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6
7 **STATE OF CALIFORNIA**

8 **STATE WATER RESOURCES CONTROL BOARD**

9 In the matter of:

10 BIG SUR RIVER WATER RIGHT)
11 HEARING, EL SUR RANCH WATER)
12 RIGHT APPLICATION 30166)
13)
14)

) **CLOSING STATEMENT OF**
) **CALIFORNIA DEPARTMENT OF FISH &**
) **GAME**

1 I. INTRODUCTION

2 For over 60 years, the El Sur Ranch (Applicant) or its predecessors have been
3 diverting from the subterranean stream of the Big Sur River without condition. During
4 that same period, the steelhead rainbow trout (*Oncorhynchus mykiss*), an important
5 public trust resource that depends on the Big Sur River for survival, has seen its
6 population numbers precipitously decline up and down the California coast. The record
7 demonstrates that habitat and passage conditions for steelhead in the Big Sur River are
8 not optimal. Despite such evidence, the Applicant is seeking to divert a much larger
9 quantity of water from the Big Sur River watershed than what it has historically used and
10 argues that its diversion should not be subject to any meaningful protective conditions.

11 Proposing to divert from a less than pristine river that contains sensitive
12 resources is not a new problem. Including a minimum bypass flow in an applicant's
13 water right permit to ensure the protection of biological resources is not a new answer.
14 What is new to the State Water Resources Control Board (State Board) water rights
15 process is the Applicant's theory that the impact to the Big Sur River from a
16 subterranean stream diversion can be accurately quantified and used to support an
17 argument that it should have no obligation to help protect the biological resources that
18 rely on the watershed from which it diverts. This theory should be rejected outright
19 because the record reflects that it is extremely difficult to accurately calculate such
20 impact and, more importantly, Applicant failed to do so.

21 Therefore, the protective measures found in the Department of Fish and Game
22 (DFG) Exhibits DFG-T-A and DFG-C-A (hereinafter "DFG recommended protective
23 measures") including interim minimum bypass flows for steelhead adult passage and
24 juvenile rearing should be included in the Applicant's water right permit. Of note, DFG's
25 flow recommendation for juvenile rearing is the only such bypass flow before the State

1 Board that is based on an accepted methodology and real data collected from the Big
2 Sur River.¹ The following arguments provide support for DFG's recommended
3 protective measures and are responsive to the key issues posed by the State Board.

4 II. ARGUMENT (Key Issue 1)

5 A. THERE IS INSUFFICIENT WATER AVAILABLE TO ACCOMMODATE THE 6 APPLICANT'S REQUESTED DIVERSION AND ENSURE PUBLIC RESOURCES ARE 7 PROTECTED

8 The Applicant's Water Availability Analysis (WAA) makes unreliable conclusions
9 and should not be utilized by the State Board. For example, the Applicant's WAA
10 overestimates the amount of water available for diversion by failing to include the claims
11 of all the upstream diverters. Ex. DFG-C-A, p. 4-5. The Applicant's WAA is also beset
12 with other deficiencies as described in DFG's testimony. Ex. DFG-C-A, p. 4-10. The
13 Applicant has offered no evidence to rehabilitate its WAA and refute DFG's claims.
14 Therefore, it can be inferred that the Applicant has conceded that DFG's claims and
15 conclusions are correct.

16 To address the deficiencies in the Applicant's WAA, DFG developed an
17 alternative WAA and Cumulative Flow Impairment Index (CFII) that included, among
18 other factors, consideration of upstream diverters. Ex. DFG-C-A, p. 4. DFG's analysis
19 was done on a monthly basis to better determine the seasonal availability of water and
20 thus allow for a more accurate depiction of the impairment to the river from the
21 Applicant's diversion. Id. In addition, DFG calculated several different cumulative flow
22 impairment indices to examine the change in the index if different rates of diversions
23 were used, or amounts of riparian right were claimed. Id. The impairment calculations
24 for June through November in all scenarios, including with DFG's proposed rates of

25 ¹ Although critical of DFG's instream flow recommendations, the Applicant has failed to produce a defensible proposal of its own.

1 diversion, produced monthly values greater than 10%, suggesting potential impairment
2 to the resources of the Big Sur River. Ex. DFG-C-13. The impairment calculations for
3 December through May produced monthly values ranging from 3% to 16%, however the
4 scenario that included DFG proposed rates of diversion had the lowest monthly CFII
5 values. Id. These results point to a solid conclusion; there is not enough water
6 available in the system to accommodate the Applicant's proposed diversion and prevent
7 impairment to the resources.

8 Of note, the Applicant failed to produce evidence indicating that DFG's WAA and
9 CFII are deficient or flawed in any capacity. The Applicant did challenge one of the
10 scenarios examined by DFG in its CFII analysis relating to the amount of riparian right
11 assumed. However, that is only one scenario analyzed by DFG. DFG analyzed three
12 other scenarios, and the conclusions did not differ significantly between any of the
13 scenarios. Ex. DFG-C-13. Therefore, the conclusions from the DFG's WAA and CFII
14 can and should be utilized by the State Board to decide whether or not there is sufficient
15 water available in the Big Sur River watershed to support the Applicant's proposed
16 diversion. The results also provide support for inclusion of a minimum bypass flow and
17 reduced maximum rates of diversion in the Applicant's water right permit.

18 III. ARGUMENT (KEY ISSUE 2)

19 A. APPROVAL OF THE APPLICATION WITHOUT DFG'S RECOMMENDATIONS 20 FOR INTERIM MINIMUM BYPASS FLOWS AND OTHER PROTECTIVE CONDITIONS 21 WILL RESULT IN SIGNIFICANT ADVERSE IMPACTS TO PUBLIC TRUST RESOURCES

22 It is undisputed that the Big Sur River watershed is home to many valuable public
23 trust resources, including the steelhead trout. RT2:56. The State Board and DFG share
24 an obligation to protect public trust resources. (See National Audubon Society v. State
25 Water Resources Control Board, 33 Cal. 3d 419, 446 (1983); the State Board has "an
affirmative duty to take the public trust into account in the planning and allocation of

1 water resources, and to protect public trust uses whenever feasible.”)² DFG’s
2 recommended measures, including minimum bypass flows, are feasible measures the
3 State Board should adopt to mitigate and/or avoid the potential adverse impacts to
4 public trust resources caused by the Applicant’s diversion from the Big Sur River.

5 The Applicant incorrectly argues that approval of its water right application will
6 not result in significant adverse impacts to biological resources and therefore its permit
7 should not be subject to any meaningful protective conditions. The Applicant appears to
8 base its argument on two allegations: (1) the biological resources in the Big Sur River,
9 including the steelhead, are “flourishing,” and (2) its diversion does not notably “impact”
10 the Big Sur River. RT1:74; Ex. ESR 2, p. V. However, the record reveals that both
11 allegations are unsupported. In addition, there are numerous policy reasons the State
12 Board should reject the utilization of an “impacts” analysis in a water rights adjudication
13 involving a subterranean stream.

14 1. The Big Sur River is important habitat for biological resources, including the
15 federally threatened steelhead trout.

16 While the Big Sur River provides habitat for many valued public trust resources,
17 this proceeding’s focus has been on steelhead because they are an exceptional
18 resource from the public trust perspective and because they are listed as threatened
19 under the federal Endangered Species Act as part of the South-Central California Coast
20 Steelhead Distinct Population Segment, or DPS. RT2:56.

