that is stated in the contract between the Agency and Dry 25

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1 Creek Mutual Water Company? 2 MR. AIKENS: 16,743 acre-feet. 3 MR. LILLY: How much Yuba River water did the Agency deliver to the Dry Creek Mutual Water Company in 4 5 2001? 6 MR. AIKENS: In 2001, YCWA delivered 2,898 7 acre-feet. 8 MR. LILLY: Did the Dry Creek Mutual Water 9 Company participate in the Agency's in lieu water transfer 10 program in 2001? 11 MR. AIKENS: Yes, it did. 12 MR. LILLY: How did this program work? 13 MR. AIKENS: In lieu water transfer program is where water directions pump groundwater for use on crops 14 that would be irrigated with surface water. In lieu of 15 16 taking that surface water that surface water is allowed to 17 be transported down river for water transfer purposes. 18 MR. LILLY: What was the amount of the in lieu 19 participation in this program by Dry Creek Mutual Water 20 Company in 2001? 21 MR. AIKENS: It was 9,140 acre-feet. 22 MR. LILLY: Did the Agency deliver Yuba River 23 water to Dry Creek Mutual Water Company in 2002? 24 MR. AIKENS: Yes. 25 MR. LILLY: How much?

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MR. AIKENS: 6,153 acre-feet. 1 2 MR. LILLY: Did Dry Creek Mutual Water Company 3 participate in the Agency's in lieu water transfer program in 2002? 4 5 MR. AIKENS: Yes, it did. 6 MR. LILLY: Did this program work the same as 7 in 2001? 8 MR. AIKENS: In general, yes. 9 MR. LILLY: How much water was subject to the 10 in lieu program in 2002? 11 MR. AIKENS: 5,876 acre-feet. 12 MR. LILLY: Considering both the actual 13 deliveries of Yuba River water to the Dry Creek Mutual Water Company and Dry Creek's in lieu water pumping in 14 2001 and 2002, what would Dry Creek Mutual Water Company's 15 total demands for Yuba River water for which conveyance 16 17 facilities were in place where they could have received 18 those waters to meet those demands? MR. AIKENS: In 2001, it was 12,038 acre-feet. 19 20 In 2002, it was 12,029 acre-feet. 21 MR. LILLY: In future years if there is no in 22 lieu groundwater pumping program in a given year, what 23 will Dry Creek Mutual Water Company's total demands for Yuba River water be? 24 25 MR. AIKENS: Based upon their continuing

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1 addition to the distribution system at the freeway, 2 they're bringing on about 900 acre-feet capability this 3 year with \$38,000 worth of distribution work, and I would 4 expect that to continue over the next few years up to a 5 full contract amount. MR. LILLY: That is the amount of 16,000 that 6 7 you mentioned? 8 MR. AIKENS: 16,740 acre-feet. 9 MR. LILLY: Where is the Wheatland Water 10 District located? 11 MR. AIKENS: Wheatland Water District is 12 located in southern Yuba County, eastern side, north of 13 Highway 65. MR. LILLY: Is Yuba River water presently 14 delivered to Wheatland Water District? 15 16 MR. AIKENS: No, it is not. 17 MR. LILLY: Why not? 18 MR. AIKENS: There is no surface water 19 delivery system. 20 MR. LILLY: What types of water supplies presently are used in the Wheatland Water District? 21 22 MR. AIKENS: Primarily groundwater. 23 MR. LILLY: Are these groundwater supplies 24 accurate as a long-term supply? Excuse me, are these 25 groundwater supplies adequate as a long-term supply?

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1 MR. AIKENS: No, they are not. 2 MR. LILLY: Why not? 3 MR. AIKENS: They have had water quality problems where wells have been shut down. It is also 4 5 generally regarded as having some groundwater depletion 6 and reduced groundwater levels out there. 7 MR. LILLY: Does Yuba County Water Agency have 8 a proposed project to deliver water to the Wheatland Water 9 District? 10 MR. AIKENS: Yes, we do. 11 MR. LILLY: In general terms please describe 12 this project. 13 MR. AIKENS: It is an extension of our main canal. It starts off just below North Field Road. It 14 15 takes water through two pumping stations into the 16 Wheatland Water District area. 17 MR. LILLY: What is the estimated cost of this 18 project? MR. AIKENS: About \$6.3 million. 19 20 MR. LILLY: What are the proposed funding sources for this project? 21 22 MR. AIKENS: Currently we have notice of a 23 grant for 3.15 million out of Prop 13 funds and YCWA Board 24 has set aside an additional \$3.3 million to complete this 25 project.

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MR. LILLY: Is that 3.3 million derived from 1 2 water transfer revenues that the Agency received? 3 MR. AIKENS: Yes, it is. 4 MR. LILLY: What is the proposed construction 5 schedule for this project? 6 MR. AIKENS: Proposed construction schedule is 7 we complete an environmental process by summer of this 8 year. Obtain the necessary permits to construct the canal 9 system/distribution system by early next year, and start 10 construction in 2004. 11 MR. LILLY: I know that there was some numbers 12 listed during the 2000 hearing, but what is the 13 approximate estimated total acre-feet per year that would be delivered to the Wheatland Water District when this 14 15 project is completed? 16 MR. AIKENS: In the grant application we have 17 36,000-and-some-change acre-feet. 18 MR. LILLY: I have no further questions. 19 CHAIRMAN BAGGETT: Thank you. 20 We are off the record. 21 (Luncheon break taken.) 22 ---000---23 24 25

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1 AFTERNOON SESSION 2 ---000----3 CHAIRMAN BAGGETT: Back on cross-examination 4 of Yuba County Water Agency witnesses. SYRCL is first. 5 Thirty minutes is what we have allowed for cross. 6 MR. HUTCHINS: Thank you. My name is Todd 7 Hutchins. I am with South Yuba River Citizens League. 8 And my address, I am not sure it made it into the record, 9 is 216 Main Street, Nevada City, California. The ZIP is 95959. 10 11 Thank you for giving us the opportunity to be here 12 today. 13 MR. LILLY: Mr. Baggett, before Mr. Hutchins begins, I'd just like clarification. I don't know what 14 15 the Board's rules are, whether attorneys who are not 16 admitted to Bar to practice in California are allowed to 17 question here. I believe Mr. Hutchins is in that 18 category. 19 MR. FRINK: The Board doesn't have a rule 20 restricting who can participate in cross-examination. 21 Ordinarily, we ask that it be a single representative 22 party, but it is frequently not an attorney. 23 CHAIRMAN BAGGETT: In the IID hearings we had 24 Mr. Du Bois cross-examining witnesses on behalf of the 25 Farm Bureau. We had a number of nonattorney farmers,

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1 basically. 2 MR. LILLY: I just wanted the clarification. 3 I appreciate that. Thanks. MR. HUTCHINS: Mr. Lilly, I am, in fact, have 4 5 been a practicing attorney for a number of years, but 6 fairly new to California. So I'm still waiting for the 7 licensure proceedings to wrap up. 8 ---000---9 CROSS-EXAMINATION OF YUBA COUNTY WATER AGENCY BY SOUTH YUBA RIVER CITIZENS LEAGUE 10 11 BY MR. HUTCHINS 12 MR. HUTCHINS: Mr. Aikens, I have one question for you concerning your testimony, actually a couple of 13 questions. 14 15 Were you paying attention when the various parties 16 were making opening statements this morning? 17 MR. AIKENS: Yes, I was. 18 MR. HUTCHINS: I believe it was Mr. Bezerra who stated that the evidence in your declaration and the 19 20 evidence that stems from your declaration during your testimony just confirms evidence that was presented in 21 22 2000 concerning water demand. 23 Would you agree with that statement? 24 MR. AIKENS: I am not sure if that was Ryan or not, but we presented evidence. It wasn't me in 2000, but 25

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1 it was other representatives of YCWA about water demands. 2 We did present evidence about the Dry Creek and Wheatland 3 Water District coming on line and at this point in time these projects have moved much farther forward. 4 5 For example, Dry Creek is actually taking service. 6 They have expanded deliveries just as was stated. And the 7 Wheatland Water District Project has made substantial 8 steps towards construction of the project. 9 MR. HUTCHINS: These steps are moving forward 10 consistent with the projections that were made during 11 2000; is that correct? 12 MR. AIKENS: I believe so. MR. HUTCHINS: Thank you very much. 13 Mr. Mitchell, I have a couple of questions for you 14 15 as well. I would like to confirm, please, that your 16 testimony today and the testimony in your declaration 17 concern fall-run chinook; is that correct? 18 MR. MITCHELL: That's correct. MR. HUTCHINS: And they concern fall-run 19 20 chinook only; is that correct? 21 MR. MITCHELL: Pardon me? 22 MR. HUTCHINS: They concern fall-run chinook 23 only; is that correct, as opposed to other species of 24 fish? MR. MITCHELL: Yes, I think that is fair to 25

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1 say. But the focus was trying to get estimates on 2 fall-run, but may include spring-run as well. MR. HUTCHINS: You're aware, are you not, that 3 4 Central Valley steelhead and Central Valley spring-run salmon are listed under the federal and one of the species 5 6 is listed under the California Endangered Species Act; is 7 that right? 8 MR. MITCHELL: Yes, I am aware of that. 9 MR. HUTCHINS: Thank you very much. 10 Mr. Bratovich, good afternoon. 11 MR. BRATOVICH: Good to see you. 12 MR. HUTCHINS: I have a few questions for you 13 as well. You had mentioned in your declaration and then 14 15 during your testimony this morning that the RST data 16 concerned juvenile fish; is that right? 17 MR. BRATOVICH: Yes. 18 MR. HUTCHINS: It is my understanding, and please correct me if I am wrong, that it is common among 19 20 fisheries biologists to distinguish between fry, which I guess would be included within a broader universe of 21 22 juvenile fish, versus post fry juvenile fish and that the 23 term "juvenile" is ordinarily used to refer to pre-adult 24 fish that are past the fry stage; is that correct? 25 MR. BRATOVICH: There are a variety of

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conventions. I am using the term "juveniles" to indicate 1 2 nonadult, relatively small fish. So in essence it would 3 constitute the sum total of what could commonly be referred to as post emergent fry, fry, juveniles, silvery 4 5 par, pars, smolts, what have you. MR. HUTCHINS: Thank you. 6 7 You would agree with me, would you not, that there 8 is a greater proportion of fish that you would consider to 9 be fry that are outmigrating from the Yuba River before 10 April 21 relative to those fish that are outmigrating 11 after April 21; is that right? 12 MR. BRATOVICH: Let's see, I am trying to 13 understand. If we are talking about juvenile chinook salmon -- could you restate your question? 14 15 MR. HUTCHINS: I'm sorry, probably wasn't the 16 most articulate of phrasing. 17 There are more fry relative to other juvenile fish outmigrating before April 21 than after April 21; is that 18 19 right? 20 MR. BRATOVICH: I didn't take a size distinction of fry. I have examined the length data of 21 22 the fish captured in the rotary screw traps. And for 23 juvenile chinook salmon I didn't -- specifically I haven't 24 looked at size distributions, and I didn't arbitrarily 25 draw a line at a certain length to distinguish fry from

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1 larger individuals.

2 But I was interested in this very question because 3 there is some conventional wisdom that perhaps larger 4 individuals go out later in the year. I presume that is where we are going with this. I did look at that. I 5 6 tried to look through -- I did the literature through the 7 studies throughout the Central Valley as what constitutes 8 a smolt. Because oftentimes you will hear discussion that 9 a smolt, as indicated by being a larger fish, could have 10 differential survivability relative to the post emergent 11 fry or the smaller fish. That is an issue that we were 12 concerned about and did look at.

13 I had a little bit difficult time, though, finding that magic size threshold that conventionally 14 15 distinguishes smaller juveniles from smolts. In fact, that is somewhat of a misnomer. Smolts and smoltification 16 17 really reflect both physiologic and behavioral 18 adaptations. So it is really a matter of simplistic 19 convenience to throw a size threshold on a smolt. But I did look to see if that could be determined. The best 20 thing I could find was from Peter Moyle 2002 Inland Fishes 21 22 of California. And there was a statement in there that 23 said specifically chinook salmon, juvenile chinook salmon, 24 leaves the tributary streams and goes to the Sacramento 25 River and enters the upper reaches of the Delta and the

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1 estuary where they become smolts between 80 and a hundred 2 millimeters, and enter the saline environment.

The best I could come up with is that you can distinguish a smolt somewhere around 80 millimeters or so. So I did look at that. And I looked at the lengths of the juvenile chinook salmon measured at the Hallwood RST during the period April 21 through June 30th, relative to the period before that and calculated both average lengths and also illustrated the range of lengths.

10 So in essence I know there are some larger 11 individuals that are captured at the RST during the fall 12 and winter period. Relatively larger individuals, up to 13 over 130 millimeters in length, which is, I think everyone agrees, chinook smolt. Sizes do increase as an average 14 15 size over the spring period. So in that instance that is 16 correct. And the average size captured at the RST of 17 juvenile chinook salmon does increase from the winter 18 period through the spring period, including April, May, 19 June.

20 So, yes, we are seeing larger average size, although 21 our ranges are pretty similar, a larger average size 22 April, May and June. That may be due to larger 23 individuals moving downstream and being captured or the 24 fact that most of the smolt, post emergent fry, have 25 already left the season, have gone through. That question

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1 remains and is very difficult to answer.

2 MR. HUTCHINS: If I can just clarify. I 3 appreciate your explanation. If I could sum up and 4 clarify. It is true that the small fry tend to leave the system in greater proportions earlier in the year relative 5 6 to the smolts that are leaving in greater relative 7 proportions to the fry later on in the spring? 8 MR. BRATOVICH: I think as a general rule that 9 is true. Looking at the number of fish over 80 10 millimeters in length, my rough calculations indicate that 11 for the period prior to April 21, over all three seasons, 12 relative to the period of April 21 to June 30th, roughly 13 three to five times more fish greater than 80 millimeters in length were captured during the April 21 through June 14 15 30th period than previously. However, as I testified on 16 my direct, 98 or 99 percent of all fish left prior to 17 April 21. So you have to bear that in mind. 18 MR. HUTCHINS: This leads me to another 19 question. Rotary screw traps are not a hundred percent 20 efficient in capturing fish that are moving downstream; is that correct? 21 22 MR. BRATOVICH: That is correct. 23 MR. HUTCHINS: Moreover, there are 24 differential rates of efficiency depending on the size of 25 the fish that you are capturing, which is to say if I can

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1 restate the question, that a rotary screw trap is actually 2 more efficient at catching smaller fish than it is at 3 catching larger fish; is that correct? 4 MR. BRATOVICH: It is not a yes or no answer. 5 Can I explain? MR. HUTCHINS: Please do. 6 7 MR. BRATOVICH: The best way to determine 8 these things are first to conduct site-specific and 9 size-specific mark/recapture experimentation to estimate 10 capture efficiency. For the monitoring program that's 11 been in place on the Yuba River with RSTs, capture 12 efficiency estimation procedures have only been 13 established during the last half of the last monitoring season, and it was only really for juvenile steelhead. So 14 15 we don't have site-specific, meaning the Yuba River, or 16 size-specific, meaning over a range of sizes, at all for 17 juvenile chinook salmon. 18 So I really can't say that is correct for the Yuba 19 River. But I will grant you that I think it makes 20 intuitive sense that larger individuals have greater 21 swimming capabilities and, because they have greater 22 swimming capabilities, they have greater avoidance 23 capabilities, either from entering a device such as an RST 24 or a canal or some other system that presents some kind of 25 danger or from predators themselves.

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1 MR. HUTCHINS: If I understand you correctly, 2 what you are saying is that we simply lack data that would 3 let us know how many large fish, how many smolts, are outmigrating from the Yuba River after April 21st, based 4 5 upon RST data; is that right? MR. BRATOVICH: That is not totally accurate. 6 7 I would say the data that we do have includes some larger 8 fish that are captured in somewhat higher proportions 9 during that time period because presumably there are 10 larger fish having some growth and some rearing in the 11 river and outmigrating at a later date. Clearly, it seems 12 to be a smaller percent, a very small percent, of the population. As I indicated, a vast majority of fish for 13 the entire year have gone prior to April 21, but there are 14 15 always larger individuals on an average during April 21 16 through June 30th period. 17 How efficient the RSTs are at capturing those larger individuals or even, frankly, those smaller individuals at 18 this time cannot be quantitatively determined given the 19 20 data that I am aware of. MR. HUTCHINS: When you say then that the vast 21 22 majority of fish, of juvenile salmon, have outmigrated 23 from the Yuba River by April 21st, we really don't have 24 any hard, concrete data on which to base that conclusion 25 of other than the rotary screw trap data; is that correct?

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1 MR. BRATOVICH: I am not aware of any. It is 2 my opinion that the rotary screw trap data is the best 3 available data for the Yuba River. 4 MR. HUTCHINS: Mr. Bratovich, are you familiar 5 with the expert testimony that Yuba County Water Agency 6 submitted studies by Jones & Stokes that were submitted in 7 the 1992 phase of the D-1644 hearings? 8 MR. BRATOVICH: Generally familiar with the 9 administrative record. Could you be specific? 10 MR. HUTCHINS: I don't happen to have the name 11 of the study with me. It is Yuba County Water Agency 12 Exhibit No. 20 from 1992. It is actually not one study so much that I am concerned about; it's some of the 13 conclusions and some of the statements that are found in 14 15 the study. 16 In particular, Yuba County Water Agency presented 17 expert testimony from Jones & Stokes consultants 18 indicating that -- and this is based on outmigration data from a Hallwood-Cordua fish screen, for example. And 19 20 there are other examples throughout the study -- that 21 smolts continue to outmigrate from -- I am talking about

River well into May and, in fact, even into June.Are you familiar with those data?

25 MR. BRATOVICH: No, I am not.

22

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salmon smolts -- continue to outmigrate from the Yuba

1 MR. HUTCHINS: Again, in Jones & Stokes 1992 2 report, I believe again this is Yuba County Water Agency 3 Exhibit No. 20 from 1992, somewhere in the vicinity of 4 Page 3 -- Chapter 3, Page 23, there are statements to the 5 effect, and I am paraphrasing here, there are statements 6 to the effect that for the fish that spawned above the 7 Daguerre Point Dam, peak outmigration actually occurs 8 during the month of May. 9 Are you familiar with those statements? 10 MR. LILLY: I object if he is going to ask the 11 witness about a document and not let the witness see the 12 document. Especially if he says he's paraphrasing something. I think it is only fair to the witness that he 13 actually see the document that is being asked about. 14 15 MR. HUTCHINS: Rather than asking about a 16 document, instead I will simply ask you: Are you familiar 17 with any data indicating that fish spawned --18 CHAIRMAN BAGGETT: Sustained. MR. HUTCHINS: -- above Daguerre Point Dam at 19 20 a peak outmigration period during the month of May? 21 MR. BRATOVICH: Mr. Hutchins, I'm a little bit 22 perplexed here because it is hard for me to express an 23 opinion on data I haven't reviewed. I can bring your 24 attention to Page 65 of Decision 1644 and the statement 25 pertaining to this specific question.

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1 MR. HUTCHINS: My question was whether you had 2 reviewed those data and since you say you did not, I thank 3 you for your answer. 4 I believe I have one or two questions for you if you 5 will kindly bear with me for just a moment longer. 6 Your analysis concerning RST data is based on three 7 monitoring seasons only, right? 8 MR. BRATOVICH: Yes, sir. Two and a half, 9 actually. 10 MR. HUTCHINS: During those monitoring 11 seasons, flows in the Lower Yuba were generally, if not 12 uniformly, above the minimum instream flows required by 13 D-1644; is that correct? MR. BRATOVICH: Can we put up Figure 2 or 3. 14 15 Any one of these will do. Let's not do Figure 1; let's go 16 to Figure 2 or 3 or 4 or 5 and look at counts. That will 17 work right there. 18 That is for steelhead count, but that doesn't 19 describe the flows that occurred during these overall 20 monitoring seasons. And really the three monitoring 21 seasons, as I said two and a half, represented by widely 22 different flow regimes. In essence, the first year of 23 monitoring extremely high flows. Those were extremely 24 high flows. The second middle years, relatively low. And the 25

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third year is intermediate to those years. They did vary
 widely.

3 MR. HUTCHINS: On average would you agree with 4 the statement that the flows that occurred during these two and a half monitoring seasons are flows that are 5 6 greater than those required by D-1644 interim flow regime? 7 MR. BRATOVICH: My eyesight isn't as good as 8 it once was. I am having a hard time trying to look at 9 the lines up there and see, compare what they are. 10 But you are probably correct, that they are 11 generally higher. Certainly the first year is generally 12 higher during that time period and so is the last year. I 13 would look more carefully at the middle year. But in any event that is in the record. I am sure that Board and 14 15 staff will look at it without having to rely on 16 representations. 17 MR. HUTCHINS: Two more things. One, I wanted 18 to confirm that your answer is based on the rotary screw trap data did not consider flow needs of fish downstream 19 20 of the Yuba River; is that correct? 21 MR. BRATOVICH: That's correct. 22 MR. HUTCHINS: Your analysis did not consider 23 any life stages of salmon and chinook other than the 24 outmigration of juveniles; is that right? 25 MR. BRATOVICH: If you mean chinook salmon and

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steelhead out only, yes, that is correct. 1 2 CHAIRMAN BAGGETT: Hold the record a minute. 3 (Reporter checks computer.) CHAIRMAN BAGGETT: Back on the record. 4 MR. HUTCHINS: Mr. Bratovich, I just want to 5 6 confirm your analysis did not consider -- your analysis of 7 the rotary screw trap data did not consider and you did 8 not make any conclusions with regard to implications of 9 those data with respect to American shad, with respect to 10 the American shad fishery in the Yuba River and 11 downstream; is that correct? 12 MR. BRATOVICH: Yes. In referring to Staff 13 Exhibit 5 for this; that is correct? MR. HUTCHINS: Thank you very much. 14 I believe that's all that I have to Mr. Aikens and 15 16 Mr. Mitchell and Mr. Bratovich. 17 I thank you very much. 18 CHAIRMAN BAGGETT: Thank you. 19 Brophy Water District, have any cross? MR. BARTON: No. 20 CHAIRMAN BAGGETT: Browns Valley. 21 22 MR. BEZERRA: No, Mr. Baggett. 23 CHAIRMAN BAGGETT: South Yuba, et al. 11 24 25 11

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CROSS-EXAMINATION OF YUBA COUNTY WATER AGENCY 1 2 BY SOUTH YUBA WATER DISTRICT 3 BY MR. MINASIAN 4 MR. MINASIAN: Mr. Bratovich, will you bear in 5 mind that Member Carlton and Chairman Baggett may have 6 known about the source -- may not know because they did 7 not participate in the testimony in 1992 and 2000 in 8 regard to the source of data in regard to outmigration 9 patterns before the RSTs went into place. 10 For the period of roughly 1977 through 2000 what was 11 the source of data and the method of estimating the 12 outmigration patterns and sizing of fish on the Yuba 13 River? MR. BRATOVICH: I am aware from the record 14 15 that previous testimony, which was not my testimony, 16 utilized to some degree the Hallwood/Cordua screen data. 17 MR. MINASIAN: Was that, in your estimation --18 Mr. Mitchell, let me ask you because I know you're experienced with this. In your estimation was that a site 19 20 that was operated on a continuous basis in a scientific fashion to gauge the numbers exported or emigrating out of 21 22 the river and the size? MR. MITCHELL: No, it was not done in a 23 24 scientific fashion, and, therefore, there was some 25 cautions that we had identified at the time. However, it

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1 was operated continuously during the spring season in many 2 years and provided what we believe is a good indication of 3 the timing of migration of smolt-size salmon, chinook 4 salmon.

5 MR. MINASIAN: Why is the RST data better than 6 the Hallwood fish trap data?

7 MR. MITCHELL: Well, the RST is designed as a 8 conventional fish capture device and can be calibrated 9 with appropriate mark and capture testing. In the same --10 by the same token the Hallwood/Cordua canal could just as 11 well been calibrated, so to speak, with the same methods. 12 But the rotary screw trap is actually a fishery capture 13 device, so it is specifically designed for the capture of fish and operates to maximize the efficiency of those 14 15 captures.

MR. MINASIAN: For the benefit of the Members of the Board, the Hallwood/Cordua trap is located off the river about a mile down an irrigation ditch, is it not? MR. MITCHELL: That's correct. MR. MINASIAN: There is no power source to

21 that trap, is there or was there?

22 MR. MITCHELL: No.

23 MR. MINASIAN: As a matter of fact, somebody 24 had to go out there and operate a generator on a 24-hour 25 basis to be able to measure the number of fish?

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1 MR. MITCHELL: That's correct. 2 MR. MINASIAN: Do you remember testimony to 3 the effect that the trap wasn't operated on a continuous 4 basis so that the early fish could be captured because of economic concerns on the part of the Department of Fish 5 6 and Game? 7 MR. MITCHELL: That is correct, as well as 8 there was no need because these diversions had not started 9 in the early winter or early spring. 10 MR. MINASIAN: The diversions and the amount 11 of water moving down this mile channel determined roughly 12 whether you could estimate the number of fish. If there was no irrigation demand, you wouldn't be pulling fish 13 into that? 14 CHAIRMAN BAGGETT: Mr. Cunningham. 15 16 MR. CUNNINGHAM: Mr. Baggett, my apologies, but strange as this sounds, I would like to object to this 17 18 line of questioning. This goes so far beyond the line of 19 direct testimony and the declarations provided by Mr. 20 Bratovich and Mr. Mitchell as to be, I am sorry, 21 Mr. Minasian, it is ludicrous. He is now essentially 22 having them regenerate testimony this Board received, took 23 into consideration years ago having to do with the 24 Hallwood/Cordua diversion screen, not trap, and none of that was discussed in Mr. Bratovich's or Mr. Mitchell's 25

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1 testimony. I realize you're generous, but this is beyond 2 generous.

3 CHAIRMAN BAGGETT: Do you have a response? 4 MR. MINASIAN: You want an offer of proof. We are getting data from a new source and that Court has 5 6 asked you to review that new source in regard to its 7 significance, the data significance. How can you do that 8 without being aware of what is in the record now in regard 9 to the same attempt to recreate information about the 10 migration pattern?

11 MR. CUNNINGHAM: Mr. Baggett, if Mr. Minasian 12 wants to make arguments, I think you are going to provide 13 us an opportunity to oral or rewritten closing arguments, and he is more than welcome to make such a comparison of 14 15 already existing data with that being provided by 16 Mrs. Bratovich and Mitchell. This is not the time or 17 place essentially for Mr. Minasian to testify and then ask 18 the witness isn't that true. This is not their testimony. This is his testimony. And I suggest, again, this is an 19 20 inappropriate forum for that.

21 CHAIRMAN BAGGETT: I would concur. Sustain22 the objection.

23 This Board is aware of the record. Although 24 Mr. Carlton wasn't here, I certainly was here and voted 25 for the previous order and am aware of that record and

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1 have visited the site as the parties and attorney are well 2 aware. We can go back and review that record as pointed 3 out. You will have an opportunity to make in your closing 4 comments or however we decide to end this proceeding, to 5 tie those pieces together. 6 MR. MINASIAN: Mr. Baggett, are you 7 representing that you read the record from the 1992 8 hearings and reviewed the exhibits personally? 9 CHAIRMAN BAGGETT: I am aware of the record 10 and the exhibits. I haven't read every single page. I 11 doubt if very many people in this room have read every 12 single page. I am familiar with the record, yes. 13 MR. MINASIAN: Mr. Bratovich, you are also aware of the fact that Decision 1644 asked for certain 14 15 work to be done and studies to be done in regard to what 16 we call the south irrigation diversion? 17 MR. BRATOVICH: What specifically are you 18 referring to? 19 MR. MINASIAN: Remember the portions of 20 Decision 1644 which opined that there may be a fish loss at the south diversion point? 21 22 MR. BRATOVICH: I remember those discussions. 23 I read the notice for this hearing, and I really focused 24 my preparation and my testimony on Staff Exhibit 5. I 25 don't recall clearly what you are referring to, what the

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1 arguments were.

2 MR. MINASIAN: That was preliminary to the 3 question of does Figure 2 basically show the great majority of juvenile fish are outmigrating at an earlier 4 5 time than was understood at the time of the close of 6 record in regard to the 2000 hearing? 7 MR. BRATOVICH: If you can state for me what 8 the statement was at the close of the record regarding 9 this specific consideration, I'll be able to respond. But 10 what I can tell you is, again, 98, 99 and 98 percent of 11 all juvenile chinook salmon captured were captured prior 12 to April 21 for each of these three years respectively. 13 MR. MINASIAN: Is it generally true that the irrigation diversions at the south diversion begin in 14 15 approximately the middle of April? 16 MR. BRATOVICH: I have limited understanding 17 of the operations of the agricultural deliveries, but that 18 is my general understanding, is that the irrigation season 19 is spring to fall; that's correct. 20 MR. MINASIAN: Nothing further. CHAIRMAN BAGGETT: Thank you. 21 22 Mr. Cunningham, Fish and Game. 23 MR. CUNNINGHAM: Thank you, Mr. Baggett. 24 11 25 11

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CROSS-EXAMINATION OF YUBA COUNTY WATER AGENCY 1 2 BY DEPARTMENT OF FISH AND GAME 3 BY MR. CUNNINGHAM MR. CUNNINGHAM: Mr. Chairman, Mr. Carlton, 4 5 Bill Cunningham, Deputy Attorney General for the 6 Department of Fish and Game. 7 Messers. Mitchell and Bratovich, welcome again. 8 It's been a couple of years. Mr. Aikens, pleasure to see 9 you, sir. I have a couple of quick questions for Mr. 10 Aikens. Let me deal with that first because of the 11 different nature of the two testimonies, I guess, very 12 quickly. 13 Mr. Aikens, in your testimony you talked about two different developments that have recently occurred, one 14 15 having to do with the Dry Creek Water District and one 16 having to do with Wheatland Water District. 17 Can I ask you, it is my understanding that 18 essentially that works for both districts are being 19 developed to transport water from Yuba County Water 20 Agency's diversion facility to within these districts; is 21 that true? 22 MR. AIKENS: Let me give a little 23 clarification. The main canal system to the Dry Creek 24 Mutual Water Company has been built. The main 25 distribution system has been built within Dry Creek.

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There are additional distribution systems that need to be built to serve some unserved lands at this point in time. As far as Wheatland Water District goes, there are no canals going from our existing main canal to the Wheatland Water District territory. That is under design and planning, and we did receive approval grant moneys towards that project.

8 MR. CUNNINGHAM: To your knowledge, do Dry 9 Creek Water District and Wheatland Water District exist as 10 separate legal entities?

11 MR. AIKENS: Yes, they do at this point in 12 time. At one point in time they were considered Wheatland 13 Water District and its attachment. Wheatland Water 14 District did extend below Highway 65 and those farmers 15 down there got together and formed Dry Creek Mutual Water 16 Company and came to the Water Agency and asked for surface 17 water project to be built to serve that area.