21 The steelhead trout is the most widespread anadromous fishery resource in
22 California. Ex. DFG-T-A, p.2. The Big Sur River steelhead population has supported a
23 significant sport fishery on the south-central California coast for many decades, and has
24 become increasingly important for providing sportfishing opportunity to anglers from

25 ² The State Board must always “bear in mind its duty as trustee to consider the effect of the taking on the public trust,” and avoid such taking whenever feasible. National Audubon, 33 Cal. 3d at 44.

1 other regions whose local steelhead sport fisheries have experienced substantial
2 decline. Ex. DFG-T-3, T-A; RT2:59. It is also particularly important ecologically because
3 of its distinction as a so-called "source" population. Ex. DFG-T-A, T-8, T-9. Given this
4 distinction, the Big Sur River population of steelhead is central to the survival of the
5 many small steelhead populations that occur along the Big Sur Coast. RT2:59.

6 2. Big Sur River steelhead population numbers are in decline.

7 The Applicant emphasizes that the Department's fisheries expert, Dr. Titus,
8 previously indicated that the Big Sur River steelhead population is healthy. Dr. Titus
9 testified during this proceeding that he still believes that the steelhead are relatively
10 healthy as compared to other watersheds. RT2:61, line 23. That is, relative to every
11 major river system that once provided habitat for healthy, self-sustaining steelhead
12 populations and supported vibrant and even famous sport fisheries, but where
13 steelhead are now either extirpated, greatly reduced in abundance, or dependent upon
14 human intervention for their persistence, the Big Sur River is a standout stream.
15 RT2:62, lines 1-15. Given the Big Sur River's good condition relative to other rivers, it is
16 imperative that measures be taken to avoid the substantial declines to steelhead
17 populations that have been observed at these rivers.

18 However, contrary to the Applicant's argument, the steelhead in the Big Sur River
19 are not "flourishing." RT1:74. In other words, the habitat conditions for steelhead on
20 the Big Sur River are not unimpaired or without constraint as discussed more fully in (3)
21 below. In addition, despite relatively good habitat conditions, the Big Sur steelhead
22 population has still decreased over the last few decades. Ex. DFG-T-3, T-6. DFG
23 estimated the Big Sur River steelhead population at 300 adults for the State of
24 California's 1965 Fish and Wildlife Plan but the population has fallen to approximately
25 100 adults. Ex. DFG-T-A, T-6; RT2:57. Thus, although the conditions in the Big Sur

1 River are relatively good, they are not good enough for steelhead to thrive or even
2 maintain population numbers as evidenced by their population decline over the last 40
3 years.³

4 3. Low flow conditions affect steelhead habitat, growth and ocean survival.

5 Low flow conditions in the Big Sur River can adversely impact steelhead habitat.
6 These impacts include: increased temperatures, reduced dissolved oxygen, decreased
7 food availability, and low water depth at critical riffles that impede upstream passage of
8 both immature "half-pounder" and adult steelhead. Ex. DFG-T-A; ESR-24, p. 20-24;
9 RT2:58; RT2:63-64; RT4:210-220.

10 The Applicant's expert, Dr. Hanson, testified that low flow conditions in the Big
11 Sur River can negatively impact temperatures⁴ and dissolved oxygen content and that
12 the change in Big Sur River surface elevation caused by the pumps has an incremental
13 effect on water depths and steelhead passage. RT1:128-138; Ex. ESR-21, p. 16; Ex.
14 ESR-24, p.20-24. In addition, Mr. Horton noted that there was a documented decrease
15 in dissolved oxygen at the P2-L location during the 2007 pump test. RT1:117. However,
16 seemingly relying on Mr. Horton's conclusions, Dr. Hanson concluded that the
17 Applicant's diversions were not a "statistically" significant contributor to these conditions.
18 RT1:133; ESR-21, p.3. The record demonstrates that Mr. Horton's conclusions are
19 inaccurate as discussed more fully in (4) below. By extension, Dr. Hanson's
20 conclusions are also unsupported calling into question his conclusion that the
21 Applicant's diversions are not a significant contributor to the stressful conditions in the
22 watershed. Therefore, there is no credible evidence in the record to indicate that the

24 ³ Dr. Dettman's testimony that the Big Sur River juvenile population density is critically low also indicates
25 that the conditions in the Big Sur River are suboptimal. RT4:198, lines 12-18.

⁴ Dr. Hanson only conducted temperature studies in 2007 beginning after August 31. He concedes that
it's possible that temperatures may have been higher earlier in the summer of 2007 or in other years.
RT4:132, lines 10-23.

1 Applicant's diversion is not a statistically significant cause of the poor habitat and
2 passage conditions that persist during low flow conditions.

3 In addition, the Applicant failed to conduct any studies or analysis to explain
4 whether low flow conditions affect the quantity and quality of food available for
5 juveniles.⁵ In contrast, DFG provided testimony that low flow conditions in the Big Sur
6 River affect the type and amount of food available to juvenile steelhead. RT2:58, lines
7 22-25. Essentially, low flows conditions can result in the stunted production and
8 delivery of food, or "drift" and accordingly greater competition for food among juvenile
9 steelhead. Ex. DFG-T-A, 11-15.

10 Without enough food, juvenile steelhead experience stunted growth (both length
11 and weight) and lower weight/length ratios are linked to lower survival in the ocean.⁶
12 Ex. DFG-T-A, 16, 17, 18. The record demonstrates that ocean survival of steelhead
13 smolts is strongly size dependent, where relatively large smolts have a higher survival
14 than small smolts. Id. Thus, it is extremely important for juveniles to achieve as much
15 growth as possible prior to smolting. In addition, low growth can affect populations of
16 steelhead as well as individuals. RT2:65-66.

17 The Applicant has attempted to misconstrue information about the relationship
18 between drift of invertebrate food organisms and stream flow. Exhibit DFG-T-11 depicts
19 the general relationship between invertebrate drift and flow on two central California
20 coastal creeks with very similar hydrology to the Big Sur River. Dr. Hanson, on behalf
21 of the Applicant, identified how drift generally increased and decreased with stream flow
22

23
24 ⁵ The evidence suggests that Dr. Hanson did not adequately assess the availability of juvenile rearing
25 habitat as he based his conclusions on whether a 0.5 feet depth criterion was met. RT4:62, line 13-19.
The record indicates that juvenile passage is not a sufficient criteria to assess quality of rearing habitat for
steelhead. RT4:205, lines 20-22.

⁶ Dr. Hanson testified that he agreed that "growth rates typically slow and are sometimes arrested in
central coast streams during the summer." RT4:68, lines 10-12.

1 except during the fall portion of the low-flow period, when it appeared that drift
2 increased substantially independent of any appreciable increase in flow. RT4:74-75.
3 However when fall flows are examined on a daily mean basis during this period as
4 opposed to a monthly mean basis as depicted in DFG-T-11, it is revealed that small
5 spikes in flow did indeed occur during the fall, coincident with the overall increase in
6 drift. RT4:146-147. Thus, the Applicant's suggestion that food availability to steelhead
7 increases independent of flow during the fall low-flow period is not supported by the
8 available evidence.⁷
9

10 The Applicant improperly dismisses the impact that its diversion, and low flow
11 conditions generally, can have on steelhead contending that the Big Sur River
12 steelhead population is in good condition or "flourishing." RT1:74. The Applicant
13 essentially argues that the existence of federally threatened steelhead in the Big Sur
14 River without intervention indicates habitat conditions are sufficient for the Applicant to
15 continue diverting from its wells without condition, and even justifies an increase in the
16 amount of water diverted. This cavalier attitude is inappropriate given the fact that,
17 despite these relatively good conditions, the population numbers of steelhead have
18 steadily decreased in the Big Sur River watershed and in other coastal watersheds in
19 California over the last forty years, not to mention the fact that this species is federally
20

21
22 ⁷ Dr. Hanson also attempted to indicate that most movement of drift organisms occurs at night when
23 steelhead feed inefficiently, implying that significant numbers of drift organisms would be recruited into
24 stream areas farther downstream. RT4:73, lines 13-15. However, this argument is in clear contrast to
25 testimony presented by Dr. Reiser on behalf of the Applicant, who explained that downstream movement
of drift occurred most intensively during crepuscular periods of dawn and dusk, which is coincident with
intensive feeding activity by steelhead. RT3:231, lines 14-23. Even though light intensity is relatively low
during dawn and dusk, available light is sufficient to silhouette drift organisms against the sky for
steelhead feeding from below the organisms, thus increasing feeding efficiency and effectively reducing
drift abundance and accumulation farther downstream, as suggested by the Applicant.

1 listed as threatened. Ex. DFG-T-A, 3. This listing alone should warrant aggressive
2 regulatory action by the State Board to ensure that steelhead do not further decline.

3 Contrary to the Applicant's assertions, the conditions for steelhead in the Big Sur
4 River are not sufficient for the Applicant to divert greater quantities of water as
5 compared to historic amounts. Therefore, to ensure that biological resources in the Big
6 Sur River are sufficiently protected, the State Board should include in the Applicant's
7 water right permit, all DFG recommended protective measures, including a minimum
8 bypass flow requirement.

9 4. The Applicant's diversion decreases the amount of water available to the Big
10 Sur River thereby exacerbating low flow conditions for steelhead.

11 It is undisputed that the Applicant's diversion decreases the amount of water
12 available to the Big Sur River. Ex. ESR-2, p. V. Given the small amount of water
13 available from the watershed during the summer-to-fall low-flow period, Applicant's
14 proposed diversion would, in the short-term, exacerbate already suboptimal habitat and
15 passage conditions for steelhead. Ex. DFG-T-A; RT2:58-59. In the long-term, the
16 Applicant's diversion would further disrupt the river's ecological function inducing
17 cascading effects on steelhead production and life histories that are likely to reduce an
18 already modestly sized, yet critical, steelhead population. RT2:63, lines 9-18.

19 The Applicant has complicated the issue of whether or not its diversion adversely
20 impacts biological resources in the Big Sur River through misleading descriptions and
21 calculations about the "impact" of its diversion. Yet, the facts in the record reveal a
22 simple, familiar problem; the Applicant is diverting water from a watershed that could
23 use every drop.

24 The Big Sur River and its subterranean stream constitute one inter-connected
25 watercourse from which the Applicant diverts water. Although the Big Sur River
supplies the full diversion amount (RT1:188), the Applicant contends that only a fraction

1 of its diversion "impacts" the Big Sur River. Ex. ESR-2, p. V. In addition, the Applicant
2 contends that diverting from the subterranean stream is a less significant "impact" than
3 diverting from the surface of the Big Sur River, seemingly suggesting that the river and
4 the subterranean stream are two distinct water courses. RT1:213, lines 13-15. The
5 evidence reveals the Applicant is wrong on both fronts.

6 **a. Diversion of "upwelling" is just as significant an impact to the Big
7 Sur River as a surface diversion.**

8 The Applicant concedes that its diversion deprives the Big Sur River of water but
9 attempts to diminish its significance by labeling its action as capturing "groundwater
10 upwelling" inflow or reducing the "benefit of groundwater inflows." Ex. ESR-6, p.3-6;
11 RT1:113. According to the Applicant, the interception of the "upwelling" doesn't reduce
12 the Big Sur River flow to the point that the downstream outflow volume is less than the
13 upstream inflow volume. Ex. ESR-6, p.3-6. Therefore, it concludes that its diversion
14 has little impact on the Big Sur River. Essentially, the Applicant draws a distinction
15 between diverting directly from the Big Sur River and diverting from a subterranean
16 stream that feeds the Big Sur River. However, the evidence reveals that it is a
17 distinction without a difference. Without interference from the Applicant's wells, the
18 "groundwater upwelling" would enter directly into the Big Sur River. RT1:213, lines 13-
19 21. Therefore, "capturing" the groundwater effectively deprives the Big Sur River, and
20 the resources that depend upon it, the flow of that water. The impact to the Big Sur
21 River is just as significant as if the Applicant were diverting directly from its surface flow.

22 **b. The Applicant's "impacts test" is faulty and should not be relied
23 upon by the State Board**

24 The Applicant claims that approval of its water right permit will not cause
25 significant adverse impacts to public trust resources, and supports its contention with a
faulty "impacts" analysis aimed to determine how much of the water pumped by the
Applicant's wells comes from the Big Sur River. The Applicant concluded that up to 0.3

1 cfs of water is removed from the Big Sur River for every 1 cfs of water pumped by the
2 Applicant. RT4:45, line 3. This calculation is inaccurate and demonstrates the inherent
3 issues, some of which are discussed below, that accompany the use of such a method
4 in a water right proceeding concerning a subterranean stream.

5 First, even if one accepts the conclusions from the Applicant's impacts test, its
6 narrow scope ensures that the results are of limited utility. Focused pump tests were
7 only conducted in two years (2006 and 2007) with a maximum duration of eight days.
8 Ex. ESR-5, p. 3-19; Ex. ESR-17. The tests do not represent the impacts to the Big Sur
9 River that result from sustained or long-term pumping, or of the cumulative impacts to
10 the watershed that have resulted from 60 plus years of pumping. RT2:84, lines 18-19.
11 Also, the Applicant never obtained any data while pumping for 30 days at the maximum
12 average rate requested in its application. Ex. ESR-17. Therefore, there is no evidence
13 regarding the impact to the Big Sur River that would result from such an event.

14 Second, the Applicant did not attempt to obtain a comprehensive understanding
15 of the watershed's pre-pumping condition. The Applicant never measured the pre-
16 pumping surface water/ground water interaction, and therefore cannot competently
17 differentiate natural gains and losses from pumping induced changes. RT2:84, lines 10-
18 12. Without such information, the hydrogeologic setting of the Applicant's project is
19 unclear. For instance, the record demonstrates that pumping induced losses continue to
20 a river even after the pumping has ceased; these losses can be referred to as "residual
21 losses."⁸ RT2:87, lines 8-10; Ex.DFG-C-58. The Applicant's hydrologists agree that
22 residual losses to a river occur in response to subsurface pumping. RT4:124, line 24;

24 ⁸ While conceding that residual loss to a river occurs, Mr. Horton attacked DFG's use of a Jenkins/Hunt
25 model due to its assumptions. RT4: 23-28. However, DFG used the model conceptually to illustrate that
Mr. Horton had failed to account for residual losses in his calculations, not to calculate an exact "impacts"
number. RT2:90, lines 21-22, p.97, lines 1-2. In addition, Mr. Horton relied on models with similar
assumptions to support his "impacts" analysis conclusions. RT4:105, lines 8-11.