18 MR. CUNNINGHAM: Let me ask questions of each 19 of the two districts separately, then. To the extent 20 there are additional developments being made for the Dry 21 Creek Water District, who was funding those developments? 22 MR. LILLY: I am going to object. I don't 23 know whether Mr. Cunningham is doing this on purpose or 24 not, he keeps calling it the Dry Creek Water District, and

25 it is not. It is Dry Creek Mutual Water Company and it

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1 would be nice if he got it right. 2 CHAIRMAN BAGGETT: We'll note that for the 3 record. MR. CUNNINGHAM: I'll take that under 4 5 advisement, Mr. Baggett. 6 Thank you, Mr. Lilly. 7 MR. AIKENS: Please, restate the question. 8 MR. CUNNINGHAM: Mr. Aikens, who is funding 9 Dry Creek Mutual Water Company's water development? 10 MR. AIKENS: Which water development are you 11 talking about? 12 MR. CUNNINGHAM: The ones that are currently 13 expanding their system, for example. MR. AIKENS: These are Dry Creek landowners, 14 farmers that are funding those developments. 15 16 MR. CUNNINGHAM: Is Yuba County Water Agency 17 providing any funding for any of these developments? 18 MR. AIKENS: Not at this point in time. 19 MR. CUNNINGHAM: Did it in the past? 20 MR. AIKENS: We provided grant and loan funding for construction of the overall project, including 21 22 distribution systems. Some individual distribution 23 systems are the responsibility of the individual landowner 24 or farmers to complete. 25 MR. CUNNINGHAM: Do you have a statutory or

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1 contractual obligation to provide this funding to aid an 2 independent water company to develop its water use? 3 MR. AIKENS: We have the Yuba County Water Agency Act which basically says that our mission is to 4 enhance the beneficial use of water within Yuba County and 5 6 that is the process which we have used to help these 7 districts to build their systems and use surface water. 8 MR. CUNNINGHAM: Let me ask the questions 9 about the Wheatland water systems. Are you currently 10 providing funding for development of any water 11 transportation system to or water usage system within the 12 Wheatland? 13 MR. AIKENS: We are providing funding in terms of an ongoing planning effort to do so. We are in the 14 15 process of working out a water sales service agreement 16 with Wheatland Water Districts, and that would specify 17 exactly how we go forward from here on out for funding. 18 MR. CUNNINGHAM: Do you currently have a water 19 sales agreement with Wheatland? 20 MR. AIKENS: We have a draft one in place. In fact, we are meeting on it next week to start finalizing 21 22 the agreement. 23 MR. CUNNINGHAM: Do you currently, presently 24 have any contractual obligation to deliver water to Wheatland at all? 25

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1 MR. AIKENS: No contracts, no obligations. We 2 have a long-term commitment, the agency does, to provide 3 surface water to the Wheatland Water District area. That has been the direction of the Board to move forward. The 4 5 Board has always approved funding to move these 6 preliminary phases forward, to get a project in operation. 7 MR. CUNNINGHAM: Does the Yuba County Water 8 Agency contemplate that they will be reimbursed for any of 9 these investments in either the Wheatland or Dry Creek 10 systems? 11 MR. AIKENS: Yes. 12 MR. CUNNINGHAM: How? 13 MR. AIKENS: We form a loan agreement for the amount that the Water Agency loans to the water districts, 14 15 and that specifies repayment of capital that the agency 16 has lent to construct the project. 17 MR. CUNNINGHAM: Thank you. 18 Biologists. Mr. Mitchell, let me ask you some questions very briefly about your testimony. 19 20 A couple of points of clarification, please. On your attachments to the declaration -- let me be sure I 21 22 have the right exhibit. Exhibit D, it is a graphic 23 representation of an annual fall-run chinook salmon 24 spawning escapement, and it has a variety of bars 25 representing apparently numerical returns of salmon in the

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1 Lower Yuba River. I notice in looking at Exhibit or 2 Attachment D or Exhibit D to your declaration that there are some dark bars starting at about 1995 through to the 3 4 present year, that according to the legend are actual 5 counts. 6 Can you tell me is this -- did you count 31,000 dead 7 bodies? 8 MR. MITCHELL: No. That actual count is 9 probably a -- could have been better phrased as actual 10 estimates, because we did not count every fish. 11 MR. CUNNINGHAM: Estimates -- I am sorry, 12 you're comparing -- I wonder why you would distinguish 13 them because your other legend indicates that there are other bars which clearly reflect estimated counts. 14 Is there a distinction between the estimated counts 15 16 and those you identified as actual counts? 17 MR. MITCHELL: Yeah. Here again I think there 18 is confusion. These were not the best legend captions. The estimated count refers to the use of the assumption 19 20 that 15.5 percent of the run was assumed to be spawning 21 above Highway 20. So the light color bars are the total 22 estimate when that assumption is applied. 23 The dark bar is actually the estimates that we made 24 based on actual surveys of that reach, and so I do 25 apologize for the confusion here because those are not

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1 what I would call the best legend captions.

2 MR. CUNNINGHAM: What I am looking at again is 3 Exhibit D, and I see that there are pairs of bars for each 4 year, one of them a light colored bar without lines and the other a dark color bar. The light colored bar is a 5 6 corrected estimate using this 15 percent additional 7 number; is that what you are doing to arrive at -- tell me 8 again the difference between light colored bars and the 9 dark colored bars.

MR. MITCHELL: To answer your first question, that is not correct. The light colored bars represent the estimate that would be generated if you had assumed that 13 15 and a half percent of the run spawned above Highway 20 rather than including the actual estimate based on actual surveys.

16 The dark bars are our actual estimates that we 17 developed from actual surveys at that reach. Had we used 18 -- then basically we are comparing that number with the 19 estimate that you would get in that same year if you 20 instead assumed that that area was the -- the number of 21 fish spawning in that area was 15 and a half percent of 22 the run.

23 MR. CUNNINGHAM: Have any attempts been made 24 in these two graphs -- essentially D is the present graph 25 you are offering, the new updated graph. Has any effort

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1 been made to suggest how these new actual estimates 2 correlate with the early data, that data before 1994 or 3 so, and again those data provided mostly preproject before 4 about 1973? What I see is a bar graph that suggests I compare, for example, the year 1963 with the year 2002. 5 6 But what assurance am I provided through this graph that 7 the numbers you are providing as estimates somehow 8 correlate between those two years? 9 MR. MITCHELL: You are going to have to phrase 10 the question in a more direct way, please. 11 MR. CUNNINGHAM: You earlier testified that 12 you were at least knowledgeable when you stated in your 13 declaration about how the fall-run escapement was calculated or derived preproject. 14 15 Isn't that true, you told us how it was done? 16 MR. MITCHELL: Yes. 17 MR. CUNNINGHAM: I believe it was essentially weekly surveys, although we are sure how many weeks in 18 each year, done by the Department of Fish and Game looking 19 20 for carcass counts. 21 MR. MITCHELL: That is correct. 22 MR. CUNNINGHAM: That following the project a 23 similar methodology was followed for a significant period 24 of time. But for an extended period of time the 25 understanding was always done that these surveys were done

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1 only for a limited geographical location; isn't that true? 2 They were not none above Rose Bar; isn't that true? 3 MR. MITCHELL: That is true for many of the years prior to 1990 when the Department of Fish and Game 4 5 was doing surveys, yes. 6 MR. CUNNINGHAM: So what I have is -- now you 7 are telling me that at least the more recent studies, 8 including those done in the last two years, reflect a 9 different methodology again; is that correct? 10 MR. MITCHELL: No. The methodology, the basic 11 methodology is the same. The difference is that we have 12 expanded the survey area to include the upper reach. 13 MR. CUNNINGHAM: I apologize for misphrasing. It is my understanding that when you do a research 14 15 protocol and you change one variable, you must acknowledge 16 the change of that variable; isn't that true? 17 MR. MITCHELL: Yes. 18 MR. CUNNINGHAM: One of the variables that has 19 changed in the current study for fall escapement from 20 those that were done, for example, 30 years ago, is you are looking at a geographically larger area in deriving 21 22 your estimates; isn't that true? MR. MITCHELL: That's correct. And I will add 23 24 that that is the reason why we present the other alternative estimates which is based on Fish and Game's 25

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1 assumption which had been applied for many years prior to 2 that. Because of the -- logically using that same 3 assumption would provide data that is more comparable, 4 somewhat more comparable than the actual estimate. 5 MR. CUNNINGHAM: That is where I wanted to go 6 with this. That is the light colored bar that parallels 7 your dark bar? 8 MR. MITCHELL: Yes. 9 MR. CUNNINGHAM: Where in your Exhibit C, 10 which is a numerical summation of your escapement, do I 11 see the numbers provided for the light bar for the years 12 2000, 2001 and 2002? 13 MR. MITCHELL: They are not presented in Exhibit C. 14 MR. CUNNINGHAM: So if I look at Exhibit C and 15 16 I listen to an earlier argument that as made in opening 17 arguments that the numbers now reflect larger escapement, 18 that is not necessarily so. The numbers provided here are 19 essentially a different apple or a completely different 20 vegetable than what we were provided earlier. You are 21 telling me that -- you're shaking your head no. 22 MR. LILLY: Wait, wait, wait. 23 MR. CUNNINGHAM: Let me reask the question. 24 CHAIRMAN BAGGETT: Could you ask questions 25 now?

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1 MR. CUNNINGHAM: I apologize. 2 CHAIRMAN BAGGETT: It is very difficult for us 3 to follow. I think the witness is having a difficult 4 time. 5 MR. CUNNINGHAM: Where in the information you 6 are currently providing to the Board in your numerical 7 analysis are numerical statements of escapement based upon 8 the reach evaluated by Department of Fish and Game, and 9 only by the Department of Fish and Game, below Rose Bar 10 Reach? Is there any place in these exhibits? 11 MR. MITCHELL: Those would represent the 12 numbers prior to 1990. Those estimates would include 13 those surveys that were done in those reaches. MR. CUNNINGHAM: Right. But from 1990 on the 14 15 only numerical data I see reflects an expanded 16 geographical survey area; is that correct? 17 MR. MITCHELL: No. Exhibit D represents the 18 numbers for the entire reach, the entire area including Rose Bar. And let me step back by saying, first of all, 19 20 that DFG's estimate prior to 1990 reflect their estimates of the total number of salmon spawning below Highway 20 21 22 plus the 15 and a half percent they assumed spawned above 23 Highway 20. 24 In the next grouping, from 1991 through 2002, the 25 light colored bars represent that same -- that represent

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1 basically that same methodology. Using the estimated 2 numbers below Highway 20 plus the 15 and a half percent 3 above Highway 20. The dark bars are the estimates that 4 would be that we developed based on actual surveys of the 5 Rose Bar Reach. 6 MR. CUNNINGHAM: I appreciate that, Mr. 7 Mitchell. My question to you was: Your Exhibit C is a 8 numerical enumeration of data compiled or displayed in 9 Exhibit D. At least that is what it purports to be. It 10 states the annual fall-run chinook salmon spawning 11 escapement in the Yuba River. That is what it is 12 identified as at the very top. 13 But when I look at the numbers from 1990 through 2002, those numbers reflect the dark bars that are on 14 Exhibit D; isn't that correct? 15 16 MR. MITCHELL: They do for 1994 and '96 17 through 2002. 18 MR. CUNNINGHAM: So the new data you provided, at least numerically in 2001 where it says 22,384 19 20 estimated post reservoir escapement, is based upon your 21 actual estimate rather than a comparable number using the Department of Fish and Game's estimated process; is that 22 23 correct? 24 MR. MITCHELL: That is true for Exhibit C, but 25 not for Exhibit D.

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1 MR. CUNNINGHAM: I appreciate that. But 2 arguments have been made already on your behalf that 3 Exhibit C reflects a return of 22,384 fish in 2001 and a 4 return of 23,202 fish estimated in 2002. 5 And those are presented in a numerical column which 6 begs for comparison of prior years. 7 MR. LILLY: Mr. Baggett, I object again. We 8 are getting statements; we are not getting questions. 9 MR. CUNNINGHAM: I apologize, Mr. Baggett. 10 CHAIRMAN BAGGETT: They are compound. If you 11 break it down. 12 MR. CUNNINGHAM: Mr. Baggett, I will do my 13 best. I am unfortunately not getting responsive answers to questions that I believe are clearly asked. I will 14 15 work on it, sir. 16 CHAIRMAN BAGGETT: Please. 17 MR. CUNNINGHAM: Mr. Mitchell -- let me ask. This is the third time -- where, in any of the exhibits 18 attached to your declaration, are the numerical 19 20 coequivalents of the light columns on Exhibit D for the 21 years 1994 through 2002? 22 MR. MITCHELL: Those aren't presented. We did 23 not present those in Exhibit C. 24 MR. CUNNINGHAM: So when I look at Exhibit C, 25 I see nothing that indicates that the information for the

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years 1994 through 2002 is in any way different than that 1 2 information presented in prior years. Is that an 3 oversight, Mr. Mitchell? MR. MITCHELL: I would say it should have been 4 5 included in Table C as well as Exhibit C as well as 6 Exhibit D. 7 MR. CUNNINGHAM: Isn't it true that the 8 Department's estimating procedure or methodology was used 9 in each of those years, 1994 through 2002, the post 10 reservoir escapement estimate, estimated number would be 11 smaller than those numerical representations in Exhibit C? 12 MR. MITCHELL: Yes, I think you can see that 13 in Exhibit D. MR. CUNNINGHAM: Thank you. 14 15 Mr. Mitchell, was any attempt made to do a 16 statistical analysis of a trend in data collected from the 17 years 2001 and 2002? 18 MR. MITCHELL: No. 19 MR. CUNNINGHAM: Mr. Bratovich, have you ever 20 personally operated a rotary screw trap? MR. BRATOVICH: No, I have not. 21 22 MR. CUNNINGHAM: When you discussed the 23 operation of a rotary screw trap on the Yuba River during 24 the years 2000, 2001 and 2002, were you physically 25 involved in the operation of those traps or that trap?

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1 MR. BRATOVICH: No, sir, I was not. 2 MR. CUNNINGHAM: Who operated that trap during 3 that time period? 4 MR. BRATOVICH: My understanding is the 5 California Department of Fish and Game operated the trap 6 for two seasons and part of the last season where the Yuba 7 County Water Agency contracted with Jones & Stokes to 8 operate the trap. 9 MR. CUNNINGHAM: Mr. Bratovich, to your 10 knowledge, has the -- do you -- to your knowledge has the 11 rotary screw trap used on the Yuba River ever been 12 calibrated using a mark and release process to assure that 13 it can identify fish that it captures? 14 MR. BRATOVICH: A trap doesn't identify fish. 15 Rephrase your question. 16 MR. CUNNINGHAM: To the extent you've 17 indicated that the trap collects fish, has it been 18 calibrated to assure that it collects accurately the fish 19 count coming down through the water column? 20 MR. BRATOVICH: A series of mark/capture experiments were conducted in the last half of the third 21 22 monitoring season for steelhead only, and as far as I am 23 aware those are the only mark/recapture capture efficiency 24 procedures that have been utilized for the RST. 25 MR. CUNNINGHAM: Mr. Bratovich, you testified

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that you are familiar with the use of rotary screw trap data. Normally when you place any reliance on such trap data do you look to assure that it has been calibrated for the information you are seeking to collect?

MR. BRATOVICH: What is interesting is that 5 6 this has only been utilized for the three years, and the 7 Department of Fish and Game did not conduct any capture 8 efficiency experimentation. It was only until the last 9 test of the last season was done. Capture efficiency 10 tests since the last half of the last season have been 11 conducted, and I am very hopeful that additional capture 12 efficiency tests are conducted in the future in order to 13 more clearly estimate capture efficiency for both juvenile chinook and steelhead. 14

MR. CUNNINGHAM: But you're here today testifying today, deriving conclusions today on this data. To your knowledge, has this been calibrated to assure that it captures all juvenile outmigrating salmonids, especially outmigrant chinook salmon?

20 MR. BRATOVICH: No trap is going to capture 21 all outmigrant fish. That is why it is called a sampling 22 device. It samples the total number of fish that are 23 going past a certain point. So I would have to say, no, 24 it is not going to capture all the fish at that point, but 25 the question is have sufficient number of capture

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efficiency experimentations been conducted in order to more accurately refine total abundance estimates. Then I would say that it has only been conducted for steelhead for the last half of the last season.

5 MR. CUNNINGHAM: Mr. Bratovich, has this trap 6 been calibrated to assure that it captures various age or 7 size groups within your larger universe of juvenile 8 salmonids?

9 MR. BRATOVICH: As I responded to Mr. Hutchins 10 in my cross-examination, it -- just again, initially 11 conducted mark/recapture capture efficiency experiments 12 for the last half of the season. If one were to conduct 13 enough mark/recapture capture efficiency estimations over a series of various conditions, and to be responsive to 14 15 your question, over a series of different sizes of 16 individual fish, then one could better answer that 17 question and come up with site-specific, size-specific 18 capture of efficiencies. The data does not exist to do 19 that today.

20 MR. CUNNINGHAM: Let me break it out even a 21 little further, then.

Has this trap been calibrated to determine whether or not it accurately captures a sampling of chinook salmon, juveniles, larger than 60 millimeters, for example?

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1 MR. BRATOVICH: No capture efficiency 2 experimentation for juvenile salmon of any size has been 3 conducted to date on the Lower Yuba River using RST. 4 MR. CUNNINGHAM: Isn't there a problem in 5 using a rotary screw trap when you use it to sample larger 6 and larger fish, more mature fish? 7 MR. BRATOVICH: As I explained to 8 Mr. Hutchins, until such time as size-specific capture 9 efficiencies are determined, I would not necessarily agree 10 there is a problem, per se. I think there is possibly 11 varying capture efficiencies, if that is what you mean. 12 MR. CUNNINGHAM: Are you aware of an event or a 13 concept called trap avoidance, Mr. Bratovich? 14 MR. BRATOVICH: Yes. I am aware of the term. 15 MR. CUNNINGHAM: Is it safe to say the trap 16 avoidance occurs when a fish that would be potentially 17 sampled within the trap is large enough or agile enough to 18 escape the trap? 19 MR. BRATOVICH: It is one component of capture 20 efficiency interpretation. Essentially capture efficiency estimates the probabilities of two components. One 21 22 probability that an individual encounters your sampling 23 device, and, two, that an individual actually be captured once the device is encountered. 24 25 MR. CUNNINGHAM: I believe you earlier

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testified that no such mark and release information has 1 2 been developed for this rotary screw trap? 3 MR. BRATOVICH: That is not correct. I 4 testified now several times in response to several 5 questions to capture efficiency experimentation has been 6 done for the last half of the last season for steelhead 7 juveniles only, not for juvenile chinook. 8 MR. CUNNINGHAM: So, Mr. Bratovich, when you 9 testified that your information and your rotary screw trap 10 data establishes a temporal distribution of juvenile 11 chinook salmon abundance, you don't know whether it 12 actually reflects large juvenile salmon abundance, do you? 13 MR. BRATOVICH: Again, I think it is uncertain as to what capture efficiency for any size individuals 14 15 are. 16 MR. CUNNINGHAM: Mr. Bratovich, I am sorry, 17 let's -- you have made a very specific statement. I am reading Page 6, Line 18 of your declaration. The 18 cumulative temporal distribution of juveniles chinook 19 20 salmon abundance is the lead in phrase for that sentence. 21 At the bottom of that same paragraph, Paragraph 6, you 22 say: 23 In reality almost all juvenile chinook 24 salmon downstream movement occurs before 25 April 21st. (Reading)

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1 Is it not true that that rotary screw trap may or 2 may not accurately sample and discern large juvenile 3 chinook salmon that are capable of avoiding that trap? MR. BRATOVICH: There is a possibility various 4 5 capture efficiency for size of individuals, yes. 6 MR. CUNNINGHAM: Until you know this 7 efficiency, how can you make any conclusion that almost 8 all juvenile chinook salmon downstream movement occurs before April 21st? You don't know what is happening to a 9 10 certain size class, do you? 11 MR. BRATOVICH: RSTs are a commonly employed 12 sampling device for fishery investigations. There are 13 investigation as conducted in California and elsewhere that utilize RSTs and do not have size-specific, 14 site-specific, multi-seasonal, multi-variable capture 15 16 efficiency experimentation. 17 So I guess in summary I would say the best available 18 information which was not available during the 2000 19 hearing or incorporated into the D-1644 decision is the 20 RST data, and it exists as it exists today. But to elucidate, again, RSTs are utilized without capture 21 22 efficiency information elsewhere. 23 MR. CUNNINGHAM: Mr. Bratovich, I am a strong 24 component of RSTs. I believe the Department of Fish and Game is. But there are also limitations in the use of 25

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1 RSTs; is that not true?