1 RT3:263, line 25. The Applicant's 2007 pump tests were initiated just 5 days after
2 several months of continuous pumping ceased (specifically after pumping all of June
3 and July and all but nine days in August). Ex. ESR-17. One of the Applicant's expert
4 witnesses, Dr. Harvey, agreed that five days was insufficient time to recover the river to
5 a pre-pumping condition. RT3:265, lines 7-14. Therefore, it is highly likely that the Big
6 Sur River was still losing water from previous pumping when the Applicant began
7 measuring its levels to calculate pump test induced losses. As a result, the Applicant's
8 pump test underreported the actual river losses.

9 The Applicant tried to minimize its failure to consider residual losses by claiming
10 that all such losses occurred within the 4 day period required to achieve post-pumping
11 stabilization of the groundwater drawdown levels. RT4:44, line 16. However,
12 groundwater drawdown stabilization often precedes surface water stabilization. RT2:93,
13 lines 10-13. In other words, pumping induced surface water loss continues to occur
14 after groundwater levels have stabilized. The Applicant failed to continue to monitor
15 surface water levels after the groundwater levels at monitoring points had stabilized,
16 and therefore was not in a position to measure surface water loss that would have
17 occurred after 4 days had lapsed. In conclusion, contrary to its assertion, the
18 Applicant's measurements taken during the pump test periods failed to capture the full
19 impacts to the surface flow of the river.

20 Third, the Applicant contends that its diversion has no impact because it
21 calculated the groundwater elevation in the aquifer prior to the pumping season in 2004,
22 and after the pumping season in 2007, and noted minimal change. T1:120. However,
23 these measurements are not representative of what happens to the aquifer on a daily,
24 monthly or yearly basis. For instance, the volume of the Big Sur River's storage aquifer
25 has been estimated at 725 AF. Ex. ESR 27, p. 2-16. The Applicant is requesting the

1 ability to divert 676 AF for the period July 1 though October 31. Ex. ESR 40. During the
2 summer, when the aquifer is experiencing little if any recharge, the Applicant has the
3 ability to deplete most of the storage volume of the aquifer resulting in significantly
4 reduced groundwater elevation levels. RT2:90, lines 7-10. However, if the groundwater
5 levels are not measured until the end of the year, this effect will not be observed
6 because precipitation will have recharged the aquifer. If seasonal dewatering of the
7 aquifer occurs, a significant amount of water is likely to transfer from the Big Sur River
8 into the aquifer in response to depressed groundwater elevation levels. Such a result
9 would affect biological resources in the river because fish respond to real-time
10 conditions in the river, not average conditions or yearly conditions. Whether or not an
11 aquifer is recharged after three years is meaningless to steelhead if the aquifer is
12 stressed during times that are critical for its biological functions.

13 Fourth, several methods used to calculate the impact were faulty. For instance,
14 the hydraulic conductivity was improperly calculated for the zone of influence as a
15 geometric mean of all the validated falling-head permeameter tests. Ex. DFG-C-A, p.
16 45. Hydraulic conductivity measures the rate that water flows through certain material.
17 Material with a higher permeability will in turn have a higher hydraulic conductivity value.
18 Ex. DFG-C-47. The use of a geometric mean to calculate the hydraulic conductivity is
19 only appropriate if the riverbed material is similar. Ex. DFG-C-A, p. 45. The Big Sur
20 River is made up of many different types of riverbed material all with vastly different
21 hydraulic conductivities. Ex. ESR-6, Table 3-2. Certain types of material more easily
22 facilitate groundwater/surface water exchange, and therefore improper calculation of
23 hydraulic conductivity can drastically change the conclusions of an impacts test. The
24 Applicant's calculation of the hydraulic conductivity is improper and understates impacts
25

1 because some parts of the riverbed will lose river water to the aquifer more easily than
2 indicated by the Applicant's hydraulic conductivity value.

3 Next, the Applicant failed to measure all of the potential losses within the zone of
4 influence, focusing only on losses in the section of the river between VT2 and VT3, a
5 small segment of the zone of influence. Ex. DFG-C-45. Additional losses likely
6 occurred in the remainder of the zone of influence unless those locations have no
7 hydraulic connection to the subterranean stream, which has not been shown. Ex. DFG-
8 C-A, p. 46. For example, the Applicant concedes that the zone of influence includes the
9 lagoon. RT4:151, lines 2-11. However, river losses from the lagoon were not factored
10 into the "impacts test." Ex. DFG-C-45. DFG analyzed the river reach in the whole zone
11 of influence using data obtained from the Applicant's 2006 study and found that river
12 losses increase almost two-fold as compared to the Applicant's analysis. Id. Therefore,
13 the Applicant's analysis understates its impacts to the Big Sur River.

14 The Applicant's impacts analysis also wrongly assumes the impact is static. The
15 evidence in the record does not support this assertion. This concept is explained more
16 fully in section (c) below but a key example is the Applicant's assumption that the
17 colmation zone will never change. The Applicant calculated that the colmation zone in
18 the Big Sur River has a one foot depth that significantly retards the transfer of flow from
19 the river to the aquifer. RT1:115. Mr. Horton concedes that high storm events remove
20 this layer and even suggests that this happens yearly. RT1:209, lines 16-22. However,
21 he contends that the riverbed re-settles into a very similar layer every year and that it
22 happens before the time of year that Applicant's diversion can really impact the surface
23 level of the Big Sur River. RT1:210, lines 9-25. Mr. Horton offers no explanation to
24 support this contention. In fact, DFG's testimony that the riverbed is made up of many
25 different types of material suggests that the colmation layer would not necessarily settle

1 the same way every time. Ex. DFG-C-A, p. 45. In addition, rain events can happen at
2 anytime so the colmation layer could be removed or modified at any point in a year.
3 RT2:221, lines 17-20. The Applicant's impacts analysis makes no effort to account for
4 this variability, and therefore its "impacts analysis" is insufficient.

5 Finally, the Applicant's water balance analysis relies on inaccurate assumptions
6 that render the results flawed. Accordingly, the Applicant's claim that it is diverting
7 water from other "sources" besides the Big Sur River is suspect, also calling into
8 question the Applicant's claims that it accurately determined its maximum impact to the
9 Big Sur River's surface level. The Applicant calculated its impact to the Big Sur River to
10 be roughly 30% of its maximum diversion. Ex. ESR-2, p. V. Essentially, Applicant
11 contends that its impact is limited to subterranean stream flow water bound for the
12 surface flow of the Big Sur River that enters the Applicant's wells in response to a
13 pumping-induced change in gradient. According to the Applicant, the remainder of the
14 diversion is satisfied by a constant groundwater inflow entering the aquifer or by terrace
15 deposits (very small amount of approximately 0.64 cfs). RT4:110, lines 6-23. To be
16 clear, this "groundwater inflow" entering the aquifer is also water supplied by the Big Sur
17 River, and also enters the Applicant's wells due to the pumping-induced change in
18 gradient. RT4:31, lines 5-7. However, the Applicant claims that it does not "impact" this
19 river water because it entered the aquifer upstream of its zone of influence. RT4:31,
20 lines 8-10. Essentially, the Applicant claims that this river water enters the aquifer as
21 part of a natural condition that occurs whether or not the Applicant is pumping. The
22 record demonstrates that the amount of inflow into the aquifer is not constant, and
23 therefore the Applicant's water balance model is flawed. Consequently, the Applicant
24 has the potential to affect surface levels of the Big Sur River more than its impacts
25 analysis suggests.