2 MR. BRATOVICH: There is limitations in 3 utilizing any sampling device, particularly difficult when 4 you can't see the thing you are trying to measure, it is 5 actually in the water swimming. RSTs probably are a more 6 efficient and effective sampling device than many others 7 that could be used. Certainly for one reason they operate 8 on essentially a continuous basis.

9 It would improve our estimation capabilities to have 10 a multi-year, multi-condition series of capture efficiency 11 estimations; that is true.

MR. CUNNINGHAM: Mr. Bratovich, let me try this question one more time. Again, I do apologize to the Board Members, but I seem to be struggling with this guestion and answer.

Mr. Bratovich, when you conclude that almost all juvenile chinook salmon downstream movement occurs before April 21st, and you base it upon data collected only at the Hallwood RST, you do not know whether that trap has accurately sampled a certain size class of fish or not; isn't that true?

| 22 | MR. BRATOVICH: What I can do is evaluate      |
|----|---|
| 23 | MR. CUNNINGHAM: Can I get a yes or no answer? |
| 24 | CHAIRMAN BAGGETT: Yes or no question.         |
| 25 | MR. BRATOVICH: There is not a yes or no       |

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1 answer to that question.

2 CHAIRMAN BAGGETT: You can't answer the 3 question? MR. BRATOVICH: I can't answer it yes or no. 4 5 I tried to answer it several times already. 6 MR. CUNNINGHAM: I will try something else. 7 Mr. Baggett, I apologize for the time I am taking. I do 8 ask leave of this Board. I think this is relevant and 9 important. This testimony is going to the heart of Mr. Bratovich's declarations. 10 11 CHAIRMAN BAGGETT: You can have a few 12 additional minutes. I gave other counsel the same 13 opportunity. Five minutes. MR. CUNNINGHAM: Mr. Bratovich, in the data 14 15 you collected through the rotary screw trap did you 16 collect any adult or subadult steelhead trout? 17 MR. BRATOVICH: I would like to clarify. I 18 personally didn't collect the data. But the data records 19 indicate any large steelhead trout collected, yes. 20 MR. CUNNINGHAM: I believe your data indicates to the extent steelhead trout were found in these traps 21 22 they were found in the traps, I believe, in the months of 23 July and August; is that correct? 24 MR. BRATOVICH: Of a specific size or in 25 general?

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1 MR. CUNNINGHAM: Just in general. 2 MR. BRATOVICH: In general, juvenile steelhead 3 were collected over a series of months, not just July and August. The majority of the steelhead collected were 4 5 collected after June 30; that is correct. 6 MR. CUNNINGHAM: Where are those -- to your 7 knowledge, where are those juvenile steelhead before June 8 30th and after April 21st? 9 MR. BRATOVICH: It makes sense that those 10 individuals would be coming from upstream locations in the 11 Yuba River. 12 MR. CUNNINGHAM: To your knowledge, would flows during the period April 21st through July 1st be 13 important for the transport or survival of those juvenile 14 15 steelhead? 16 MR. LILLY: Objection. Question is vague when 17 he says flow, as to what level of flow he is talking 18 about. 19 MR. CUNNINGHAM: Any flows. Are these fish 20 actually living in the Yuba River at that period in time, 21 Mr. Bratovich? 22 MR. BRATOVICH: I think it makes common sense 23 to indicate that the fish captured at the RST had resided 24 previously to being captured in upstream locations in the Yuba River. 25

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1 MR. CUNNINGHAM: Where is the RST located? 2 MR. BRATOVICH: Near Hallwood Boulevard. 3 MR. CUNNINGHAM: Hallwood Boulevard is about 4 six miles above the mouth of the river? 5 MR. BRATOVICH: I think it is closer to seven. 6 MR. CUNNINGHAM: What happens after the fish 7 will pass Hallwood and the RST at Hallwood? When I say 8 fish, juvenile salmonids, chinook? MR. BRATOVICH: That is really not known at 9 10 this time. 11 MR. CUNNINGHAM: So do we know do they depart 12 the system quickly, shortly, long-term? Do we have any 13 information about how they get from Hallwood down and into the Feather River from the data you have collected? 14 15 MR. BRATOVICH: No. I would say it is 16 uncertain as to the rate of movement or even actually it 17 is uncertain as to where those fish go. I don't have any quantitative information to indicate their location to 18 19 indicate their favorite location at that time, no. 20 MR. CUNNINGHAM: Do you have any understanding 21 of whether the Yuba River changes in nature between the 22 area above Hallwood and the area below Hallwood? When I 23 say change, change in nature, change in flow, flow 24 velocity, riverine structure, riparian structure. 25 MR. BRATOVICH: I have some knowledge. I have

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1 some understanding, yes.

2 MR. CUNNINGHAM: Is there a change 3 approximately at the Hallwood location between the upper 4 river and the lower river on Yuba River? MR. BRATOVICH: The upper river and the lower 5 6 river? 7 MR. CUNNINGHAM: I should say the area between 8 the Daguerre Dam and Hallwood and the area of Hallwood 9 down to the mouth. 10 MR. BRATOVICH: Is my understanding that there 11 is generally a broader floodplain, perhaps lower velocity 12 flows after Hallwood Boulevard. 13 MR. CUNNINGHAM: Do you have any knowledge yourself personally when juvenile chinook salmon depart 14 15 the actual waters of the Yuba River and enter into the 16 Feather River? 17 MR. BRATOVICH: There is information -- only 18 available information really of any quantitative nature is this Hallwood RST. That is, granted, located seven miles 19 20 upstream, so, no. Downstream from that point, no. 21 MR. CUNNINGHAM: Again, in Paragraph 6 of your declaration when you say almost all juvenile chinook 22 23 salmon downstream movement occurs before April 21st, the 24 most you can conclude from your information is that at 25 least the movement to the Hallwood screen, but you have

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1
      nothing to say what happens past the Hallwood screen going
 2
      downstream?
 3
                  MR. BRATOVICH: As restricted to this data
 4
      analysis, that's correct, or a Hallwood RST.
 5
                  MR. CUNNINGHAM: I apologize, the Hallwood RST
 6
      which is located approximately at Hallwood Boulevard area.
 7
             Mr. Baggett, if I might have a minute, I think I am
 8
      done.
 9
                  CHAIRMAN BAGGETT: Yes.
10
                  MR. CUNNINGHAM: I would like to thank all of
11
      you gentlemen, Mr. Mitchell, Mr. Bratovich and Mr. Aikens,
12
      Mr. Lilly, for your patience.
13
            Thank you, Chairman Baggett. I do appreciate your
      time, and that is all we have for cross-examining.
14
15
            Thank you.
16
                  CHAIRMAN BAGGETT: Thank you.
17
            Department of the Interior.
                              ---000---
18
           CROSS-EXAMINATION OF YUBA COUNTY WATER AGENCY
19
20
                    BY DEPARTMENT OF THE INTERIOR
                            BY MR. BRANDT
21
22
                 MR. BRANDT: Mr. Aikens, I have just a couple
23
      questions for you.
24
            You mentioned that you're about to start a process
25
      of negotiating a contract with Wheatland; is that right?
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1 MR. AIKENS: A water sales agreement; that's 2 correct. 3 MR. BRANDT: Have you done water availability study in preparation for negotiating that contract? 4 5 MR. AIKENS: In general, we have done a lot of 6 water availability studies associated with the State Board 7 hearing process. 8 MR. BRANDT: What about in preparing for how 9 much water would be available for Wheatland? 10 MR. AIKENS: Those studies directly reflect on 11 what water would be available and could be used for that 12 purpose. 13 MR. BRANDT: When you say the State Board, are you talking about the 1644 process? 14 MR. AIKENS: That's correct. 15 16 MR. BRANDT: There is a draft agreement 17 already out? 18 MR. AIKENS: That's correct. 19 MR. BRANDT: Is there a shortage provision in 20 that draft agreement? MR. AIKENS: Yes, there is. 21 22 MR. BRANDT: Does that shortage provision 23 reflect anything about the outcome of the D-1644 process 24 or relate in any way to the 1644 process? 25 MR. AIKENS: It reflects the outcome of any

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1 regulatory process that may have an affect on the Water 2 Agency's ability to deliver water. 3 MR. BRANDT: You haven't provided an out if D-1644 or something similar is continued, you haven't 4 provided an out in that shortage contract? 5 6 MR. LILLY: I object. It is unclear what you 7 mean by an out. I request the question be rephrased. CHAIRMAN BAGGETT: Please restate. 8 9 MR. BRANDT: Yes. 10 Have you provided an escape from liability for 11 reduced deliveries based on lack of availability of water 12 arising out of an order like D-1644? 13 MR. AIKENS: Are you talking liability for the Water Agency? For Wheatland? 14 MR. BRANDT: Liability for Yuba County Water 15 16 Agency for not delivering the full amount. 17 MR. AIKENS: The water sales contract allows 18 us to meet in all applicable state and federal and regulatory requirements. We will meet those and then we 19 20 will go through our diversions to our customers inside 21 Yuba County. 22 MR. BRANDT: Mr. Mitchell, in Staff Exhibit 4, 23 which is your declaration and attachments, I notice in 24 your declaration it describes the tables and attaches them 25 and says how they are prepared.

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1 Can you please restate your ultimate conclusion that 2 I don't see in your declaration about what the Board 3 should learn from your data that you presented? 4 MR. MITCHELL: Well, the conclusions that we 5 presented in the past do apply and they are in the record. 6 But the comparison that we are making here is between the 7 period prior to and after New Bullards Bar went on line. 8 And the evidence here is that following the construction 9 of New Bullards Bar there was really no change and there 10 may have been an increase which definitely is occurring in 11 recent years during the project period relative to the 12 preproject period. And, therefore, the conclusion was as we stated earlier that the runs have been sustained and, 13 if not, have been increased with the operation of the 14 15 project during that period. 16 MR. BRANDT: Does your conclusion include any 17 causal connection between the operation of the project and 18 the health of the runs? 19 MR. MITCHELL: When you say "causal 20 connection," experimental studies to test hypotheses 21 regarding the mechanisms, is that --22 MR. BRANDT: I want to understand your 23 conclusion, what you're testifying here today. Are you 24 testifying that there is a causal connection of the way 25 that Yuba project is operated has contributed to improved

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1 health of the fishery?

2 MR. LILLY: I just want to ask for 3 clarification, whether we are talking about his testimony today or his past testimony. I think there is a 4 5 difference there. 6 MR. BRANDT: I want --7 CHAIRMAN BAGGETT: Sustained. Clarify which 8 testimony. 9 MR. BRANDT: I think that is actually a really 10 good question because I need to understand -- you said, 11 well, it is consistent with my past testimony. What are 12 you testifying today about that is consistent with your 13 past testimony? So I am hopefully trying to understand. Are you testifying the same thing that is coming to that 14 15 ultimate conclusion? What are you testifying today as 16 your ultimate conclusion that we need to learn from the 17 data you present? 18 MR. MITCHELL: I did state that the runs have remained at preproject levels, if not have increased, over 19 20 during the period when New Bullards Bar Reservoir was in 21 operation. 22 MR. BRANDT: And when you say "the runs," are 23 you talking about all runs of the chinook salmon? 24 MR. MITCHELL: I am saying chinook salmon in 25 the river and specifically fall-run, and as I stated

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before these surveys focus on fall-run and have not -- we
 have not been able to get definitive estimates on
 spring-run.

4 MR. BRANDT: Does your conclusion in your 5 ultimate opinion include a conclusion for the same thing 6 about spring-run and steelhead?

7 MR. MITCHELL: I would have to go back to my 8 previous testimony back in 1992 which examined documents 9 from the Department of Fish and Game, various anglers that 10 reported increases in the fishery, primarily steelhead, 11 following the years after the New Bullards Bar project 12 went on-line. We have a number of examples, documents, 13 produced by biologists and anglers regarding improvement in the fishery following the increase in releases in cold 14 15 water to the Yuba, Lower Yuba River, following the onset 16 of operations at New Bullards Bar.

We do not have quantitative estimates, however, for steelhead and spring-run, long-term records like we do for fall-run.

20 MR. BRANDT: The data you are presenting today 21 is just fall-run; is that correct?

22 MR. MITCHELL: I say yes. The fall-run. This 23 reflects primarily the fall-run. We do not know to what 24 extent this reflects spring-run. We have not been able to 25 distinguish fall-run and spring-run during the surveys.

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MR. BRANDT: Has the fall-run been listed a 1 2 threatened or endangered species pursuant to the 3 Endangered Species Act? 4 MR. MITCHELL: I believe it has candidate status, the Central Valley fall-run, late fall-run chinook 5 6 salmon. 7 MR. BRANDT: Spring-run, has that been listed 8 as threatened or endangered? 9 MR. MITCHELL: It is listed threatened under 10 the federal Endangered Species Act. 11 MR. BRANDT: We don't have any data for the 12 spring-run? 13 MR. MITCHELL: No quantitative data, that's 14 correct. 15 MR. BRANDT: If I heard you correctly, you're 16 basically saying because of the cold there is some causal 17 connection between the operation of the project and at 18 least maintaining stability of all runs? 19 MR. MITCHELL: I think that with the evidence 20 we have we can support at least, I'll say in our 21 professional judgment, that the water temperatures 22 following the operation of New Bullards Bar Reservoir, 23 water temperatures and flows have been conducive to both 24 -- all salmonid runs, because conditions are now much 25 better down there than they were prior to the project,

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1 particularly in the summer and fall which are periods 2 where steelhead and spring-run are particularly sensitive 3 to. 4 MR. BRANDT: We don't have any data for the 5 spring-run? 6 MR. MITCHELL: That's correct. 7 MR. BRANDT: Isn't it true that spring-run and 8 steelhead are going to need different flow patterns than 9 fall-run which is the data you present? 10 MR. LILLY: I am going to object. The 11 question is unclear as to what time of year he's talking 12 about. 13 MR. BRANDT: Over a year period isn't it true that the spring-run and steelhead are going to need a 14 15 different flow pattern over an entire year than the 16 fall-run for which you presented data here today? 17 MR. LILLY: Now I am going to object that I 18 think he is mischaracterizing the testimony. These data, I think Mr. Mitchell has very clearly said, are all adult 19 20 chinook salmon. They are not just fall-run. When he says these are just fall-run, he is misstating the prior 21 22 testimony. 23 MR. BRANDT: I think he just --24 CHAIRMAN BAGGETT: Clarify. 25 MR. BRANDT: -- he just testified the data are

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1 based on fall-run, is what he just testified to. 2 CHAIRMAN BAGGETT: As I recollect. 3 MR. BRANDT: So my question remains: Don't spring-run and steelhead need different flow patterns in 4 the river than fall-run, which are the data you presented 5 6 here today? 7 MR. LILLY: I still say same objection. 8 CHAIRMAN BAGGETT: Answer. Overruled. 9 MR. MITCHELL: I have to think about this. I 10 think to answer that question would require the kind of 11 analyses that would examine seasonal requirements. I 12 think there are -- there may be times of the year when 13 certain flows are suitable for or provide or meet the requirements of all species. I think what I can say is 14 15 that because fall-run do not depend on the river during 16 the summer, for example, to the extent that spring-run and 17 steelhead do, that there would be different requirements 18 simply because fall-run aren't in the river. 19 So this is a complicated question and would require 20 going through each of the seasons to look at the relative importance of meeting those environmental conditions for 21 22 each species. 23 MR. BRANDT: Your testimony here today does 24 not make any conclusions as to the spring-run needs and 25 the contribution of the project to their health?