1 A review of ESR-49b, a graphic depiction of the Applicant's water balance model,
2 provides further explanations of the shortcomings in the Applicant's water balance
3 assumptions. The Applicant's experts contend that inflow into the aquifer from cross-
4 section A-A' does not change (as evidenced by the $\Delta I = 0$ in ESR-49b). According to Mr.
5 Horton 3 cfs, on average, always enters the aquifer between the USGS Gauge and
6 VT1. RT4:32, line 15. However, the Applicant's own data shows a variation in this
7 value. Exhibit DFG-C-16. Mr. Horton fails to explain how a variable number reconciles
8 with the Applicant's water balance model that claims that the inflows do not change. In
9 addition, the Applicant claims that 3.5 cfs always enter the aquifer between VT1 and the
10 top of the zone of influence, otherwise referred to as cross-section A-A'. RT4:32, line
11 20. Again, the Applicant's own data contradicts this assumption by showing that the
12 losses from the river to the aquifer in the stretch of river between VT1 and VT3 vary.
13 Ex. DFG-C-16. In fact, Exhibit DFG-C-16 (DFG-C-59, Table 2⁹) demonstrates, using
14 the Applicant's data, that losses from VT1 to VT3 increased during the pumping period
15 in 2007 and were approximately 3 times greater by the end of the test period. This
16 suggests that prolonged pumping influences river losses, and is not the static value
17 promoted by the Applicant.¹⁰ Therefore, the record shows that inflows into the aquifer
18 are not constant and a key assumption of the water balance model is flawed.¹¹

19 Another shortcoming in the Applicant's Water Balance is the failure to measure
20 the groundwater discharge to the ocean. RT4:109, line 25. Instead, Applicant estimated
21

22 ⁹ Note for Table 2, VT2 in 2004 was near the upper ZOI boundary, so it's a better measure of river
23 losses/gains from VT1 to the ZOI than during the 2007 study.

24 ¹⁰ Mr. Horton's testimony is inconsistent regarding whether the values are averages or static. He
25 suggests that losses are average values (RT4:108, lines 18-21) but then argues that the values "all stay
the same" (RT4:37, line 11) and "we're at a steady state of how much sub-flow approaches our area..."
RT4:37, line 25. He fails to explain how changing inflow values above the zone of influence can result in a
static amount of inflow entering the zone of influence.

¹¹ During rebuttal, Mr. Horton characterizes the water balance as an "average condition water balance"
but fails to explain how such a water balance can be used to support a specific calculation regarding the
loss to the river. RT4:109, line 10.

1 a number that represents the surface flow outflow of the Big Sur River combined with
2 groundwater discharge. RT4:117, lines 1-4. The water balance analysis suggests that
3 the Applicant will capture "inflow" entering the aquifer, resulting in less aquifer discharge
4 to the ocean.¹² However, there is no evidence regarding whether or not the quantity of
5 aquifer discharge to the ocean lessened with pumping, and if so, to what degree.
6 RT4:109, lines 21-25. In effect, the Applicant has made it impossible to validate the
7 estimation of groundwater discharging to the ocean.

8 Besides "inflow" and Big Sur River flow, the Applicant offers no other water
9 source in its water balance model except for a minimal contribution from terrace
10 deposits. RT4:110, lines 6-23. Therefore, if there is less inflow coming into the aquifer,
11 the only source left to satisfy the Applicant's pumping demand is the Big Sur River.

12 In conclusion, the Applicant's impacts analysis has many technical flaws
13 which has resulted in the Applicant understating its diversion's impact to the Big Sur
14 River. Given that it is fundamentally flawed, the State Board should not rely on the
15 Applicant's impacts analysis to determine if the Applicant's diversion has the potential to
16 adversely impact public trust resources.

17 **c. The State Board should reject the use of an impacts analysis**
18 **in a water right adjudication involving a subterranean stream**
19 **because it is unworkable.**

20 The standard bypass flow term and condition where the total river flow must be
21 allowed to seasonally pass the point of diversion is commonly applied to surface water
22 diversions where protection of fisheries and other public trust resources is required.
23 Studies to measure the flow in the Big Sur River adjacent to the Applicant's wells found
24 that its pumping causes a decrease in flow. Ex. ESR-2, p. V. The same rules that

25 ¹² Mr. Horton claims that groundwater almost continually discharged to the lagoon during the pump tests. RT4:36, line 9. He also suggests that pumping could remove the full amount of water groundwater discharging to ocean, but fails to analyze how this would affect the lagoon. RT4:121, lines 1-2.

1 govern water rights for surface streams also apply to subterranean streams, so the
2 percentage of that surface flow that is diverted by a pumping well is irrelevant to setting
3 permit conditions for minimum bypass flows. Instead, the critical factor is whether the
4 subterranean stream is connected to the river. If the subterranean stream is connected
5 to surface water, then both are part of one watercourse, and a diversion from any part of
6 that watercourse should be considered a diversion from the whole watercourse.

7 If the State Board, however, requires that the impact from well pumping will be
8 factored into the calculation of minimum bypass flows then a number of issues should
9 be considered by the State Board before applying an "impact" test to the Applicant's
10 water right permit. First, the State Board should consider the technical complexity of
11 such a test. The evidence demonstrates that the Applicant was unable to accurately
12 calculate its diversion's impact to the Big Sur River, and many of the technical problems
13 that plagued the Applicant's analysis would be expected to thwart the efforts of future
14 applicants (see (b) above.) Second, the State Board should consider the highly variable
15 nature of river systems. The Big Sur River, as would be expected of other river
16 systems, is dynamic in nature. Historic photographs dating back to 1929 show that the
17 Big Sur River used to occupy a position closer to the wells of the Applicant. Ex. DFG-C-
18 A, p. 47. A fundamental requirement to justify the use of the impacts test as
19 representative of ongoing conditions at a point of diversion is stability of channel and
20 that the data collected will be representative of future impacts from a subterranean
21 stream diversion. If there is evidence that the channel has changed and will continue to
22 change, then the impacts test should not be utilized (at least for a long-term solution) as
23 it is certain that the impacts to the river from the diversion will change.

24 In the case of the Applicant's diversion, if the channel shifts back to its historic
25 location closer to its wells, then the losses from pumping should increase because the

1 distance between the wells and the river will have decreased. RT2:298, lines 5-15. This
2 is because the impact of a well pumping on the flow in a hydraulically connected river is
3 dependant on certain static assumptions including: the distance between the well and
4 river, the hydraulic characteristics of the aquifer, storage coefficient and hydraulic
5 conductivity, the permeability and thickness of any low hydraulic conductivity streambed
6 layer, and the duration of pumping. The record demonstrates these factors are not
7 static and can change (sometimes rapidly) especially during high runoff events.¹³ The
8 Applicant failed to produce any evidence to suggest that the Big Sur River system is
9 static. In fact, the evidence submitted by DFG suggests that the Big Sur River is
10 moving back to its historical position closer to the Applicant's wells. RT2:145, lines 145-
11 147; Ex. DFG-C-60. The Applicant unsuccessfully attempted to refute this claim by
12 presenting a witness that actually agreed that elements of the riverbed had changed
13 since the pump test studies were conducted and was otherwise unable to conclusively
14 establish that the river was not moving back to its historical position.¹⁴ RT4:8, lines 13-
15 20.

16 In conclusion, the State Board should seriously consider whether or not the
17 impacts test can serve a useful function in subterranean stream water right
18 adjudications. DFG believes that the State Board can better protect the public trust by
19 recognizing the limitations of the impacts test and excluding or limiting its use in
20

21 ¹³ During such flood events, the upper portion of the riverbed mobilizes and becomes bedload, which
22 transports and redistributes the bed material. Redistribution of bed material will change the hydraulic
23 conductivity and the amount of change will depend on the size and depth of the material mobilized. This
24 natural periodic movement of bed material invalidates any assumption that a fixed or maximum amount of
25 river flow loss from the Applicant's well diversions can be established at the mouth of the Big Sur River
because it is a dynamic river system. Ex. DFG-C-A, p. 48.

¹⁴ Mr. Philip did establish that the Big Sur River has split into two channels at the PT4 location, a change
since 2007. RT4:83, lines 2-16. One of the channels is in alignment with where the old channel used to
be. RT4:93, line 25; RT4:94, lines 1-3. He concedes that flood flows can flow into the old channel and
there is more vegetation near the old channel than in the past. RT4:8, lines 1-8. This suggests flood flows
may favor the old channel as a more direct path to the ocean, which is behavior typically seen in a river
looking to abandon its meander. RT2:145, lines 20-24.

1 subterranean stream water right adjudications. Changing river conditions render the
2 impacts test ineffective for long-term use, as the results are subject to change. Given
3 that the Applicant has not proposed any permit terms to account for potential changes
4 to Big Sur River bed or channel location, DFG suggests that the impacts test not be
5 used to set Applicant's permit conditions.

6 B. ADOPTION OF MINIMUM BYPASS FLOWS AND OTHER PROTECTIVE
7 CONDITIONS ARE NECESSARY TO AVOID AND MITIGATE ADVERSE IMPACTS TO
8 BIOLOGICAL RESOURCES

9 To avoid and mitigate potential adverse impacts to biological resources, DFG
10 recommends the State Board include, as a condition of the Applicant's water right
11 permit, interim minimum bypass flow requirements and other recommended protective
12 conditions. DFG recommends that the State Board include a re-opener clause in the
13 permit requiring that the conditions, including the minimum bypass flow, be revisited
14 when the DFG completes its Physical Habitat Simulation Model (PHABSIM) study on
15 the Big Sur River.¹⁵

16 1. The Department recommends an interim minimum bypass flow of 29 cfs for
17 juvenile steelhead rearing.

18 DFG's minimum bypass flow recommendation for juvenile steelhead rearing is
19 based on three different components. The first component represents the flows needed
20 to protect the fisheries and other public trust resources. The second component
21 represents the maximum historic flow losses downstream from the upper USGS gauge
22 to the point of diversion. The third component represents the Applicant's maximum
23 instantaneous diversion rate. DFG believes that the record demonstrates that all three

24 ¹⁵ The PHABSIM study is currently being conducted by DFG pursuant to Public Resources Code section
25 10002 and it is expected to yield useful information concerning the habitat needs of steelhead which will
form the basis for instream flow recommendations to the State Board for adult steelhead upstream
passage and juvenile steelhead rearing in the Big Sur River. RT2:68, lines 13-17.

1 components are needed to avoid and mitigate potential adverse impacts to biological
2 resources in the Big Sur River.

3 DFG conducted a wetted perimeter analysis to develop the first component of the
4 interim minimum flow recommendation. Ex. DFG-T-22. The wetted perimeter method is
5 a scientifically accepted approach used to ascertain a flow that will protect aquatic life in
6 food producing riffle habitats at a level sufficient to maintain an existing fish population
7 at an acceptable level of production. Id. Utilizing the method, DFG determined that a
8 flow of 17 cfs was sufficient to provide a minimal level of protection for aquatic
9 resources dependent on the Big Sur River. Id.

10 The Applicant expended considerable effort criticizing DFG's wetted perimeter
11 analysis. An explanation of why the criticisms are without merit is contained below.
12 The Applicant did not prepare its own defensible flow recommendation, however,
13 preferring instead to propose a flow number that has more to do with alleviating
14 potential water costs than providing any benefit to biological resources in the Big Sur
15 River. In fact, the Applicant did not propose any bypass flow recommendation until it
16 amended its application on the first day of hearing. The amended application proposes
17 a bypass flow of 10 cfs. Ex. ESR-40. The Applicant did not provide any evidence to
18 justify that 10 cfs is an adequate minimum bypass flow to prevent adverse impacts to
19 biological resources. Given that there is no biological rationale, the 10 cfs proposed
20 minimum bypass requirement appears to have been chosen to minimize water costs to
21 the Applicant. Consequently, the Applicant has placed itself in an awkward position.
22 On the one hand, it argues that the State Board should not utilize DFG's minimum
23 bypass flow because of various criticisms suggesting that the analysis could be more
24 technically rigorous. On the other hand, the Applicant suggests that the State Board
25 utilize its own recommendation that has no biological justification whatsoever. DFG

1 suggests that the Applicant's own logic dictates that the State Board incorporate DFG's
2 minimum flow recommendation into the Applicant's permit, as it is the most biologically
3 defensible recommendation.

4 As noted above, the Applicant criticized various aspects of DFG's wetted
5 perimeter analysis but the record reveals that the criticisms are without merit. First, the
6 Applicant criticizes the fact that the data collected by DFG were not collected from the
7 reach of river contained in the Applicant's estimated zone of influence. However, the
8 data for DFG's initial wetted perimeter report were collected on the Big Sur River as
9 near to approximately 2,000 feet from the top of the zone of influence. RT2:70, lines
10 18-19. The geomorphology of the stretch of the river where the data were collected is
11 similar to the stretch of the river included in the zone of influence. RT4:181, lines 9-13.
12 In addition, DFG collected data from six different sites, and five out of six sites produced
13 extremely similar results. RT2:71, lines 2-5. Therefore, DFG concluded that data
14 collected at the point of diversion would have yielded very similar results to those
15 observed from the data collected upstream. The Applicant failed to produce any
16 evidence that suggested otherwise. During rebuttal, DFG's explanation was proved
17 correct. DFG submitted a follow-up wetted perimeter report that utilized the Applicant's
18 own data collected near the point of diversion and found that it produced remarkably
19 similar results to those reported from the original wetted perimeter report. Ex. DFG-T-
20 25. RT4:180, lines 15-18.

21 The Applicant also criticized the wetted perimeter report because the data
22 collected, both by the Applicant and DFG, were not collected for the purpose of a wetted
23 perimeter analysis. The Applicant produced no evidence that substantiated the claim
24 that the data would yield different results if the purpose for which they were collected
25 changed. DFG submitted testimony that the data were collected in a scientifically

1 rigorous manner, and therefore the results can be trusted regardless of the purpose for
2 which the data were originally collected. RT4:178, lines 12-18.

3 Next, the Applicant criticized DFG's use of an incipient asymptote as opposed to
4 a breakpoint asymptote. The Applicant correctly notes that generally the breakpoint
5 asymptote is used identify a minimum flow using the wetted perimeter method.

6 However, the stream flow associated with the breakpoint on the wetted perimeter graph
7 protects approximately 50%-80% of the stream's maximum available wetted perimeter
8 of the stream. Ex. DFG-T-22, p.3. Therefore, the breakpoint flow likely falls well short
9 of a fully wetted channel. Id. Thus, using the incipient flow is more appropriate
10 because it better protects and maintains habitat conditions that support a typical density
11 of juvenile steelhead occupying a mosaic of feeding territories in a given habitat area.