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1 MR. MITCHELL: No, it doesn't address 2 spring-run. 3 MR. BRANDT: In looking at your Exhibits A, B, 4 C, D, is it your conclusion that there has been an 5 increase or just a stable fish population for the data 6 that you presented in your exhibits attached to your 7 declaration? 8 MR. MITCHELL: My conclusion from the data is 9 that the runs have, on average, have remained stable. The 10 fall-run chinook salmon run has remained stable during the 11 period 1953 through 2002 with some increases in the last 12 several years creating another increase. 13 MR. BRANDT: Let's look at Exhibit D to your declaration. The wet -- the years in the late 1990s, what 14 15 kind of hydrologic years were those? 16 MR. MITCHELL: The late '90s? 17 MR. BRANDT: Yes. 18 MR. MITCHELL: There were -- I am not sure on 19 how many. There were three wet years. I just don't 20 recall which years. And either below normal or above 21 normal year. 22 MR. BRANDT: Weren't '95 through '99, so up to 23 2002, weren't those all above average or wet years? 24 MR. MITCHELL: I believe so. I believe so. MR. BRANDT: Did your conclusion that this 25

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remain stable take into consideration or control for the 1 2 factor of wetter years in the late 1990s? 3 MR. MITCHELL: No. We were looking strictly 4 at the average run size during that period. 5 MR. BRANDT: You didn't control for what the 6 -- whether there was increase flows in the river for flood 7 control releases or anything like that? 8 MR. MITCHELL: Well, the control was that we 9 had a very large number of years since 1972, for example, 10 representing a whole wide variety of water year types, as 11 was true from the preproject years and, therefore, the 12 control is that those water -- that variability is 13 represented in that long record. MR. BRANDT: But isn't it true when you look 14 15 at this graph most of the high numbers are all happening 16 during the late 1990 period? If you look from 1972 to 17 2002, you have one apparently in 1982. 18 MR. MITCHELL: I really can't answer that 19 without looking at the relationship between flows and run 20 size. We did provide testimony regarding the relationship between flows in the Yuba River and run size three years 21 22 later and found no relationship. 23 MR. BRANDT: Your testimony here today does 24 not testify about what the flow levels are, what the affect are on the runs; is that correct? 25

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1 MR. MITCHELL: That's correct. 2 MR. BRANDT: Did your analysis, reflected in 3 Exhibit D, consider the affect of demands on the river or deliveries from Yuba County to its customers? 4 5 MR. MITCHELL: No. 6 MR. BRANDT: Did your analysis here consider 7 any further conclusion that there is stability over time, 8 did it consider changes in ocean conditions or ocean 9 harvest? 10 MR. MITCHELL: We presented testimony 11 regarding ocean harvest and its affect, potential affect, 12 on run size at earlier hearings, yes. 13 MR. BRANDT: But you haven't testified at this point at any time about -- let me finish my question. 14 15 You haven't testified at this point about changes in 16 ocean harvest policies in the last three or four or five 17 years; is that correct? 18 MR. MITCHELL: That's correct. 19 MR. BRANDT: The one thing I notice in looking at Exhibit D, it appears that bars that you call actual 20 count are all higher than the estimated count. Is that an 21 22 accurate description? 23 MR. MITCHELL: Yes, that is true. 24 MR. BRANDT: Does that suggest that when you 25 actually counted it came up with more fish than when you

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1 estimate it?

2 MR. MITCHELL: I think it reflects the fact 3 that the estimated number is in this case in all of these 4 years higher than 15 and a half percent, and that is all 5 we can say.

6 MR. BRANDT: Shouldn't we draw from these 7 differences, just discussed, shouldn't we draw the 8 conclusions that the earlier numbers that were all 9 estimated perhaps should be higher than what they are 10 because they were based on estimates and not, as you call 11 it, actual counts?

12 MR. MITCHELL: I asked myself that question, 13 too. I think that is a good question. It bears on the 15 and a half percent, whether that is truly reflective in 14 15 the long-term. I really can't say without an actual 16 calibration, so to speak, in those previous years to 17 actually evaluate whether 15 and a half percent was higher or lower in previous years. You can't really make that 18 19 judgment based on that fact.

20 MR. BRANDT: Mr. Bratovich, would you please 21 state what your ultimate opinion is based on the data you 22 presented here that you're testifying today on.

23 MR. BRATOVICH: My conclusionary opinion of 24 today's testimony is that the data collected since 25 issuance of D-1644, specifically the RST data, do not

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1 support statements in D-1644 on Page 61 and 62 which serve 2 as an underlying premises for establishment of the flows 3 from the April 21 through June 30 period. Specifically on 4 Page 61, Paragraph 2, first sentence. I will repeat it one more time. The primary fishery consideration in the 5 6 April through June period has provided adequate flows for 7 juvenile chinook salmon and steelhead emigration supported 8 by the statement on Page 62, the third full, second 9 sentence, which states, however, the record indicates that 10 emigration of juvenile chinook salmon from the Lower Yuba 11 River begins in late April, peaks in May and is normally 12 complete by the second week in June. 13 MR. BRANDT: In earlier cross-examination I believe you used the word that, "the vast majority of 14 15 fish" migrate before April 21st. 16 Did I get that right? 17 MR. BRATOVICH: That quote I was specifically referring to the RST capture of juvenile chinook salmon at 18 the Hallwood RST, and the data again indicates 98 and 99 19 20 percent of the abundance indices were captured by that 21 date for each of the three years assessment. MR. BRANDT: Are you making a conclusion based 22 23 on all runs of juvenile chinook salmon? 24 MR. BRATOVICH: There is no ability to 25 distinguish between the spring-run and fall-run juvenile

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chinook in the data that has been collected at the RST. 1 2 So I am treating them as a whole. 3 MR. BRANDT: It is all based on the RST? 4 MR. BRATOVICH: Yes, sir. 5 MR. BRANDT: The abundance index that you 6 referred to, does that reflect the higher flow of the 7 river? 8 MR. BRATOVICH: The RST -- please bear with me 9 for a moment. The abundance index reflects the count of 10 fish captured on a daily basis in the trap multiplied by 11 the version of the proportion of the total river flow 12 sample. Again, in other words, the RST only samples a 13 portion of the river, but it is the expansion of that count by the proportion of total river flow sampled is the 14 15 abundance index estimate. 16 MR. BRANDT: Where is the RST located in the 17 river? 18 MR. BRATOVICH: Near Hallwood Boulevard. MR. BRANDT: But within the river itself at 19 20 Hallwood Boulevard where is it located? MR. BRATOVICH: It is located in a fast 21 22 flowing portion of the channel below a ripple. 23 MR. BRANDT: Is that in the center, near the 24 side? 25 MR. BRATOVICH: Bill will have to help me out

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here, but it is a little towards the north side, perhaps. MR. BRANDT: In order to get to that abundance index is your assumption, then, that you take whatever gets into the RST and you multiply it by the rest of the flow, and it is just proportional, it is proportional, the same proportion there would be in the rest of the flow. Is that a correct assumption?

8 MR. BRATOVICH: That is a basic assumption. 9 To be more specific about that assumption, it is a basic 10 assumption, and the assumption is that there is a uniform 11 cross-sectional distribution of juveniles passing that 12 location. And, therefore, in turn the assumption is that 13 there is a direct one-to-one relationship between proportion of river flow sampled and proportion of the 14 15 number of individuals passing that location sample. 16 MR. BRANDT: How did you base the assumption

17 that amount of fish going through this one section is the 18 same proportionally as every other part regardless of the 19 flow rates or the depth of the river and throughout the 20 water column?

21 MR. BRATOVICH: There is no specific data to 22 validate that assumption on the Lower Yuba River. As I 23 did indicate previously, however, without site-specific 24 capture efficiency information it appears to be a 25 reasonable procedure and has been used elsewhere.

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1 MR. BRANDT: You don't have any data to back 2 up that assumption that it is the same for that where the 3 RST as it is for the rest of the river? 4 MR. BRATOVICH: No, sir. 5 MR. BRANDT: That assumption is required to 6 get to the abundance index. It is required to have 7 confidence in the index you have to make that assumption 8 and have confidence in that assumption; is that right? 9 MR. BRATOVICH: The abundance index is based 10 on that assumption; that is correct. Again, I would like 11 to elaborate slightly on that. 12 There is three ways to calculate abundances to use 13 this data. Again, multi-year, multi-condition efficiency experimentation using marker capture is probably the best 14 15 way. The way this proportional volume sample 16 extrapolation is another way. One can simply rely on the 17 counts. So there is potential bias associated with that 18 assumption of uniform distribution. There is potential 19 bias associated with the simple counts, too, because they 20 may not be distributed in any known fashion as what 21 actually enters the trap as well. 22 The bottom line here is that we can look at two ways 23 now. We can't look at it in capture efficiency 24 experimentation because the data doesn't exist yet, 25 although there is a very good start on collecting that

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1 data. But whether you look at the abundance index or just 2 the count, it doesn't change any of the conclusions. In 3 fact, looking at simply the count, it is very similar to the abundance index estimation. The only differences are 4 for juvenile chinook salmon instead of 98, 99 and 98 5 6 percent passing by April 21, if you use the counts only in 7 the cumulative count, it would be 99, 99 and 98 percent. 8 And a very similar situation for the steelhead. Very 9 close association between just using the counts or using 10 the abundance index. 11 MR. BRANDT: You'er using the abundance index 12 to do all chinook salmon regardless whether they are 13 spring-run or fall-run, you can't determine the life cycle or the period that spring-run or fall-run would be going 14 15 through? 16 MR. BRATOVICH: The data that has been 17 collected, there is no way to differentiate between 18 fall-run juveniles and spring-run juveniles that I am 19 aware of, certainly not indicated in the data sheets. 20 MR. BRANDT: Did you just say mark/recapture process is the best way I think you called it? 21

22 MR. BRATOVICH: I did. It has the most 23 promise to actually address these issues of either 24 time-specific or size-specific or an influence of various 25 variables on capture efficiency.

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1 MR. BRANDT: Was the RST calibrated by the 2 mark/recapture process? 3 MR. BRATOVICH: As I said earlier, calibration 4 really isn't a totally correct term, but have sufficient number of capture efficiency experimentation has been done 5 6 in order to adjust your estimates, not relying upon the 7 uniform distribution Yuba process. The answer is no. 8 MR. BRANDT: Do different sizes of chinook 9 salmon get captured in the RST in the same proportion? 10 MR. BRATOVICH: I tried to respond to 11 Mr. Cunningham on that very question. Again, I can't 12 quantitatively or reliably answer that without the conduct 13 of size-specific mark/recapture capture efficiency experimentation. 14 MR. BRANDT: Isn't it true that the larger 15 16 fish have -- I think you testified to this -- the larger 17 the chinook salmon is the more likely they will be able to 18 avoid the RST? 19 MR. BRATOVICH: That is probably -- it is 20 particularly true probably for steelhead because they can 21 outmigrate at a younger year, one-year-old or 22 two-year-old. So it can be a very wide size distinction 23 in steelhead. But his is probably true for chinook. As I 24 said, I think that it is intuitively logical to assume 25 that a larger fish has a greater swimming capability and,

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1 therefore, potentially greater ability to avoid danger 2 represented either by an RST, a canal or predator. 3 MR. BRANDT: Aren't the larger fish the --4 aren't the ones that are going down by the Hallwood RST, aren't those the ones who have remained in the river 5 6 longer, aren't those the ones that -- let's start again. 7 Isn't it true that the larger fish are the ones that 8 remained in the river longer to be able to grow and 9 develop? 10 MR. BRATOVICH: It seems to be intuitively 11 true. 12 MR. BRANDT: So wouldn't they be the ones that 13 would be -- I think you said they are the ones that can perhaps avoid the RST, more likely to avoid the RST. 14 15 Isn't it true that they're the ones that later on in the 16 year after April 21st, they would be going downstream? 17 MR. BRATOVICH: Again, I mentioned there is some differential proportion of fish, using the general 18 rule of thumb 80 millimeter as smolt versus the smaller 19 20 juvenile, and if more of those were indeed collected between April 21 and June 30 -- it is interesting to note 21 22 that some larger individuals and actually the largest 23 individuals were actually captured by the RST during the 24 months of December and March in the third season of 25 sampling. So those individuals may well have oversummered

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1 and emigrated out the following fall.

2 MR. BRANDT: You don't have any data to say 3 when the larger fish would migrate? 4 MR. BRATOVICH: Just have the RST data. 5 MR. BRANDT: You said a few moments ago that 6 the RST are less likely to collect the larger fish, that 7 they are --8 MR. BRATOVICH: I couldn't give you a 9 quantitative or responsible answer. I said it was 10 intuitive to assume that larger fish has greater avoidance 11 capabilities. Whether that is true at the RST or to what 12 extent that is true at the RST is undetermined at this 13 time. MR. BRANDT: Are you aware of any studies or 14 15 any review that any California agency has done in looking 16 at the effectiveness of an RST collecting larger chinook 17 salmon? 18 MR. BRATOVICH: I am aware of some RST studies that have been conducted by the California Department of 19 Fish and Game both on the American River and the 20 Sacramento River at Knights Landing. And capture 21 22 efficiency experimentation has been done, at least to my 23 personal knowledge, on the American River. 24 I am aware of statements in reports about capturing 25 yearling size steelhead on the Sacramento River at Knights

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1 Landing trap, but I don't recall seeing any quantification 2 of capture efficiency by size-specific capture efficiency. 3 MR. BRANDT: Are you aware of any Fish and Wildlife Service studies or examination of that issue? 4 5 MR. BRATOVICH: No, I am not. 6 MR. BRANDT: So the abundance index is based 7 only on the RST, right? 8 MR. BRATOVICH: Yes, sir. 9 MR. BRANDT: And I think what you said, 10 answered to me in earlier cross, that we are not certain 11 of the, used the word, "capture efficiency, not certain 12 that it is capturing all sizes of salmon, right? 13 MR. BRATOVICH: Well, we are certain of what the data tells us. It is telling us -- it is telling us 14 15 that we are capturing a very broad range in size of fish. 16 We are not certain in quantitative terms with what 17 efficiency any individual size fish is captured by the 18 RST. MR. BRANDT: We don't know -- we are not 19 20 certain of what is being collected at the RST is consistent with the entire water column throughout that 21 river at that point? 22 23 MR. BRATOVICH: At this time without the 24 conduct of size-specific, site-specific capture 25 efficiencies, there is no way to have certainty within

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1 that regard, I don't believe.

2 MR. BRANDT: We have to make an assumption 3 about uniform distribution? MR. BRATOVICH: Either to an assumption about 4 5 uniform distribution or rely upon the counts themselves. 6 MR. BRANDT: We do know what mark/capture is, 7 but I think you used the word "best way" to develop these 8 kinds of conclusions? 9 MR. BRATOVICH: I think it is the best 10 approach to explore these issues. I'm not going to pass a 11 judgment of hypothetical results because I am aware of 12 results of mark/recapture capture efficiency 13 experimentation that have not yielded definitive answers to that question as well. 14 MR. BRANDT: You rely only on the RST method 15 16 which is not the best way, correct? 17 MR. BRATOVICH: My testimony today and my 18 declaration refers to the RST sampling conducted by Department of Fish and Game and Yuba County Water Agency 19 on the Lower Yuba River. 20 CHAIRMAN BAGGETT: Your time expired. 21 22 MR. BRANDT: I am done as well. 23 Thank you. 24 CHAIRMAN BAGGETT: Western Water have any? Let's take a break. Recess. 25

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| 1  | (Break taken.)   |
|----|--|
| 2  | CHAIRMAN BAGGETT: Back on the record.                      |
| 3  | 000  |
| 4  | CROSS-EXAMINATION OF YUBA COUNTY WATER AGENCY              |
| 5  | BY WESTERN WATER COMPANY                                   |
| 6  | BY MR. MORRIS  |
| 7  | MR. MORRIS: Good afternoon, gentlemen. I am                |
| 8  | Scott Morris, Kronick, Moskovitz, Tiedemann & Girard,      |
| 9  | representing Western Water Company. I would like to ask a  |
| 10 | few questions of each of you. I'll start with Curt         |
| 11 | Aikens. I want to talk a little bit about Wheatland Water  |
| 12 | District for a moment.                                     |
| 13 | Going back to the history of the project. Could you        |
| 14 | tell us about the Wheatland water rights and what happened |
| 15 | to those and whether they became part of the Yuba Project? |
| 16 | MR. AIKENS: The Wheatland Water District                   |
| 17 | preceded the Yuba County Water Agency. They were           |
| 18 | interested in developing a project to bring surface water  |
| 19 | to the Wheatland area. The concept of the Yuba County      |
| 20 | Water Agency came along for purposes of not only supplying |
| 21 | surface water to the farmers but also for flood control    |
| 22 | because of the flood issues in Yuba County.                |
| 23 | With the formation of the water agency Wheatland           |
| 24 | Water District, as I understand it, gave up its water      |
| 25 | right applications to the Yuba County Water Agency in      |
|    |  |

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1 exchange for commitment to bring a surface water system to 2 Wheatland Water District. That system was actually 3 designed with the original project. There was not enough 4 money to build that, thus it has been a long-term 5 commitment to get water down to that area. And that is a 6 short summary of what's happened. 7 MR. MORRIS: As far as you know, the Wheatland 8 Water District applied for, that is stored behind New 9 Bullards Bar Reservoir, as far as you know? 10 MR. AIKENS: As far as I know, yes. 11 MR. MORRIS: There was a question earlier 12 about the cost that was spent by certain individual 13 landowners within either Wheatland and/or Dry Creek. Is that unusual for individual landowners to pay for the 14 15 ultimate connections? 16 MR. AIKENS: At least the way that Yuba County 17 Water Agency has worked with its member units, the water 18 districts, the specific connection to a distribution 19 system within a water district is the landowner's 20 responsibility. We helped the district in general with the main canal and some of the distribution facilities. 21 22 MR. MORRIS: Thank you. 23 If Decision 1644 remains as it was originally issued 24 by the Board, will that impact the agency's ability to 25 meet Wheatland Water District's water supply in the

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1 future?

2 MR. AIKENS: Are you referring to both the 3 interim and the long-term flows? MR. MORRIS: Both. On Dry Creek and 4 5 Wheatland. 6 MR. AIKENS: The Water Agency was formed to 7 provide surface water to the irrigation districts. We 8 fully understand the responsibility of providing instream 9 flows. As the instream flow requirements show in terms of 10 interims and long-term flows the Wheatland Water District 11 coming on, there will be years of insufficient supply to 12 supply all the water needs of all the agencies' customers, 13 and that will be substantially aggravated with the long-term flows. 14 15 MR. MORRIS: Thank you. 16 There was -- during the questioning of fishery 17 experts up here, there was a question about the operation 18 of New Bullards Bar towards the end of the 1990s. I don't 19 know if you remember that line of questioning, but I just 20 want to get this out on the table. First, how would you determine what flows from New 21 22 Bullards Bar Reservoir, what operation criteria, real 23 briefly? 24 MR. AIKENS: In general we operate for flood 25 control operation. We operate, for instance, flow

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requirements. We operate for power generation because of
 the contract with PG&E, and we also operate for diversions
 to our customers.

4 MR. MORRIS: Did the Water Agency operate New 5 Bullards Bar during the late 1990s in any way that would 6 manipulate the results of the fishery studies that were 7 conducted?

8 MR. AIKENS: Not that I am aware of. I would 9 say that one of the key differences is in the early 1990s, 10 and I don't recall the exact year, it may have been 1993, 11 the Department of Fish and Game did ask that Yuba County 12 Water Agency to only release water out of the low level 13 outlets of the two penstock outlets -- outlet out of the dam into the penstock. And so that brought cold water 14 15 down during the entire spring season where in the past 16 during the initial part of the irrigation season warmer 17 water was taken from higher levels and in New Bullards Bar 18 Reservoir.

MR. MORRIS: But not in the late 1990s?MR. AIKENS: No.

21 MR. BRIZARD: Mr. Mitchell, I would like to22 switch over to you if I could.

23 We heard some discussion this afternoon on both of 24 your graphs. They have a 15.5 percent of spawning 25 estimate. Whose methodology is that to determine 15.5

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1 percent estimate?

2 MR. MITCHELL: That was an assumption that was 3 made by the Department of Fish and Game for many years. MR. MORRIS: That is not your assumption? 4 5 MR. MITCHELL: No. 6 MR. MORRIS: And what you've done is you've 7 actually taken fish counts from all over the area that you 8 can; is that correct? 9 MR. MITCHELL: Throughout the spawning area, 10 yes. 11 MR. MORRIS: Which methodology, in your 12 opinion, is more better or more reliable? 13 MR. MITCHELL: The actual surveys that generate the estimates are better. 14 MR. MORRIS: I notice on your graphs that -- I 15 16 am going to refer to Exhibit D, for example. This 17 information where you have the little footnotes, Footnote 18 A and Footnote B, refer to the averages. Can you make any conclusions based on either methodology on whether or not 19 20 there are more fish available pre or post New Bullards 21 Bar, either or both I guess? 22 MR. MITCHELL: Well, looking at the averages, 23 both methods lead to the conclusion that the averages are 24 higher during the post New Bullards Bar period compared to 25 the pre-New Bullards Bar period.

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1 MR. MORRIS: There were some questions earlier 2 about spring-run salmon. Can you tell me why you don't 3 have spring-run salmon data? MR. MITCHELL: Well, spring-run and fall-run 4 5 are impossible to distinguish during the surveys because 6 of overlapping spawning time. And so any carcasses that 7 we recovered during the survey if they are spring-run 8 would not be distinguishable as such. 9 MR. MORRIS: You just can't tell the 10 difference? 11 MR. MITCHELL: That's correct. 12 MR. MORRIS: It is technically impossible to get that data at this time? 13 MR. MITCHELL: At this time. 14 MR. MORRIS: Thank you. 15 16 Mr. Bratovich, I want to talk a little bit about RST 17 traps that are out there. Did you work or did your team 18 work with the Department of Fish and Game in designing the 19 program that is used to sample out in Yuba River? 20 MR. BRATOVICH: Not specifically, no. MR. MORRIS: Who placed those traps out there 21 22 in the first place? 23 MR. BRATOVICH: My understanding the 24 Department of Fish and Game, and then I believe Jones & 25 Stokes took over operation of those traps in June or so,

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1 the last spawning season.

2 MR. MORRIS: Should I be asking Mr. Mitchell 3 these questions? 4 MR. BRATOVICH: Probably. 5 MR. MORRIS: Tell me which one is the right 6 one. 7 Did you relocate those traps since the original 8 installation? 9 MR. MITCHELL: The Hallwood trap has remained 10 essentially where it has been since the Department of Fish 11 and Game started those surveys. 12 MR. MORRIS: Is the RST technology, you might 13 call Fish and Game's preferred technology, as far as you know, in measuring fisheries, in measuring the fish? 14 MR. MITCHELL: I really can't answer for them. 15 16 I think it is generally agreed that the RST is probably 17 the best capture device for measuring number of fish 18 migrating in the Central Valley. MR. MORRIS: I think I will shift back to you 19 20 now, you tell me. Mr. Bratovich, whose idea was it to conduct the trap efficiency tests on these RSTs? 21 22 MR. BRATOVICH: I guess it was the result of 23 cooperative and collaborative efforts between Yuba County 24 Water Agency, including Mr. Mitchell and myself, and the Department of Fish and Game, National Marine Fisheries 25

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1 Service, now referred to as NOAA Fisheries, and the Fish 2 and Wildlife Service, recognizing that this kind of 3 mark/recapture capture efficiency information would 4 provide us additional information to address these very 5 kinds of issues. MR. MORRIS: As far as the proportional 6 7 assumption that we have been talking about where you take 8 fish arriving in the RST and you extrapolate that, if you 9 will, over the width of the river, is that the same 10 methodology that Fish and Game uses when they conducted 11 the estimates of fish during 1999 and 2001? 12 MR. BRATOVICH: I am not sure what methodology 13 was employed by them or anyone else at that time. What I do know that it has been a common methodology procedure 14 and it has been used for RST information in British 15 16 Columbia as well as in the Central Valley. For example, 17 it is used now and has been used recently on the 18 Stanislaus River. 19 MR. MORRIS: Would it be fair to say that as a 20 standard method for estimating total numbers of fish? 21 MR. BRATOVICH: It is a common methodology. 22 Again, I have testified as to the potential advantages of 23 capture efficiency, but, again, it is a common 24 methodology. 25 MR. MORRIS: It is a common methodology, but

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1 are you aware of any studies either on the Yuba, probably 2 not on the Yuba, but in other rivers where that 3 methodology has been used by Fish and Game or NOAA Fisheries or U.S. Fish and Wildlife Service to support 4 5 their fisheries data? 6 MR. BRATOVICH: I am not directly aware of 7 that. 8 MR. MORRIS: I am going to ask you some of your 9 professional opinion on a couple places. 10 Is it your opinion that the increase in spring flows 11 from the Yuba River, as proposed in existing D-1644, would 12 that have a positive impact on the fisheries in the Yuba 13 River? MR. LILLY: I'm going to object. I think 14 15 there is an uncertainty when we talk about the increase in 16 minimum plume flow requirements versus increases in the 17 flows actually in the river. So I'd appreciate 18 clarification. 19 CHAIRMAN BAGGETT: Clarify. 20 MR. MORRIS: Well, I will withdraw that question. I will ask you this one instead: 21 22 Is it your opinion that the data that has been 23 presented in your declaration and in the declaration of 24 Mr. Mitchell that that is the best available data in the 25 Yuba River for studying fisheries and that that is the

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best tool available for the State Water Resources Control
1
 2
     Board to base its decision on this matter?
 3
                 MR. BRATOVICH: I won't speak for Mr. Mitchell
     or for his testimony. I will speak for RST data. And it
 4
 5
     is my opinion that that is best available information
 6
     pertinent to the downstream movements anadromous salmonids
7
     in the Lower Yuba River.
8
                 MR. MORRIS: Do you want to answer that, Mr.
9
     Mitchell?
10
                 MR. MITCHELL: You are referring to Exhibits C
11
     and D?
12
                 MR. MORRIS: That is correct.
1.3
                 MR. MITCHELL: Yes. This is best available
     data on long-term abundance of adult populations of
14
     chinook salmon.
15
16
                 MR. MORRIS: That is all I have.
17
           Thank you.
18
                 CHAIRMAN BAGGETT: Thank you.
            The Board has a few questions. Start down with
19
20
     Ernie and work this way.
                             ---000---
21
22
            CROSS-EXAMINATION OF YUBA COUNT WATER AGENCY
23
                              BY STAFF
24
                 MR. MONA: I just have a few clarifying
25
    questions for Mr. Aikens.
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1 Mr. Aikens, when did Yuba County Water Agency file 2 an application with the Department of Water Resources for 3 groundwater storage construction grant for the Wheatland 4 groundwater storage project? 5 MR. AIKENS: I think it is in my declaration. 6 Let me check. In 2001 Yuba filed an application with 7 California Department of Water Resources for the Wheatland 8 Water District in lieu construction grant. 9 MR. MONA: Has Yuba County Water Agency and DWR 10 signed a grant contract yet? 11 MR. AIKENS: No, we haven't. And that's 12 because the Department of Water Resources has not yet 13 delivered its grant contract to Yuba County Water Agency. We have numerous grants with the Department of Water 14 15 Resources and it takes some substantial time to get those 16 grants in our hands to sign. We have worked diligently 17 with the Department to move the grant progress forward and 18 get a grant in our hands to sign. 19 MR. MONA: I am a little confused. The water 20 sales agreement that is currently being negotiated with Wheatland Water District, are those the standard water 21 22 supply contracts that Yuba has with all of its 23 contractors? 24 MR. AIKENS: It is a similar version of that, 25 yes.

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1 MR. MONA: In paragraphs No. 7 and 8 of your 2 declaration states that Yuba County Water Agency delivered 3 to Dry Creek Mutual 8,809 acre-feet in year 2000. The corrected amount was 2,898 acre-feet in 2001 and 6,153 4 5 acre-feet in 2002. 6 Are you referring to water years or calendar years? 7 MR. AIKENS: Those would be water years that 8 would start -- for example, 2001 refers to the water years 9 starting in October of 2000 and going through the year 2001. 10 11 MR. MONA: Can you tell us what the water year 12 classification was for the year 2000, 2001, 2002 based on 13 Yuba River index? MR. AIKENS: 2001 was a critical year and 2002 14 15 was a below normal year. 16 MR. MONA: I know the area where you corrected 17 one of the amounts, so my question is: Are these water 18 delivery figures reported amounts provided to the Agency 19 by Dry Creek Mutual or are they --20 MR. AIKENS: Just a second, I should have said 2002 was a dry year. 21 MR. MONA: Are the water delivery figures 22 23 reported the amounts provided to Yuba County Water Agency 24 by Cry Creek Mutual or are they recorded amounts by the 25 Agency?

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MR. AIKENS: The surface water delivery 1 2 figures are off a propeller in the distribution system 3 where the Yuba County Water Agency main canal ends and the Dry Creek distribution system starts, and those 4 5 measurements are read by a Yuba County Water Agency 6 employee. 7 MR. MONA: One more question. 8 What is the maximum annual amount of Yuba project 9 surface water that has ever been delivered to Dry Creek 10 Mutual to date? 11 MR. AIKENS: The maximum amount delivered of 12 surface water was 5,335. That was in -- excuse me. In year 2000 there was 8,309 acre-feet and that was for a 13 period that the Dry Creek Mutual Water Company system was 14 15 not built out to its full capabilities nor to the 16 capability that it is today. 17 MR. MONA: Thank you. That is all I have. 18 MR. FECKO: Good afternoon. I will start with Mr. Bratovich. 19 20 Do you have the Decision in front of you, Decision 1644? 21 22 MR. BRATOVICH: Yes, I do, Mr. Fecko. 23 MR. FECKO: If we look at the top of Page 61, 24 under the subheading mid April through June, could you begin there and read the four bullet points? 25

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| 1  | MR. BRATOVICH: Yes. First bullet point:                   |
|----|---|
| 2  | Spring-run chinook juvenile rearing and                   |
| 3  | emigration, outmigration of young fish,                   |
| 4  | and adult upstream migration and holding                  |
| 5  | (Reading)   |
| 6  | There is a footnote there.                                |
| 7  | April through June. Fall and late                         |
| 8  | fall-run chinook salmon juvenile rearing                  |
| 9  | and emigration, April through June.                       |
| 10 | Steelhead egg incubation, juvenile rearing                |
| 11 | and emigration, April through June.                       |
| 12 | American shad upstream migration, spawning                |
| 13 | and early rearing, late April through                     |
| 14 | June. (Reading)   |
| 15 | MR. FECKO: In your professional opinion, are              |
| 16 | those activities that take place in the Yuba River in     |
| 17 | those time periods?                                       |
| 18 | MR. BRATOVICH: Yes.                                       |
| 19 | MR. FECKO: I have a question for                          |
| 20 | Mr. Mitchell.   |
| 21 | Given the new methodology of actual carcass counts        |
| 22 | above the Highway 20 bridge, what is the estimate of fish |
| 23 | spawning above the Highway 20 bridge? Obviously you said  |
| 24 | 15.5 percent may not be correct. Do you have any idea     |
| 25 | what the actual percentage is?                            |

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1 MR. MITCHELL: I can only give you the range. 2 It's been -- since '94, it's ranged from around 25 percent 3 to 37 percent of the run has spawned above Highway 20. Thank you. That is all I have. 4 MR. FECKO: 5 MR. FRINK: I do have some questions. 6 Mr. Bratovich, were you involved in preparing the 7 instream flow recommendations that Yuba County Water 8 Agency presented at the Water Board hearing in 2000? 9 MR. BRATOVICH: Yes. 10 MR. FRINK: And do you recall for wet and 11 above normal years were the flows that Yuba County Water 12 Agency recommended in 2000 the same as the long-term flow 13 requirements that were adopted in Decision 1644? 14 MR. BRATOVICH: I don't directly recall. Are they above normal and wet flows the same both under 15 16 interim and long term? 17 MR. FRINK: Yes. 18 MR. BRATOVICH: I seem to recall they may well 19 be. 20 MR. FRINK: Do you recall that there was a difference in flow recommendations Yuba County Water 21 22 Agency presented for below normal years and the 23 recommendations that were ultimately adopted for long term 24 or the requirements that were ultimately adopted for long-term flows in Decision 1644? 25

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1 MR. BRATOVICH: I believe there was 2 distinction. 3 MR. FRINK: Do you have a copy of 1644? MR. BRATOVICH: I have one here somewhere. 4 5 MR. FRINK: I wonder if you would look at the 6 back, Appendix 5. The second graph on Page 1 of Appendix 7 5. 8 MR. BRATOVICH: Are we looking at the instream 9 flow requirements, specifically? 10 MR. FRINK: Yes, the color lines here. 11 I just wanted to be clear on this. On below normal 12 years it is a little difficult to see because the lines 13 overlap, the orange and the blue. The orange were the requirements that are adopted in Decision 1644 and the 14 15 blue were the recommendations that Yuba County Water 16 Agency made. 17 Is that your understanding? 18 MR. BRATOVICH: Looks like it according to the 19 legend. You will have to forgive me I -- again, I took 20 the notice very seriously about what I was prepared to 21 testify. 22 MR. FRINK: I understand. 23 In order to evaluate a recommended change I want to 24 be clear on what were the flows we are starting with. And it looks to me that in below normal years that the only 25

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1 difference between the recommendation from Yuba County 2 Water Agency and the long-term flow requirements 3 eventually adopted in Decision 1644 are during a period in 4 April, and I believe it's a nine-day period, and the 5 difference in the recommended versus the required flow is 6 a hundred cfs. 7 Do you see that from the graph? There is that 8 little box --9 MR. LILLY: I am going to object to this line 10 of questioning. This line of questioning is asking 11 Mr. Bratovich to testify about his recommendation made in 12 2000 before the three years of RST data, which is the whole point of this hearing and this issue. So the 13 questions are not appropriate for this hearing and in 14 15 essence are going to distort or attempt to distort the 16 facts here. 17 If Mr. Frink wants to ask questions about that, he ought to ask questions that are based on Mr. Bratovich's 18 current understanding, not his understanding from three 19

20 years ago.