12 Id. In other words, use of the incipient asymptote is an adaptation of the wetted
13 perimeter method intended to provide a higher level of protection to the biological
14 resources in the Big Sur River, especially federally listed species such as steelhead.

15 Finally, the Applicant criticized DFG's use of replicate mesohabitat units for
16 wetted perimeter data collection. DFG placed multiple transects in multiple habitat units
17 and then averaged the transect results obtained for each habitat unit to yield one data
18 value for each habitat unit. Ex. DFG-T-22, p. 4. The Applicant's criticism appears to be
19 that DFG did not follow the standard protocol for the wetted perimeter method which
20 involves using only one transect at single critical point in the stream. Although DFG did
21 not follow the standard protocol, DFG's adaptation of the standard protocol produced a
22 more universally applicable result at the river reach scale. RT4:180, lines 19-35. In
23 effect, DFG refined the protocol by conducting more measurements and obtaining more
24 data than is normally done. In short, DFG's method is more scientifically rigorous than
25 the standard protocol.

1 The second component of the flow recommendation (8.9cfs) represents the
2 maximum historic flow losses that have occurred from the USGS Gauge #11143000 to
3 the point of diversion. RT2:78, lines 12-15. This calculation is necessary due to the
4 diversion's location at the mouth of the river. Id. Tidal influences, changes in the
5 condition of the beach bar and periodic shifts in the river course make measurement of
6 bypass flows downstream of the point of diversion unsuitable for long-term monitoring.
7 Id. Therefore, the point of monitoring for bypass flows must be located somewhere
8 upstream of the Applicant's point of diversion. Id. Because the river loss that occurs
9 between the gauge and the point of diversion varies, DFG recommended that the
10 maximum historic flow loss be used. Using any other number, including an average,
11 would leave the resources vulnerable because the flows would be less than necessary
12 at least half of the time. RT2:79, lines 2-10.

13 The Applicant criticized DFG's use of the maximum recorded historic flow loss
14 number on the basis that the number was an "outlier." The Applicant produced no
15 evidence (such as a statistical analysis) to substantiate its claim that DFG's
16 recommended loss number was an "outlier." In contrast, DFG submitted testimony that
17 the loss number was not an outlier, including information from USGS gauge
18 #11143010 showing higher flow losses occurred subsequent to submitting testimony.
19 RT2:137, lines 10-24. Therefore, DFG continues to recommend that maximum historic
20 flow loss from USGS Gauge #11143000 to the point of diversion (8.9 cfs) be included in
21 the instream bypass flow calculation.¹⁶

22 The third component of DFG's flow recommendation is the maximum rate of
23 diversion. This number is necessary to account for the losses to the Big Sur River that
24

25 ¹⁶ The new USGS gauge #11143010, downstream of USGS gauge #11143000, would more accurately determine downstream losses. Therefore, DFG recommends that the loss calculation be re-visited after DFG completes its PHABSIM study in 2013 and more flow data is available from the two gauges.

1 will result from the Applicant's diversion. RT2:80, lines 5-14. As explained in great
2 detail earlier, the Applicant has failed to submit any reliable evidence to prove that its
3 diversion has a minimal impact on the surface level of the Big Sur River. Therefore, the
4 full rate of diversion should be added to the bypass number.

5 Combining the three flow components as described above, DFG's interim
6 minimum bypass flow recommendation for juvenile steelhead rearing is 29 cfs.¹⁷

7 2. DFG recommends an interim minimum bypass flow of 132 cfs for adult
8 steelhead passage.

9 DFG used the method presented in the State Board's North Coast Instream Flow
10 Policy to develop its flow recommendation of 132 cfs from December to May to
11 accommodate adult steelhead passage. RT2:68, lines 20-25. The method uses the
12 mean annual unimpaired flow and watershed area to derive the passage flow. Using
13 the equation in Table 2.1 of the policy, input values of 101 cfs for mean annual flow and
14 58 mi² for watershed area yields a minimum bypass flow of 132 cfs. RT2:69, lines 1-5.

15 2. The Applicant's flow recommendations for juvenile steelhead passage and
16 adult steelhead passage are not biologically defensible.

17 The Applicant offered no evidence to legally or biologically justify its minimum
18 instream flow recommendation of 10 cfs for juvenile steelhead passage¹⁸ and 30 cfs for
19 adult passage. The Applicant's bypass calculation would be measured at USGS Gauge
20 #11143000. As noted earlier, the Applicant's water balance model assumes a constant
21 3 cfs of groundwater inflow from USGS Gauge #11143000 to VT-1, and a constant 3.5
22 cfs entering the aquifer in the stretch between VT1 and VT3. Ex. ESR-61. Therefore,

23 ¹⁷ Within that 29 cfs, the 17 cfs identified in the Department's wetted perimeter analysis includes minimum
24 protection of aquatic resources under "average" upstream diversion conditions of the mid-1990s when the
25 data for the analysis were collected.

¹⁸ Dr. Hanson indicated that a bypass flow that provided a depth criterion of 0.3 feet over 25% of the
stream channel would be sufficient. ESR-21, p. 15. The record demonstrates this is not sufficient
because this only takes juvenile passage into consideration, and does not consider other habitat
characteristics. RT4: 206-207. In addition, there is no precedent for 0.3 cfs being used to set minimum
bypass flows for juvenile rearing. RT2:289, lines 15-18.

1 the Applicant alleges that a maximum of 4 cfs in surface flow will bypass the point of
2 diversion if the Applicant has stopped pumping. Id. As discussed above, losses from
3 the USGS Gauge and the point of diversion have been recorded as high as 8.9 cfs.
4 Therefore, a bypass flow at the point of diversion could be as low as 1.1 cfs (possibly
5 lower, as higher losses have been observed using the new gauge data). The Applicant
6 has provided no evidence to suggest that 1.1 cfs or 4 cfs is sufficient flow at the point of
7 diversion to maintain suitable conditions for juvenile steelhead rearing.

8 In addition, the record demonstrates that the Applicant's proposed bypass flow
9 for adult passage is not sufficient because conditions for steelhead passage have
10 changed following the basin complex fire, and the data collected to support the
11 recommendation are no longer applicable. RT2:211, lines 3-25; RT2:306, lines 5-12.
12 Therefore, a higher instream flow is necessary to accommodate adult passage.

13 IV. (KEY ISSUE 3)

14 A. THE WATER WILL NOT BE PUT TO REASONABLE AND BENEFICIAL USE AND 15 THEREFORE THE PROPOSED APPROPRIATION IS NOT IN THE PUBLIC 16 INTEREST

17 The total volume and instantaneous rate of diversion sought by the Applicant
18 exceeds the amount of water that is considered to be a reasonable beneficial use by:
19 Water Code section 1004 (2.5 acre-feet-per-acre-per-year) and Title 23, California Code
20 of Regulations section 697(a)(1) (1 cfs per 80 irrigated acres), calculation of crop water
21 requirements using standard methods, and guidance provided by case law.

22 1. Water Code section 1004 is applicable to the Applicant's diversion because its
23 purpose of use is the irrigation of uncultivated land.

24 Water Code (WC) section 1004 precludes the State Board from finding that the
25 Applicant's requested amount of water can constitute a beneficial use. The Applicant's
amended application requests to divert an annual maximum of approximately 5.3 acre-
feet of water per acre. Ex. ESR-40. WC section 1004 states that " 'useful or beneficial

1 purposes' shall not be construed to mean the use in any one year of more than 2-1/2
2 acre-feet of water per acre in the irrigation of uncultivated areas of land not devoted to
3 cultivated crops." As discussed more fully below, Applicant's requested diversion
4 exceeds WC section 1004's limits and is therefore not beneficial.