21 MR. FRINK: I don't have many more questions 22 about Yuba's full recommendations in 2000. I just wanted 23 to clarify that in above normal, wet and below normal 24 years Yuba's flow recommendations in 2000 before the data 25 from the rotary screw trap was available that Yuba's flow

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1 recommendations were virtually the same as the 2 requirements ultimately adopted on 1644. 3 Is that your understanding, Mr. Bratovich? MR. LILLY: I will raise the same objection, 4 5 that is not what we are here for today. 6 CHAIRMAN BAGGETT: I will overrule that. I am 7 going to ask very similar questions. You can object if 8 you want. I am trying to get resolved an issue before 9 this Board. 10 MR. FRINK: Is that your understanding, 11 Mr. Bratovich, for those three year types? 12 MR. BRATOVICH: It appears to be the case. I 13 apologize I am responding at the moment looking at the figures. That appears what -- your statement appears to 14 15 be correct. 16 MR. FRINK: Now as I understand it, the basis 17 for your recommendation that the relatively higher flows 18 during the late spring that are required in Decision 1644 19 should be changed is that the data that you have obtained 20 for the rotary screw trap shows that the majority of fall-run chinook salmon have already left the system by 21 22 that time; is that correct? 23 MR. BRATOVICH: I haven't testified as to 24 whether the recommendation should be changed or how it 25 should be changed. My testimony included essentially what

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you're referring to regarding juvenile chinook salmon.
Yes, my analysis indicates that most of them have moved downstream past the Hallwood RST by that time as well as a relatively small percentage of the steelhead are moving downstream during that time as well.

6 MR. FRINK: I guess I was assuming something 7 that you haven't stated. On the basis of the data that 8 you have gotten from the rotary screw trap would you, as a 9 biologist, recommend a change in the increase in flows 10 that is required in late spring under Decision 1644? 11 MR. BRATOVICH: That is a very difficult 12 question to answer. I will honestly try to do my best. I 13 am going to make two observations regarding flow and RST data as it exists today, and as I've indicated in my 14 15 testimony and declaration.

16 My first observation regarding flow in the RST data 17 during this time period is that examination of the three different monitoring seasons, which are characterized by 18 19 very different hydrologic conditions do not demonstrate an 20 apparent relationship between sustained flows and outmigration or downstream movement of these individuals. 21 22 My second observation, which I think may have more 23 utility to you, is that it is obvious that during the one 24 year there was a very large and very rapid increase in 25 flow. Although it wasn't strictly in the April 21 through

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1 June 30th period, it was for the first couple days of 2 July, this very large and rapid increase in flow was 3 accompanied by a very large peak of downstream movement 4 event of steelhead. So although sustained, relatively 5 high sustained flows don't appear to be related to 6 downstream movement, that very large and rapid increase 7 may well be associated with big peak in downstream 8 movement.

9 Really, that constitutes my conclusions regarding 10 flow. I will make one other observation, however. I 11 think that the current efforts of Yuba County Water 12 Agency, National Marine Fisheries, NOAA, Fish and Wildlife 13 Service, and Fish and Game to design and implement monitoring studies such as these and full evaluation of 14 15 the variety of stressors that potentially affect this time 16 period and these life stages should continue to be 17 explored and addressed in order to consider changing 18 D-1644.

MR. FRINK: You believe the work that is now underway should be completed in order to develop any different flow requirements than are in Decision 1644; is that correct?

23 MR. BRATOVICH: That is correct, and I do 24 believe we have a good start on getting some of this 25 information. I indicated we just have half a season of

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1 capture efficiency information, and there are numerous 2 other considerations, as you know, regarding instream flow 3 requirements in a decision such as this, and they are not 4 all flow. There are nonflow issues and other 5 considerations during this time period as well. 6 MR. FRINK: But as we sit here today, you are 7 not recommending that the flow requirements for wet, above 8 normal and below normal years that are set in Decision 9 1644 should be changed solely on the basis of rotary screw 10 trap data; is that correct? 11 MR. BEZERRA: Mr. Baggett, I simply can't hear 12 Mr. Frink's questions. I need him to speak into the 13 microphone. MR. FRINK: Maybe I am just not speaking into 14 15 it. 16 Mr. Bratovich, is it accurate to state that as we 17 sit in this room today you have not recommended a revision 18 of the long-term flow requirements in Decision 1644 for 19 wet, above normal and below normal years that is based on 20 the data from the rotary screw traps? 21 MR. BRATOVICH: I am not making a specific 22 recommendation, but I am continuing to illustrate 23 primary considerations stated in D-1644 is not supported 24 by the RST data. 25 MR. FRINK: You would recommend continuing the

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efforts you referred to with the other fishery resource 1 2 agencies to get more complete data; is that correct? 3 MR. BRATOVICH: Yes. There is that old saying that a biologist will always say they want more data. In 4 this instance there is a very positive, very contributory 5 6 effort underway to continue to design and implement these 7 kind of studies to provide additional clarification 8 regarding these issues, absolutely. 9 MR. FRINK: Appreciate that. 10 Mr. Mitchell, your declaration discusses the 11 estimates of the annual fall-run chinook salmon escapement 12 in the Lower Yuba River. 13 Are you generally familiar with the flows that have occurred in the Lower Yuba River from 1953 through to 14 2002, the period that is covered in your declaration? 15 16 Mr. Mitchell, I think am speaking into the 17 microphone. I will try again. 18 Mr. Mitchell, your declaration discusses the annual escapement of fall-run chinook salmon in the Lower Yuba 19 20 River during the period of 1953 through 2002. Are you generally familiar with the flow regime that 21 22 has occurred in the Lower Yuba River during those years? MR. MITCHELL: I have reviewed those flow 23 24 regimes going back to 1953, but it's been a very long time, and I think that the last time I looked at all those 25

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1 was probably in the 1992 hearing. So I can't speak 2 specifically to any one year or flow or if that is what 3 you are asking. 4 MR. FRINK: Are you generally familiar with the 5 fact that the average flows in the Lower Yuba River have 6 exceeded the long-term flow requirements in Decision 1644? 7 MR. LILLY: I have to object. The question is 8 vague when you are trying to talk about average flows over 9 a whole year and it may very well be different during 10 different seasons during the year. 11 CHAIRMAN BAGGETT: Clearly. 12 MR. FRINK: I unfortunately do not have the data in front of me now, too. 13 Is it your understanding that overall the historic 14 flows in the Lower Yuba River have exceeded minimum flow 15 16 requirements established in Decision 1644? 17 MR. LILLY: Same objection. 18 CHAIRMAN BAGGETT: Answer to the best of your ability. I realize none of us have the data. Do you have 19 20 a minimum? 21 MR. MITCHELL: I actually don't know the 22 answer to that. 23 MR. FRINK: You don't have an opinion if the 24 flow requirements in the Lower Yuba River have generally exceeded the minimum flow set in Decision 1644? 25

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1 MR. MITCHELL: I haven't looked at those to 2 give you an answer. 3 MR. FRINK: The gist of what I see in your 4 declaration is that you believe that there has been an increase in the population of fall-run chinook salmon 5 6 based on the escape data that you have attached, that you 7 attached and submitted with your declaration; is that 8 correct? 9 MR. MITCHELL: I'm sorry --10 MR. FRINK: The gist of your declaration and 11 your opinion there has been an increase in the population 12 of fall-run chinook salmon as shown in the data attached and submitted with your declaration? 13 MR. MITCHELL: Yeah, I will say that the 14 15 average data has increased during the Bullards Bar period, 16 yes. 17 MR. FRINK: You don't know if the flows during 18 that period have been less than or more than the flows under Decision 1644; is that right? 19 20 MR. MITCHELL: That is because I have to go back and look at D-1644 flows to answer that. I haven't 21 22 looked at them recently to be honest and so I can't answer 23 that at this point. 24 MR. FRINK: You were also involved in 25 presenting the flow recommendations on behalf of Yuba

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County Water Agency at the Water Board hearing in 2000; is
 that correct?

MR. MITCHELL: Yes, that is correct.
MR. FRINK: Is it your understanding that the
interim flow requirements established in Decision 1600 are
very close to the flow requirements that Yuba County Water
Agency recommended to be established on a long-term b
asis?
MR. MITCHELL: I have to answer that I am just

10 not prepared to answer these questions because I haven't 11 had the time to review those flows and to look back and 12 compare those with historical flows or any other flow. 13 MR. FRINK: So is it accurate to say that you wouldn't be asking the Board to or recommending to the 14 15 Board that the flow requirements in Decision 1644 should 16 be changed on the basis of population data that was 17 submitted with your declaration? 18 MR. LILLY: I'm going to object that this goes way beyond the scope of Mr. Mitchell's direct testimony 19 20 and the hearing issues.

21 MR. FRINK: May I respond?

22 CHAIRMAN BAGGETT: I think it is appropriate. 23 You are asking this Board -- you are having the Court ask 24 this Board to consider additional data on fish flows to 25 modify, rescind or vacate or do something to our previous

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order which is in place now, 1644. It is quite
appropriate for expert witnesses who testified in those
proceedings before this Board, and his declaration is
before us, who are the experts which I trust you set your
flow recommendations to this Board before, to answer
questions regarding that.

7 If we are going to look at the context of if there 8 is a modification or not, whether we should continue it, 9 just vacate everything and ask for more studies, we have 10 to put it in context of the existing order and the record 11 which is before this Board which is a supplement.

12 MEMBER CARLTON: Mr. Chairman, may I make 13 further comment on that?

I believe the earlier stages of this hearing we were 14 15 advised, if not admonished, by some of the water district 16 counsel about the importance and significance of us as 17 Board Members putting the new information that we are receiving today in the context of past information. There 18 19 were numerous questions put forth to that effect by water 20 district counsel. So I think this line of questioning is 21 consistent with that.

22 MR. FRINK: I guess I will repeat the question 23 and slightly rephrased.

24 But it is my understanding that based on population 25 data that you have submitted with your declaration you are

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not recommending to the Board that that data supports any revision in the flow requirements established in Decision 1644; is that correct?

4 MR. LILLY: Let me just state the basic 5 problem I have. The question assumes that Mr. Mitchell 6 and Mr. Bratovich agreed with D-1644 to begin with, and 7 that is the incorrect assumption here. Mr. Frink is in 8 essence saying that assuming you agreed with D-1644 to 9 begin with, do you recommend changing it now. And 10 obviously they do not agree with it to begin with. 11 MR. FRINK: Could I respond to that? 12 CHAIRMAN BAGGETT: I don't think that is what 13 he is asking. He is not asking agreement. He is asking the difference based on -- answer. 14 15 I am sorry, Mr. Frink. 16 MR. FRINK: In fact, for wet and above normal 17 years the long-term flow requirements in Decision 1644 are 18 what was recommended by Yuba County Water Agency and below

20 isn't my question.

21 My question is: Do you believe that the population 22 data you have submitted warrants a revision in the flow 23 requirements in Decision 1644? That is my question to 24 Mr. Mitchell.

25

19

MR. LILLY: I have the same objection.

normal flow requirements are very, very similar. But that

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1 CHAIRMAN BAGGETT: Object away. I will 2 overrule it. I think that is a very appropriate question. 3 MR. MITCHELL: Without going back and analyzing 4 those flows and doing a full analysis, I cannot answer at 5 this time. 6 MR. FRINK: I recall reading a report that 7 Yuba County Water Agency submitted to FERC. I believe it 8 was in the year 2000, and it reported on changes in the 9 population of chinook salmon in the Lower Yuba River since 10 the construction of New Bullards Bar Project. 11 Is that a report you were involved in preparing, 12 Mr. Mitchell? 13 MR. MITCHELL: You will have to be more specific. 14 MR. FRINK: I recall a statement in this 15 16 report -- if you don't recall that is fine. But I recall 17 a statement in the report that there have not been a 18 statistically significant change in the population of 19 fall-run chinook salmon since construction of New Bullards 20 Bar. Do you recall such a statement in any report that 21 22 you helped prepare? 23 MR. MITCHELL: You are saying statistical 24 significant. No, we did not make a statement regarding 25 whether they were statistically significant.

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1 MR. FRINK: I believe you testified earlier 2 that you didn't do any statistical analysis of the 3 population numbers that are included with your declaration 4 and attempt to make a finding of whether the change in population has been statistically significant since the 5 6 construction of New Bullards Bar; is that correct? MR. MITCHELL: That is correct. 7 8 MR. FRINK: Just a few more questions. 9 Mr. Aikens, your declaration refers to the project 10 that I believe is named the Yuba Wheatland In Lieu 11 Groundwater Recharge and Storage Project. Is that the 12 name -- excuse me. There is an attachment to your 13 declaration with some correspondence with the Department of Water Resources and that referred to the Yuba Wheatland 14 15 In Lieu Groundwater Recharge and Storage Project. 16 My question is: Is Yuba River water that was 17 delivered as a part of that proposed project, will that be 18 used for groundwater recharge? MR. AIKENS: Yes, it will. The concept is 19 20 that in lieu recharge is -- allows the basin to recharge 21 without the draft on the groundwater. Some of that is 22 recharge from other areas. Some of it is recharge from 23 percolation, from surface water deliveries, but the demand 24 on the groundwater system is less. The recharge is 25 increased so you have the ability to restore the aquifer

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1 to higher levels than were previously -- than are there 2 now with the groundwater pumping that is going on. MR. FRINK: Will any of the surface water from 3 4 the Yuba River be applied directly to groundwater 5 recharge? 6 MR. AIKENS: We do have discussions ongoing 7 now about a groundwater recharge area that we are 8 considering in the process. No formal decision has been 9 made at this point in time. 10 MR. FRINK: To your knowledge, is groundwater 11 recharge and storage listed as a purpose of use in Yuba 12 County Water Agency water right permits from the State 13 Water Board? MR. AIKENS: I don't have knowledge at this 14 15 point in time. 16 MR. FRINK: How much Yuba River water does 17 Yuba County Water Agency intend to deliver for groundwater 18 recharge to the Wheatland area? 19 MR. AIKENS: If you look at an in lieu 20 recharge basis, I would say that you are taking the 21 existing groundwater pumping off-line and that would be an 22 in lieu recharge. I don't have specific numbers, but I 23 would say it would range from the order of 20,000 to 24 30,000 acre-feet. 25 MR. FRINK: I wonder if we can make the

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1 distinction between in lieu recharge and direct recharge. 2 Is there a proposal to use surface water from the Lower 3 Yuba River to directly recharge the groundwater basin? MR. AIKENS: As I said before, there is a 4 5 recharge basin that is being considered in general from a 6 hydrologic standpoint it doesn't matter whether the 7 recharge is direct or if it is a reduction of demand on 8 the system. It has the same out of increasing the storage 9 in the groundwater aquifer. 10 MR. FRINK: If water from the Yuba River were 11 to be used for groundwater recharge, could that water be 12 diverted during winter months? 13 MR. AIKENS: Some water would be diverted during the winter months. We do have canal operation 14 15 maintenance where we shut down our canal, and that is 16 generally performed during a couple of the winter months. 17 That would limit any winter month groundwater recharge capability. Also, in general, the soils in Yuba County 18 19 are relatively tight compared to other areas. There are 20 areas where more is in the streambed, areas where there is more recharge capability. But in general the soils are 21 22 such that there is not a large recharge capability from 23 surface water. 24 MR. FRINK: I believe that the letter from the

25 Department of Water Resources to Yuba County Water Agency,

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1 dated June 28, 2002, that was attached to your declaration 2 states that a benefit of the Wheatland Project would be 3 providing instream flows in the Bear River, Dry Creek, 4 Best Slough and Hutchison Creek. 5 Do you recall that being proposed as a benefit of 6 the Wheatland groundwater project? 7 MR. AIKENS: Yes, in general. 8 MR. FRINK: So would the flow enhancement that 9 is referred to in the Department of Water Resources letter 10 result from delivery of surface water from the Yuba River 11 to the Wheatland area? 12 MR. AIKENS: I would say as a result of the 13 overall project if you are asking me to get more specific than that I would have to review the actual grant 14 15 application to give you an answer. 16 MR. FRINK: Has Yuba County Water Agency 17 discussed with the Department of Fish and Game if the 18 Department of Fish and Game would prefer to divert water from the Lower Yuba River to enhance flows in Bear River, 19 20 Dry Creek, Hutchison Creek and Best Slough or to use the water for instream flows in the Yuba River? 21 22 MR. AIKENS: I am not aware of any 23 discussions. 24 MR. FRINK: Did Yuba County Water Agency do an 25 environmental impact report that weighs the benefits in

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1 diverting water from the Lower Yuba River or enhancing the 2 flows in other streams? 3 MR. AIKENS: I would say that the enhancements 4 of flows in these other streams are pretty much incidental to the amount of overall water that would be diverted out 5 6 of the Yuba River. I would have to look at the report to 7 get more specific information on that. 8 MR. FRINK: You may have already stated this. 9 I apologize if you have. How much water does Yuba County 10 Water Agency now propose to divert to the Wheatland area 11 as a part of this in lieu groundwater recharge and storage 12 project? 13 MR. AIKENS: Our grant application calls for about 36,000 acre-feet plus, somewhere between 36- and 14 15 37,000 acre-feet. 16 MR. FRINK: I believe that is all the 17 questions I have. 18 Thank you. 19 CHAIRMAN BAGGETT: I have just a couple. 20 ---000----CROSS-EXAMINATION OF YUBA COUNTY WATER AGENCY 21 22 BY BOARD MEMBERS 23 CHAIRMAN BAGGET: Mr. Mitchell is probably 24 the most appropriate. I am just trying to understand 25 salmon spawning escapement data you have something here

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1 since 1995, it appears.

2 Obviously, the new sampling method or the one 3 applied the last few years has shown an increase in actual 4 count over what was estimated. Is there a method, as the 5 professional in field, that you are aware of? How would 6 you personally, I guess, extrapolate those numbers 7 backwards to 1953, would you come up with the same general 8 proportion increase?

9 MR. MITCHELL: I would think that applying the 10 25 to 37 percent that we have identified doing actual 11 surveys would not be appropriate because we don't know if 12 that's changed over the years, even going back to 1953. I 13 think those are appropriate for the years they were done. And it is very hard to extrapolate that kind of estimate 14 15 or make assumptions, and I think that is why it is 16 dangerous to extrapolate from 15 and a half percent over a 17 long period of time by the same token.

18 CHAIRMAN BAGGETT: The previous data collected 19 from '53 until you came up with an actual number, was it a 20 consistent -- I think there was testimony earlier, one of 21 you testified it was same sapling spot, the same 22 methodology Fish and Game used for that period? 23 MR. MITCHELL: Yes. From the records we were 24 all to obtain from the Department of Fish and Game, the

25 method was a recapture method. The data and the records

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1 become very scant as you go further back in time. 2 CHAIRMAN BAGGETT: I notice a lot of zeros. 3 MR. MITCHELL: The records are not available -- were not available or were based on secondhand 4 information. So as we go back in time, the records are 5 6 less vigorous on what is recorded. 7 CHAIRMAN BAGGETT: It is hard to place a lot 8 of confidence on that old data as opposed to what you are 9 doing? 10 MR. MITCHELL: I think there is less 11 confidence in the methodology that was proposed. We do 12 have more confidence in the last 30 or so years because of 13 the records. But beyond that the records do become scant and we don't -- can only assume that that methodology was 14 15 used. 16 CHAIRMAN BAGGETT: So since the operation of 17 the dam, basically the cutoff date was the dam was put in 18 and you are more confident in the numbers from that date, 19 more or less became operational? 20 MR. MITCHELL: We do have records of surveys going back to the mid '60s and statements that there were 21 22 either carcass surveys or counts done during that time. 23 We know that the records are generally consistent, though, 24 beginning after the dam was built and at least the records 25 are more complete, I will say, once the dam went in

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1 operation.

2 CHAIRMAN BAGGETT: How many years -- how many 3 additional years' data of the methodology you are now using for your surveys, from either or both of the 4 5 fisheries experts here, would it take before you have a 6 statistically valid number upon which you can base flows? 7 Is it going to take ten more years, 20 more years, two 8 more years? I think it's been testified by both you that 9 we really need more data. You finally have a methodology 10 that works, but what are we looking at? 11 MR. MITCHELL: I think that what you are 12 seeing, though, and I will say that there is enough 13 confidence in the estimates that they do represent the trend in population which is stable or increasing during 14 15 this period after the reservoir went into operation. 16 CHAIRMAN BAGGETT: So I guess in essence we 17 don't need more, we have enough data here on which to make 18 decisions? 19 MR. MITCHELL: My professional opinion is that 20 the data is -- suggest a stable population. CHAIRMAN BAGGETT: With the addition of the 21 new data which are we just taking evidence on? 22 23 MR. MITCHELL: You are talking about 24 additional RST? 25 CHAIRMAN BAGGETT: The last three years' worth

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1 of data. 2 MR. MITCHELL: Yes, and simply adds to that 3 conclusion. CHAIRMAN BAGGETT: No other questions. 4 5 Redirect? 6 -----7 REDIRECT EXAMINATION OF YUBA COUNTY WATER AGENCY 8 BY MR. LILLY 9 MR. LILLY: Mr. Mitchell, there is still some 10 confusion regarding the carcass surveys, and I would like 11 you to just get it clear once and for all. Do the carcass 12 surveys, do they get fall-run adult chinook salmon, 13 spring-run adult chinook salmon or both? MR. MITCHELL: They would get both. And as I 14 15 have said the spring-run cannot be distinguished from the 16 fall-run, so we have not been able to separate those 17 estimates and to partition these estimates into spring and 18 fall-run. MR. LILLY: To distinguish an adult spring-run 19 20 from an adult fall-run what would you have to do? MR. MITCHELL: There would be genetic tests 21 22 which could be done. And to the extent that those are 23 able to distinguish the two, that would be a valid method. 24 And the other method for attempting to estimate 25 spring-run populations would be to either trap or monitor

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1 fish moving up the river during the spring and counting 2 those fish, the spring-run, essentially the spring-run, 3 during the time that they would be expected to be 4 migrating. 5 MR. LILLY: For any of the carcass surveys, 6 were any of those genetic analyses done to determine 7 whether or not there was, in fact, any distinction between 8 fall-run and spring-run in the carcasses? 9 MR. MITCHELL: We have no data. Tissue 10 samples have been collected from carcasses on the Yuba 11 River during the -- actually the spawning escapement 12 surveys that we have been doing by the Department of Fish 13 and Game. We don't have yet the results of those genetic studies. 14 MR. LILLY: And just to clarify, do the 15 16 spring-run adult and the fall-run adults spawn in the same 17 reaches of the Lower Yuba River? 18 MR. MITCHELL: They do spawn in the same reaches, yes. 19 20 MR. LILLY: Do they both spawn during the period in which your carcass surveys are conducted? 21 22 MR. MITCHELL: We do have spawning fish in 23 September which are considered to be spring-run, although 24 it is still not clear whether at what point we have -spring-run basically stops and fall-run do. What we do 25

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1 suspect is that both the spring-run overlaps the fall-run 2 substantially. 3 MR. LILLY: Do we, in fact, know whether or 4 not there is a genetic difference in the Yuba River 5 between spring-run and fall-run? 6 MR. MITCHELL: We don't know yet. 7 MR. LILLY: You mentioned that you could also 8 or one could also count the spring-run adults migrating up 9 during the spring; is that correct? 10 MR. MITCHELL: That's correct. 11 MR. LILLY: Has that kind of data been 12 collected on the Yuba River? 13 MR. MITCHELL: I am aware of only one instance where counts were done I believe in 2001 by the Department 14 15 of Fish and Game during the spring of that year. And I 16 was trying to remember the estimate, but couldn't remember 17 that. But I do remember that was the only year where I 18 think there might be an estimate of run size. 19 MR. LILLY: That would be of spring-run adults 20 migrating upstream. 21 MR. MITCHELL: That's right. 22 MR. LILLY: Going to your Exhibit D of your 23 declaration, I think this is a nomenclature question. 24 If these carcasses could either be spring-run or fall-run, 25 why do you refer to them in your nomenclature as fall-run?

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1 MR. MITCHELL: The carcass survey is done 2 during the primary fall-run chinook salmon period. That 3 is generally agreed that is the primary run for fall-run 4 chinook salmon. 5 MR. LILLY: But could what you call fall-run 6 in these numbers actually also include the spring-run 7 adults? 8 MR. MITCHELL: As I said, yes, that is 9 correct. 10 MR. LILLY: Mr. Aikens, there was one minor 11 point I wanted to clarify. I think Mr. Morris asked you 12 whether or not a delivery system of Yuba River water to 13 the Wheatland area was included in the original project, and you said yes; is that correct? 14 MR. AIKENS: That's correct. 15 16 MR. LILLY: There have been so many projects 17 discussed today and earlier. I would like you to clarify 18 what you meant by the original project. 19 MR. AIKENS: The original project is when the 20 Yuba River Development Project was designed, the original design, and not only the existing dams and reservoirs and 21 22 power generation, it also included a delivery system of 23 canals going all the way down to the Wheatland area. 24 MR. LILLY: So that was the design made in the 1960s? 25

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1 MR. AIKENS: That's correct. 2 MR. LILLY: I have no further questions. 3 Thank you. 4 CHAIRMAN BAGGETT: Any party have recross? 5 MR. HUTCHINS: No questions from SYRCL. 6 CHAIRMAN BAGGETT: Any further questions? 7 ---000----FURTHER RECROSS-EXAMINATION OF YUBA COUNTY WATER AGENCY 8 BY STAFF 9 10 MR. FECKO: Mr. Mitchell, you just mentioned 11 in response to Mr. Lilly some spring-run up migration. 12 Are you aware of what time of the year that takes place? 13 MR. MITCHELL: The Central Valley spring-run chinook salmon historically migrating in the rivers of the 14 15 Central Valley during the spring, starting typically in 16 March and extending into June. 17 MR. FECKO: Thank you. 18 MR. FRINK: Mr. Mitchell, that prompted a 19 question in my mind. 20 Is there a flow level on the Lower Yuba River at which the fish ladders at Daguerre Point do not work 21 22 effectively? 23 MR. MITCHELL: There are indications that very high 24 flows may create problems with the traction, although there has never been studies or observations to determine 25

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at what flow that occurs, only -- I will say that there 1 2 have been observations of fish that apparently aren't 3 moving. We don't know why, but it appears there may be 4 some problem in finding the ladders at very high flows. 5 MR. FRINK: Is there ever a problem with very 6 low flows? 7 MR. MITCHELL: Not that I am aware of. 8 CHAIRMAN BAGGETT: Mr. Brandt, limited to the 9 redirect. 10 ---000---11 FURTHER RECROSS-EXAMINATION OF YUBA COUNTY WATER AGENCY 12 BY DEPARTMENT OF THE INTERIOR 13 BY MR. BRANDT MR. BRANDT: I understand. 14 15 Mr. Mitchell, if you cannot distinguish between 16 spring-run and fall-run, then you can't make any 17 conclusion about whether spring-run is stable or not 18 compared to the old data; isn't that right? 19 MR. MITCHELL: That is correct. 20 MR. BRANDT: You don't have any conclusion about whether spring-run, which is a listed DFA, species 21 is stable at this point compared to preproject? 22 23 MR. MITCHELL: I will go back to my previous 24 testimony. We don't have quantitative data to support the 25 conclusion one way or another. What we do have is the

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1 changes in environmental conditions since the project that 2 have improved conditions for spring-run. 3 MR. BRANDT: But you can't make any 4 conclusions based on data you gave us? 5 MR. MITCHELL: That is correct. 6 MR. BRANDT: Mr. Aikens, let me ask you a 7 question about Wheatland which you said was part of the, 8 if I understood correctly, was part of the original 9 project plan. So now that you are negotiating a contract 10 with Wheatland, are you assuming going into this 11 negotiation that 1644 or something like it, very similar 12 as far as flow regime, is going to be in place and it will 13 provide enough water to service Wheatland? MR. AIKENS: We are assuming that with 14 15 whatever flow regime goes in place that there will be 16 water during enough time periods to make the Wheatland 17 Water District Project an economic project to move 18 forward. We are assuming that the instream flow 19 requirements will be met and then we will go forward from 20 there; that is data that we will continue to look at as we move forward with the project. 21 22 MR. BRANDT: The instream flow requirements 23 that you are looking at and assuming is D-1644? 24 MR. LILLY: Objection. Whether he means 25 long-term or interim. The question is vague.

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| 1  | CHAIRMAN BAGGETT: Clarify.                                 |
|----|--|
| 2  | MR. BRANDT: Let me ask you both of those. Is               |
| 3  | the assumption that you are using in negotiating with      |
| 4  | Wheatland which apparently is part of the original         |
| 5  | project, is that you will have flow requirements that are  |
| 6  | at the interim level?                                      |
| 7  | MR. AIKENS: We have looked at that. We will                |
| 8  | continue to look at that as we move forward with the water |
| 9  | sales agreement.   |
| 10 | MR. BRANDT: In negotiating this water sales                |
| 11 | agreement you haven't made any assumptions about whether   |
| 12 | D-1644 or anything else at this point, but you have        |
| 13 | concluded, nevertheless, concluded that there will be      |
| 14 | enough water for them?                                     |
| 15 | MR. AIKENS: In general, yes.                               |
| 16 | MR. BRANDT: Thank you.                                     |
| 17 | 000  |
| 18 | FURTHER RECROSS-EXAMINATION OF YUBA COUNTY WATER AGENCY    |
| 19 | BY BOARD MEMBERS   |
| 20 | MEMBER CARLTON: One last question for                      |
| 21 | Mr. Mitchell. Hopefully to finely clarify something for    |
| 22 | me here that I believe I heard you say in some of your     |
| 23 | earlier testimony. This relates to your Exhibit D          |
| 24 | escapement chart and your opinion on the post Bullards Bar |
| 25 | population condition versus the pre Bullards Bar, and I    |

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believe it was your testimony that the population post
 Bullards Bar has been stable, if not increasing slightly;
 is that correct?
 MR. MITCHELL: That's correct.

MEMBER CARLTON: I believe if I recall during 5 6 some earlier questioning there was a question posed to you 7 as to whether you examined the flow regimes post Bullards 8 Bar as opposed to pre Bullards Bar to determine what 9 effect, if any, the differences in flow regimes might have 10 and I believe your response was that you assumed due to 11 the long periods, relatively long periods of records post 12 and pre, that they were essentially equivalent flow 13 conditions; is that correct?

MR. MITCHELL: Equivalent water year types. 14 15 MEMBER CARLTON: For purposes of considering 16 flow to be a factor, your answer was that you considered 17 both periods to be equivalent to flow year type? 18 MR. MITCHELL: I did testify that because of 19 New Bullards Bar there were higher flows during -- after 20 the project started, there were higher flows that had 21 existed previously. We do -- I did testify to that, yes. 22 MEMBER CARLTON: Thank you. 23 CHAIRMAN BAGGETT: Have any other redirect

24 based on those questions?

25 MR. LILLY: No.

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| 1  | CHAIRMAN BAGGETT: I think we will put rebuttal         |
|----|--|
| 2  | off to tomorrow so we can be thinking. I would like to |
| 3  | get a better idea of exactly who we are expecting for  |
| 4  | rebuttal so we can plan some time. If parties know who |
| 5  | they're having, it would be helpful. Then we have to   |
| 6  | resolve this closing argument.                         |
| 7  | We can go off the record.                              |
| 8  | (Discussion held off the record.)                      |
| 9  | CHAIRMAN BAGGETT: We will start promptly at            |
| 10 | 9:00 tomorrow.   |
| 11 | (Hearing adjourned at 4:40 p.m.)                       |
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1 REPORTER'S CERTIFICATE 2 3 STATE OF CALIFORNIA 4 ) ) ss. 5 COUNTY OF SACRAMENTO ) 6 7 8 I, ESTHER F. SCHWARTZ, certify that I was the 9 official Court Reporter for the proceedings named herein, 10 and that as such reporter, I reported in verbatim 11 shorthand writing those proceedings; 12 That I thereafter caused my shorthand writing to be 13 reduced to printed format, and the pages numbered 7 through 242 herein constitute a complete, true and correct 14 record of the proceedings. 15 16 IN WITNESS WHEREOF, I have subscribed this 17 certificate at Sacramento, California, on this 10th day of 18 June, 2003. 19 20 21 22 23 ESTHER F. SCHWARTZ 24 CSR NO. 1564 25

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