5 Water Code section 1004 is applicable to this matter because the Applicant uses
6 the water to irrigate uncultivated lands. Because there is no California statute or
7 precedent defining "uncultivated" or "cultivated," DFG recommends the United States
8 Department of Agriculture's (USDA) Natural Resources Conservation Service's
9 definition be used. USDA definitions have been included in several pieces of legislation
10 relating to key agricultural programs, such as the Williamson Act and Farmland Mapping
11 and Monitoring Program.¹⁹ Therefore, there is state law precedence for utilizing USDA
12 definitions. The relevant USDA definition is as follows:

13 **Cropland.** A *Land cover/use* category that includes areas used for the production of adapted
14 crops for harvest. Two subcategories of cropland are recognized: cultivated and noncultivated.
15 Cultivated cropland comprises land in *row crops* or *close-grown crops* and also other cultivated
16 cropland, for example, hayland or pastureland that is in a rotation with row or close-grown crops.
17 Noncultivated cropland includes permanent *hayland* and *horticultural cropland*.

18 Pursuant to the USDA definition, hayland and pastureland²⁰ are considered
19 uncultivated unless grown in rotation with row or close-grown crops. It is important to
20 note that pastureland, although managed with cultural treatments such as fertilizer,
21 weed control, reseeding, or renovation, is not considered cultivated unless it is grown in
22 rotation with row crops. The Applicant does very little to manage the pasture except

23 ¹⁹ See Gov. Code § 51201(c) that utilizes the National Resources Conservation Service (NRCS)
24 definitions to define "prime agricultural lands;" see also Gov. Code §§ 512968.8, 65570(b)(1) that utilize
25 the NRCS for "Important Farmland Series maps."

²⁰ USDA Definition: **Pastureland.** A *Land cover/use* category of land managed primarily for the
production of introduced forage plants for livestock grazing. Pastureland cover may consist of a single
species in a pure stand, a grass mixture, or a grass-legume mixture. *Management usually consists of
cultural treatments: fertilization, weed control, reseeding or renovation, and control of grazing.* For the
NRI, includes land that has a vegetative cover of grasses, legumes, and/or forbs, regardless of whether
or not it is being grazed by livestock. (emphasis added.)

1 irrigate, fertilize, apply herbicide and reseed²¹ on very rare occasion. RT1:144, lines 22-
2 25. However, managed land is not necessarily cultivated land. Applicant's land is not
3 grown in rotation with row or close-grown crops. Therefore, nothing in the record
4 suggests that the Applicant's pasture land has any characteristics or is managed in any
5 way that would allow it to be characterized as cultivated pursuant to the USDA
6 definition. Therefore, the Applicant's diversion amount cannot by law constitute a
7 beneficial use.

8 2. The Applicant's diversion amount is not a reasonable use of water.

9 Even if a use is deemed to be beneficial, the State Board must also find that the use is
10 reasonable.²² The California Constitution requires that water resources of this State "be
11 put to beneficial use to the fullest extent to which they are capable" and prevents the
12 waste, unreasonable use and unreasonable method of use of water. (Cal. Const. Art. X,
13 § 2. See also Water Code § 100.) The record reveals that the Applicant's requested
14 amount of water does not constitute a reasonable use.

15 California Code of Regulations section 697(a)(1) determines "the amount of
16 water considered reasonably necessary for certain uses when the appropriation will be
17 by direct diversion." In the section related to irrigation, the relevant part of the regulation
18 states:

19 "In most portions of the central valley of California and elsewhere in the State where similar
20 conditions prevail a duty of one cubic foot per second continuous flow to each 80 acres shall be
21 considered a reasonable headgate duty for most crops. Where there is a greater abundance of
22 water and a heavy transportation loss, or the land to be irrigated is of a porous, sandy or gravelly
23 character a continuous flow allowance of one cubic foot per second to each 50 acres may be
24 considered reasonable."

24 ²¹ It does not appear that the Applicant has ever had to reseed as Mr. Hill believes the last time it
25 occurred was 1960, and it was minimal. RT1:312, lines 18-25.

²² See *Joslin v. Marin Municipal Water District*, 67 Cal. 2d at 140-141 (a use otherwise beneficial can be unreasonable); See also *People ex rel. State Water Resources Control Board v. Forni*, 54 Cal. App. 3d 743.

1 The Applicant's diversion does not meet the conditions in CCR Title 23, section
2 697(a)(1) that apply to a diversion rate of 1 cfs for 50 acres. The majority of the soils,
3 86%, being irrigated in the pastures by the Applicant are a Santa Ynez series fine sandy
4 loam and don't meet the porous, sandy or gravelly criteria of the CCR Title 23, section
5 697(a)(1). Ex. DFG-C-A, p. 28. The distribution of soil types in the pastures and the
6 general physical characters of the soils are shown in Figure 3 of ESR-12. Even though
7 the climatic conditions at the Applicant's place of use along the Central Coast of
8 California adjacent to the Big Sur River are wetter than the Central Valley of California,
9 water available for appropriation is not abundant throughout the year, especially during
10 summer and fall months. Id. In addition, conveyance or transport losses at El Sur
11 Ranch are minimal because water is delivered to the pastures by pipes. Id. The
12 Applicant has offered no evidence to refute any of these facts or to establish that the 1
13 cfs per 50 acres criteria has been met. Therefore, a duty of 1 cfs per 80 acres as
14 described in CCR Title 23 section 697(a)(1) is appropriate.²³

15 The Applicant's use is also unreasonable based on the results of two different
16 analyses conducted by DFG to estimate crop water and net irrigation requirements.
17 The first method used was a simple single crop coefficient method as presented on the
18 CIMIS web site. Ex. DFG-C-35, A. The second method used was an estimation of the
19 pasture net irrigation requirement based on a series of reference maps developed by
20 Pruitt and Snyder, 1985. Ex. DFG-C-37, A. Both methodologies indicate that during
21 November to March, irrigation is on average not required. DFG-C-35, 37, A. The
22 Applicant did not challenge the accuracy of DFG's calculations. Therefore, the

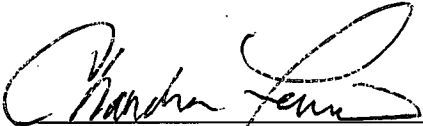
23
24 ²³ Using this standard, DFG recommends that the State Board require a maximum diversion rate of
25 3.075 cfs (246 acres * (1 cfs / 80 acres) = 3.075 cfs). A higher diversion rate would, by law, not be
considered reasonably necessary for irrigation uses.

1 evidence suggests that the Applicant would not be able to put its requested diversion
2 amount to reasonable use.

3 V. Conclusion

4 Given the small amount of water available from the watershed during the
5 summer-to-fall low-flow period; Applicant's proposed diversion would exacerbate
6 already suboptimal habitat and passage conditions for steelhead. Therefore, to ensure
7 that biological resources in the Big Sur River are sufficiently protected, the State Board
8 should include in the Applicant's water right permit, all DFG recommended protective
9 measures, including a minimum bypass flow requirement.

10
11
12 Dated this 15th day of September, 2011

13
14 

15 Chandra Ferrari
16 Kevin Takei

17 Attorneys for
18 California Department of
19 Fish & Game
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